

GRANITE SCHOOL DISTRICT



ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the fiscal year ending June 30, 2022

2500 SOUTH STATE STREET
SALT LAKE CITY, UT 84115

2021-2022



Please note, the PDF version of this ACFR is best viewed with the following options enabled:

- Two page view
- Show cover in two page view

Annual Comprehensive Financial Report

**for the
Fiscal Year Ended
June 30, 2022**

GRANITE SCHOOL DISTRICT

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

**Karyn Winder, President of the Board
Dr. Rich K. Nye, Superintendent
Todd Hauber, Business Administrator/Treasurer**

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

GRANITE SCHOOL DISTRICT

Table of Contents

Year Ended June 30, 2022

| | Page |
|--|------|
| Section I - Introductory | |
| Letter of Transmittal..... | 1 |
| List of Elected and Appointed Officials..... | 7 |
| Certificates: | |
| GFOA Certificate of Achievement for Excellence in Financial Reporting..... | 8 |
| ASBO Certificate of Excellence in Financial Reporting..... | 9 |
| Organizational Chart..... | 10 |
| Precinct Map of the Board of Education..... | 11 |
| Section II - Financial | |
| Independent Auditor's Report | 13 |
| Management's Discussion and Analysis..... | 17 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| Statement of Net Position..... | 27 |
| Statement of Activities..... | 28 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds..... | 29 |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position..... | 30 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds..... | 31 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities..... | 32 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund..... | 33 |
| Statement of Fund Net Position - Proprietary Funds..... | 34 |
| Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds..... | 35 |
| Statement of Fund Cash Flows - Proprietary Funds..... | 36 |
| Table of Contents to the Notes to the Basic Financial Statements..... | 37 |
| Notes to the Basic Financial Statements..... | 38 |
| Required Supplementary Information: | |
| Schedules of the District's Proportionate Share of the Net Pension Liability (Asset) - Utah Retirement Systems..... | 66 |
| Schedules of District Contributions - Utah Retirement Systems..... | 68 |
| Schedule of Changes in Total Pension Liability and Related Ratios - District Retirement Plan..... | 70 |
| Schedule of Changes in Total OPEB Liability and Related Ratios - Long-Term Disability..... | 72 |
| Notes to the Required Supplementary Information..... | 74 |

GRANITE SCHOOL DISTRICT

Table of Contents

Year Ended June 30, 2022

Page

Section II - Financial (Continued)

Combining and Individual Fund Statements and Schedules:

| | |
|--|----|
| Major Governmental Funds:..... | 77 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - <i>General Fund</i> | 78 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - <i>Capital Projects Fund</i> | 79 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - <i>Debt Service Fund</i> | 80 |
| Nonmajor Governmental Funds:..... | 81 |
| Combining Balance Sheet - Nonmajor Governmental Funds..... | 82 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds..... | 83 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - <i>District Activity Programs Fund</i> | 84 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - <i>Pass-through Taxes Fund</i> | 85 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - <i>Granite Education Foundation Fund</i> | 86 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - <i>School Lunch Fund</i> | 87 |
| Internal Service (Proprietary) Funds:..... | 89 |
| Combining Statement of Fund Net Position..... | 90 |
| Combining Statement of Revenues, Expenses, and Changes in Fund Net Position..... | 91 |
| Combining Statement of Fund Cash Flows..... | 92 |

Section III - Statistical

| | |
|---|-----|
| Financial Trends:..... | 93 |
| Comparative Statements of Net Position..... | 94 |
| Net Position by Component..... | 97 |
| Changes in Net Position..... | 98 |
| Fund Balances - Governmental Funds..... | 100 |
| Changes in Fund Balances - Governmental Funds..... | 102 |
| Comparative Balance Sheets - General Fund | 104 |
| Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - General Fund..... | 106 |

GRANITE SCHOOL DISTRICT

Table of Contents

Year Ended June 30, 2022

| | Page |
|---|------|
| Section III - Statistical (Continued) | |
| Revenue Capacity:..... | 109 |
| Principal Property Tax Payers..... | 110 |
| Property Tax Levies and Collections..... | 111 |
| Historical Summaries of Taxable Values of Property..... | 112 |
| Taxable Value and Fair Market Value of Taxable Property..... | 114 |
| Direct and Overlapping Property Tax Rates..... | 116 |
| Debt Capacity:..... | 119 |
| Ratios of Outstanding Debt..... | 120 |
| Debt Service Schedule of Outstanding General Obligation Bonds (Fiscal Year)..... | 122 |
| CUSIP Numbers Associated with Outstanding General Obligation Bonded Indebtedness..... | 124 |
| Direct and Overlapping General Obligation Debt..... | 126 |
| Legal Debt Margin Information..... | 127 |
| Demographic and Economic Information:..... | 129 |
| Demographic and Economic Statistics..... | 130 |
| Principal Employers..... | 131 |
| Operating Information:..... | 133 |
| Teacher Compensation Data..... | 134 |
| Students per Instructional Staff..... | 135 |
| Fall Enrollment, Average Daily Membership, and Average Daily Attendance..... | 136 |
| History of High School Graduates..... | 137 |
| Full-Time Equivalents by Functional Category..... | 138 |
| Expenses by Function - Statement of Activities..... | 140 |
| Expenses by Function per Pupil - Statement of Activities..... | 142 |
| Expenditures by Function - General Fund..... | 144 |
| Expenditures by Function per Pupil - General Fund..... | 146 |
| Nutrition Services - Facts and Figures..... | 148 |
| Capital Asset Information..... | 150 |

Section I

Introductory

Section I

Introductory

Letter of Transmittal

November 29, 2022

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

In accordance with state law (*Utah Code*, 53G-4-404), the Business Administration division has prepared this Annual Comprehensive Financial Report (ACFR) of the Granite School District (the District) for the fiscal year ended June 30, 2022. 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, 2022 and has issued an unmodified ("clean") opinion that the financial statements are presented fairly, in all

material respects, 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 ACFR.

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 includes several urban and suburban communities comprising approximately the northern half of Salt Lake County. The imposing Wasatch Mountains form the eastern border with the Oquirrh Mountain Range, which includes portions of the world-famous Kennecott Open-Pit Copper Mine property, forming the western border.

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. The District's primary mission is to provide a comprehensive array of learning opportunities for students who reside within the boundaries of the District via general, vocational, and special education programs.

Reporting Entity. 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.

BUDGETARY CONTROL

The Budget Cycle. 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.

Balanced Budget. 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.

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.

ECONOMIC OUTLOOK

The economic condition of the District is impacted heavily by national and state economic conditions.

National Economy. The U.S. economy— as measured by GDP—has fully recovered from the pandemic-induced recession of 2020. However, amid optimistic growth expectations, it is important to note that economic dynamics will continue to be shaped by the pandemic's course. Although the virus will remain present, its impact on society—in terms of the economy, healthcare systems and people—is expected to be more subdued in 2022 compared to 2020 and 2021. Also of concern during 2022 is the impact of price increases. Thanks to robust economic growth, labor shortages, and disrupted supply chains, inflation reached multi-decade highs in the U.S. in 2022. In an effort to control inflationary pressure, the Federal Reserve is expected to continue raising the federal funds rate. It is anticipated that robust economic growth will more than offset those increases. Nonetheless, as the Federal Reserve

balances its dual mandate with on-going uncertainty, the potential for a policy error could impact growth in 2022 and beyond.

State Economy. According to the 2022 Economic Report to the Governor produced by the Gardner Policy Institute at the University of Utah, the state bounced back in 2021 from the pandemic recession shock. The state added a record-breaking 72,500 jobs over the year, recovering the 20,900 jobs lost in 2020 and gaining an additional 51,600 new jobs. The state's recovery has been widespread despite pockets of challenge including the leisure, hospitality, and mining industries. Net in-migration reached a 16-year high in 2021, with nearly 35,000 new residents moving in from out of state. Population growth, combined with job and wage growth and low interest rates, fueled the ongoing real estate and construction boom. The consensus forecast predicts another year of substantial economic expansion in Utah in 2022. The most pressing internal risks will be growth-driven challenges like a limited labor supply, increasing costs, and housing affordability. Declining fertility, air quality, and water challenges will also add pressure. COVID-19 and inflation pose additional downside risks.

Utah's fundamental advantages—a youthful demographic profile; a highly diversified economy that includes many industries such as technology, construction, tourism, aerospace and defense, energy, mining, agriculture, and others; a stable fiscal and regulatory environment; crossroads of the west location; global connections; and social cohesion—will continue to influence the state's economic position in 2022 and beyond. As long as major risks to the national expansion are not realized, Utah's economy is expected to once again be among the best in the nation.

Local Economy. Sound fiscal health is imperative to ensuring the effective operation of the District. Financial condition is affected by a combination of local 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.

Despite the inflationary headwinds facing the state and the nation, Salt Lake County's strong economic base should propel it through the remainder of 2022 and help it weather the economic challenges ahead. The majority of Utah's gross state product is produced in Salt Lake and Utah counties.

Key economic indicators for Salt Lake County:

Unemployment and Wages. The county continues to boast a low unemployment rate, even as the Federal Reserve raises rates amid fears of inflation. At 2.1%, it is on par with that of the state. Both the county and the state continue to outperform the national unemployment rate of 3.5%. Wages in the county continued to grow in the second quarter of 2022. The county's moving average wages of \$5,689 is 15.0% higher than those for the rest of the state, supported by higher wages in the information, financial, and professional and business services sectors, which together account for 29.0% of the county's employment.

Employment. The county grew employment by 3.8% over the past year, largely in line with the statewide rate of 3.7%. Nonfarm jobs in the county as of June 2022 grew to 777,732 which is an increase of 28,620.

Construction and Sales. Dwelling unit permits in the county rose 16%, accounting for 46.0% of total permit values to date. At over \$745 million, high density permits account for 69% of residential permit values. As of June 2022, single-family permits were slightly lower than at the same time last year, amid higher mortgage rates and inflation concerns. The county's taxable sales are up 12.0% over the past year, part of which is attributable to inflation, rather than an increase in spending activity.

State Funding Efforts. 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.

The District receives 44.9% of combined governmental fund revenues from state sources. As a result, the state funding effort is one of the most significant factors within the District budget. State aid is based primarily on weighted pupil units (WPU – basic allocation per student). During 2022, the value of the weighted pupil unit (WPU) was \$3,809 – an increase of \$213 or 5.9% over the prior year value of \$3,596. Prospectively, the value of the WPU for 2023 is \$4,038 – an increase of \$229 or 6.0% over the 2022 value.

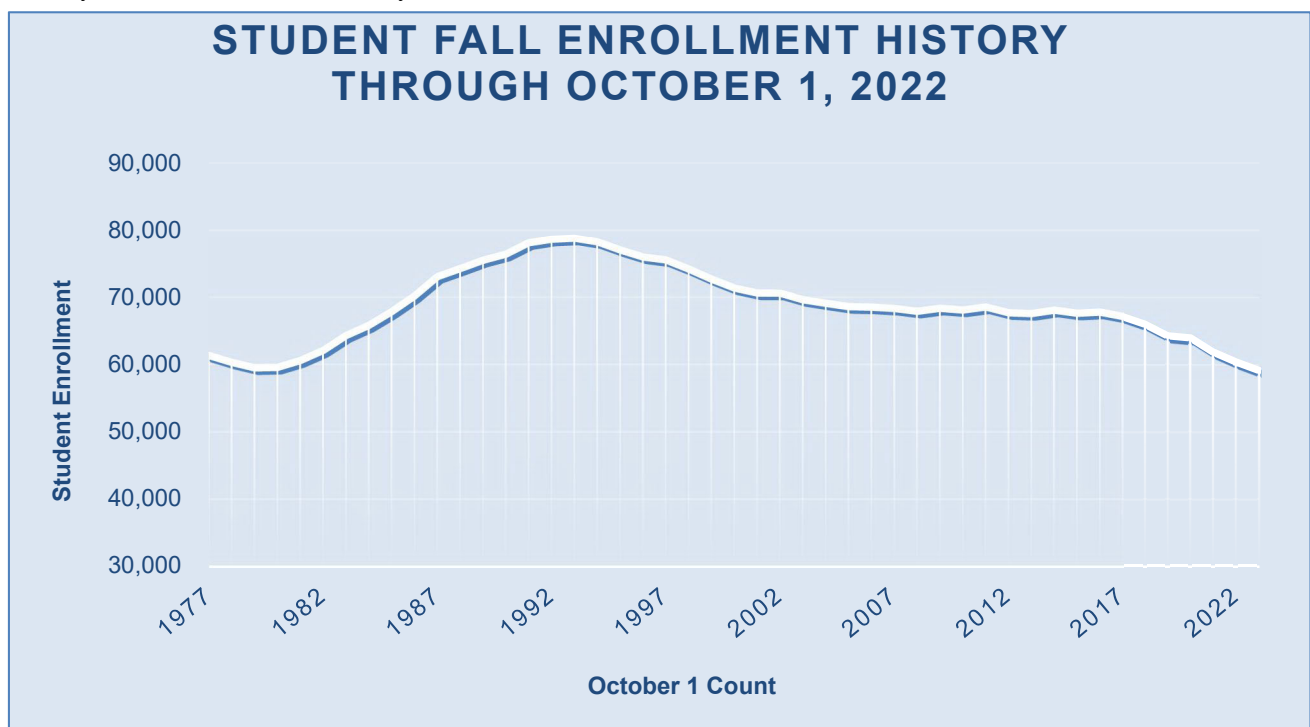
Student Enrollment. In 1904, the District's student enrollment was 4,258. Through the years, it increased to a high of 78,819 for the 1992-93 school year, declined steadily to 68,075 for the 2007-08 school year, and remained steady at that level for

several years. Enrollment has shown moderate decreases over the past five years. On October 1, 2021, student enrollment was 60,371, a decrease of 1,480 students from the prior year. On October 1, 2022, student enrollment was 59,121, a decrease of 1,250 students. The decreases over the last two years have been impacted by the continuation of the COVID-19 pandemic. Charter schools also have an impact on the District's student enrollment as more parents choose to educate their children in charter schools. Charter schools are independent of the District and are primarily funded by the State.

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 districtwide. Within this framework, the Board continues to establish 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; addressing the learning loss experienced due to school closures and quarantines due to the COVID-19 pandemic; 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 in English and world languages. These initiatives are intended to increase achievement for every student and increase college and career readiness.

CAPITAL IMPROVEMENTS AND BONDING

Nearly half of the District's schools 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. (See gsdfuture.org for detailed information on the projects.) To pay for the capital projects associated with the long-term plan, the District is using proceeds from the issuance of general obligation bonds authorized by voters in November 2017 along with money generated from the existing property tax levy.

The outstanding obligation to bondholders for bonds issued and the associated premiums at June 30, 2022 was \$275.8 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 March 2021. 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, 2022 was \$40.6 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 so funds can 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 \$10.9 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 Annual

Comprehensive Financial Report for the fiscal year ended June 30, 2021. 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 Annual Comprehensive 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 31st consecutive year that the District has received this prestigious award. We believe our current Annual Comprehensive 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 Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021. 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 31st 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 the business departments. Special appreciation is expressed to Chris Lewis,

Charlotte Bacon, and Sandra Brunson of the Accounting Services Department as well as Brian Ipson of the Budget 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. Richard Nye, Superintendent of Schools



Todd Hauber, Business Administrator/Treasurer

THE GRANITE SCHOOL DISTRICT
List of Elected and Appointed Officials
June 30, 2022

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 |
| Clarke Nelson, Member Precinct II | January 2021 | January 2021 | December 2024 |
| Terry H. Bawden, Member District V | January 2007 | January 2019 | December 2022 |
| Kris Nguenyn, Member District VII | August 2020 | August 2020 | December 2022 |
| Nicole McDermott, Member District IV | January 2019 | January 2019 | December 2024 |
| Julie Jackson, Member District I | January 2021 | January 2021 | December 2024 |

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. Richard K. Nye Superintendent | July 2021 | July 2021 | June 2023 |
| Todd Hauber* Business Administrator/Treasurer | October 2022 | October 2022 | October 2024 |

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

* David F. Garrett served as the Business Administrator/Treasurer during all of fiscal year 2022 and retired in October 2022.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Granite School District
Utah**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

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 Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'William A. Sutter'.

William A. Sutter
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



ADMINISTRATION 2022-2023

BOARD of EDUCATION

Superintendent of Schools
Dr. Rich K. Nye

Superintendent's Office

Communications Office
Ben Horsley, Chief of Staff

Human Resources
Dr. Patrick Flanagan

Granite School District Police
Randy Porter, Chief

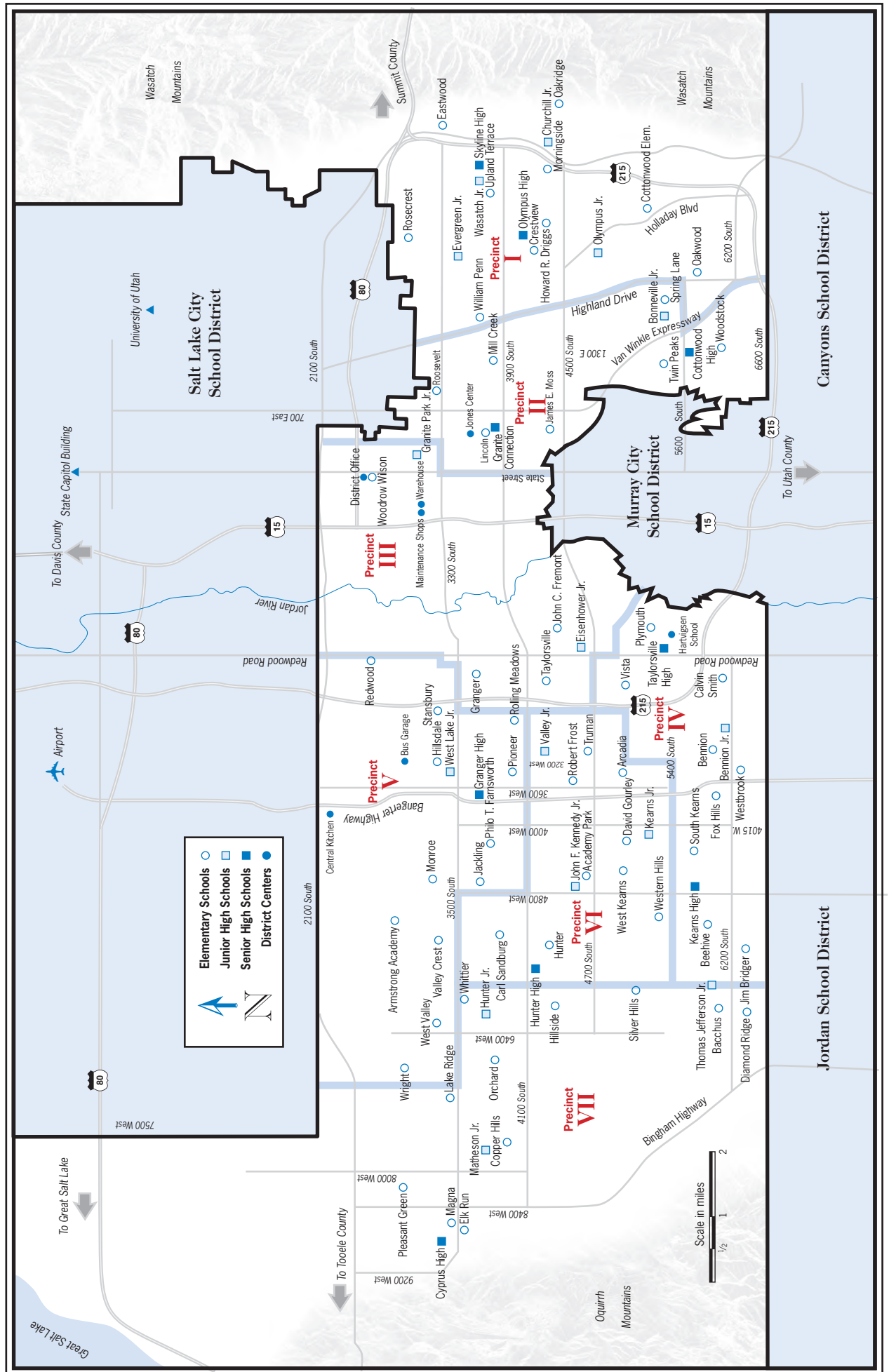
Policy & Legal Services
Doug Larson



Granite School District Schools

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

GRANITE SCHOOL DISTRICT





Section II

Financial

Section II

Financial



Independent Auditor's Report

Board of Education
Granite School District

Report on the Basic Financial Statements

Opinions

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, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Granite School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Granite School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Granite School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Granite School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

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

supplementary information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary 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 individual fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the introductory and statistical sections included in the annual report. The introductory and statistical sections do not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the introductory and statistical sections, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the introductory and statistical sections and consider whether a material inconsistency exists between the introductory and statistical sections and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the introductory and statistical sections exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Squire & Company, PC

Orem, Utah
November 29, 2022



MD&A

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, 2022. 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 \$553.1 million (*net position*). This represents a \$170.0 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 \$553.1 million net position is a portion called *unrestricted net position*, which has a balance of \$39.1 million. This is a significant increase of \$88.5 million as compared to the deficit balance of (\$49.4) million in the prior year. This large increase is directly related to a decrease in the long-term liability associated with the District's proportionate share of unfunded obligations of defined benefit pension plans administered by the Utah Retirement Systems (URS). The balance of this long-term liability changes drastically from year to year as actuarial assumptions change. Such was the case for the year ended June 30, 2022 as the beginning liability of \$117.9 million changed to an ending asset of \$73.6 million. 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 required contributions to URS are expected to be reduced in future fiscal years.
- At the close of the current fiscal year, the District's governmental funds reported combined fund

balances of \$330.9 million, a decrease of \$3.2 million in comparison with the prior year. Approximately 2.6% of this amount (\$8.5 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 \$138.1 million, or approximately 22.9% of total general fund expenditures.
- At the close of the current fiscal year, the District's total outstanding long-term liabilities were \$335.4 million, consisting of general obligation bonds and associated unamortized premiums payable of \$275.8 million (82.2%), other employee benefit obligations of \$59.2 million (17.6%), and leases payable of \$0.4 million (0.1%).
- With regard to the \$59.2 million of other employee benefit obligations, \$40.5 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 \$10.9 million 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 describes the District's lease agreements and reports the total principal and interest amounts of future lease payments.
- Note 7 explains property and equipment of the District including accumulated depreciation and net carrying amounts.
- Note 8 explains the District's interfund balances and activity for the year.
- Note 9 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 10 provides the same type of information as Note 9, but for the District retirement plan.
- Note 11 describes the District's long-term disability benefit plan.
- Note 12 explains the District's early retirement incentive program.
- Note 13 provides information on the District's self-insured plans and the associated liabilities associated with each.
- Note 14 provides a summary of the District's long-term liabilities and activity for the year.
- Note 15 describes significant commitments of the District.

The notes to the basic financial statements can be found on pages 38 to 65.

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 66 to 73 of this report with notes to the required supplementary information following on pages 74 to 75.

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 78 to 92 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 94 to 150 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 \$553.1 million at June 30, 2022.

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 | | |
| | 2022 | 2021 | Change 2021-22 |
| Current and other assets | \$ 748.3 | \$ 719.3 | \$ 29.0 |
| Net pension asset | 73.8 | - | 73.8 |
| Capital assets | 617.3 | 559.5 | 57.8 |
| Total assets | 1,439.4 | 1,278.8 | 160.6 |
| Deferred outflows of resources | 102.9 | 68.3 | 34.6 |
| Other liabilities | 98.0 | 86.2 | 11.8 |
| Long-term liabilities | 335.4 | 480.6 | (145.2) |
| Total liabilities | 433.4 | 566.8 | (133.4) |
| Deferred inflows of resources | 555.8 | 397.3 | 158.5 |
| Net position: | | | |
| Net investment in capital assets | 386.4 | 382.3 | 4.1 |
| Restricted | 127.6 | 50.2 | 77.4 |
| Unrestricted | 39.1 | (49.4) | 88.5 |
| Total net position | \$ 553.1 | \$ 383.1 | \$ 170.0 |

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 \$386.4 million (69.9% 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 (\$127.6 million, or 23.1%) is classified as *restricted* and represents resources that are subject to external restrictions on how they may be used. This is an increase of \$77.4 million, or 154.3%, from the prior year that is mostly due to an increase of \$61.4 million in the portion of net position classified as restricted for capital projects. The District is currently accumulating

resources to finance the completion of its two large outstanding construction projects at Cyprus High and Skyline High. Additionally, net position classified as *restricted for school lunch* increased by \$16.2 million due to significant increases in federal funding for Child Nutrition Programs during the pandemic coupled with staffing shortages in various food service positions in the District.

The District's *unrestricted net position* has a balance of \$39.1 million as of June 30, 2022, an increase of \$88.5 million. This represents the portion of net position other than net position *invested in capital assets or restricted*. This large increase in unrestricted net position is the direct result of the change in the long-term liability associated with the District's proportionate share of unfunded obligations of defined pension plans administered by the URS. As explained earlier, the balance of this long-term liability changes drastically from year to year as actuarial assumptions and calculations change. The liability was reduced from \$117.9 million to an asset of \$73.6 for the year ended June 30, 2022.

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

- Property taxes receivable, part of *current and other assets*, increased \$25.1 million and an offsetting deferred inflow related to property taxes levied for future years, part of *deferred inflows of resources*, increased \$26.0 million. Both increases are directly attributable to an increase in the amount of property taxes assessed on January 1, 2022 for the upcoming 2022-23 fiscal year compared to those assessed on January 1, 2021 for the then upcoming 2021-22 fiscal year. This increase is mostly the result of increased property taxes levied for the basic school program (set by the state legislature) and an increase in the capital local levy in accordance with the District's long-term financing plan for capital projects.
- The beginning net pension liability of \$117.9 million for the URS administered state retirement plan changed to a net pension asset of \$73.6 million. This drastic change was driven by actual earnings on pension plan investments being significantly higher than projected earnings.
- Capital assets, reported net of accumulated depreciation, increased by \$57.8 million. This change is primarily attributable to a \$91.3 million

construction in progress increase as projects to replace two high schools continued, offset by a \$37.1 million decrease for asset depreciation.

- Deferred outflows related to pensions increased \$35.0 million mostly as a result of a \$35.0 million increase in the District's share of the deferred outflows of resources related to state retirement pension plans administered by URS. This increase was driven by differences between expected and actual experience with economic and demographic factors such as mortality, payroll increases, and retirement.
- Long-term liabilities were \$335.4 million (which was 77.4% of all liabilities), representing a net decrease of \$145.2 million. The primary components of this net decrease are a \$23.7 million decrease in bonds (and the associated premiums) payable and a \$123.2 million net decrease in retirement obligations. The \$23.7 million decrease in bond liabilities was the result of \$18.4 in principal payments made on the bonds and \$5.3 million in bond premium amortization. The \$123.2 million decrease in District retirement obligations was primarily the result of a \$117.9 million decrease in the net pension liability for the URS administered state retirement plan driven by actual earnings on pension plan investments being significantly higher than projections.
- Deferred inflows related to state retirement pension plans increased by \$131.4 million. As discussed above, this large increase is primarily attributable to changes in the net difference between projected and actual earnings on pension plan investments.

Governmental Activities

The \$170.0 million increase in net position can also be analyzed from an operational standpoint. The following list highlights some key changes in revenues and expenses during the year compared to the prior year:

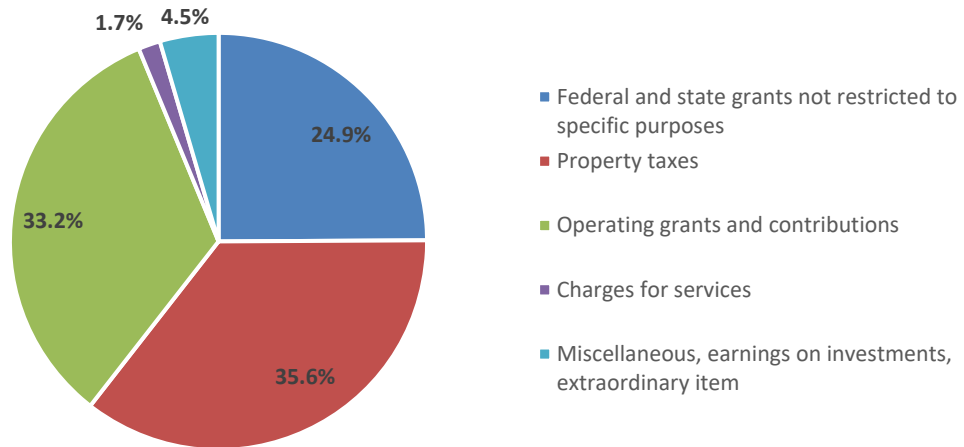
- Operating grants and contributions restricted to specific programs increased by \$39.2 million over the previous year. This increase was primarily attributable to increases in federal funding to enhance instructional services offered to students to help offset the impact the COVID-19 pandemic had on student learning.

- Property tax revenue increased by \$16.3 million from the prior year. This increase was primarily the result of an increase in property taxes levied for the basic school program (set by the state legislature) and an increase in the capital local levy in accordance with the District's long-term financing plan for capital projects for the tax year ended December 31, 2021.

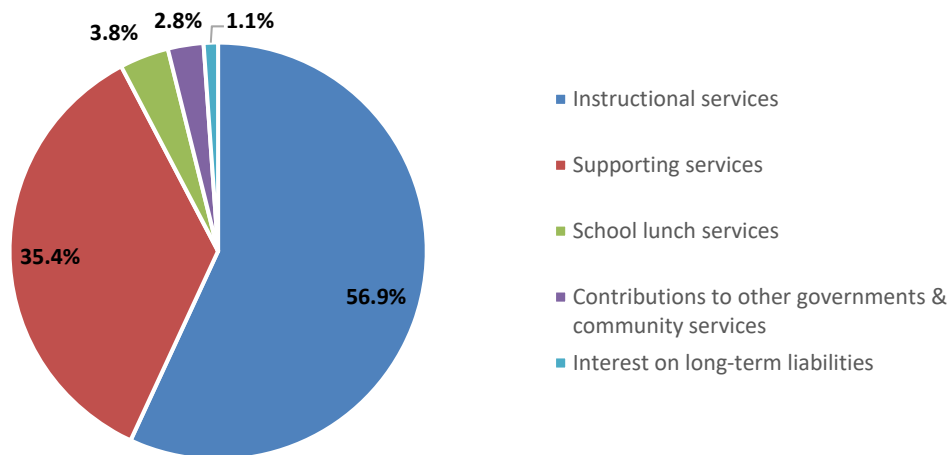
| GRANITE SCHOOL DISTRICT | | | | |
|--|-------------------------|----------|----------|--|
| Changes in Net Position | | | | |
| (in millions of dollars) | | | | |
| | Governmental Activities | | | |
| | 2022 | 2021 | Change | |
| | | | 2021-22 | |
| Revenues: | | | | |
| Program revenues: | | | | |
| Charges for services | \$ 13.4 | \$ 10.8 | \$ 2.6 | |
| Operating grants and contributions | 262.1 | 222.9 | 39.2 | |
| General revenues: | | | | |
| Property taxes | 281.3 | 265.0 | 16.3 | |
| Federal and state grants not restricted to specific purposes | 196.6 | 199.8 | (3.2) | |
| Earnings on investments | 1.7 | 2.8 | (1.1) | |
| Miscellaneous | 3.6 | 5.4 | (1.8) | |
| Extraordinary item | 30.7 | 8.0 | 22.7 | |
| Total revenues | 789.4 | 714.7 | 74.7 | |
| Expenses: | | | | |
| Instructional services | 352.3 | 379.1 | (26.8) | |
| Supporting services: | | | | |
| Students | 43.7 | 47.8 | (4.1) | |
| Instructional staff | 36.2 | 37.1 | (0.9) | |
| District administration | 5.2 | 6.9 | (1.7) | |
| School administration | 37.0 | 41.7 | (4.7) | |
| Central | 18.4 | 17.8 | 0.6 | |
| Operation and maintenance of facilities | 64.9 | 73.1 | (8.2) | |
| Transportation | 14.0 | 14.9 | (0.9) | |
| School lunch services | 23.6 | 26.9 | (3.3) | |
| Community services | 2.8 | 2.4 | 0.4 | |
| Intergovernmental | 14.4 | 14.9 | (0.5) | |
| Interest on long-term liabilities | 6.9 | 8.5 | (1.6) | |
| Total expenses | 619.4 | 671.1 | (51.7) | |
| Change in net position | 170.0 | 43.6 | 126.4 | |
| Net position - beginning | 383.1 | 339.5 | 43.6 | |
| Net position - ending | \$ 553.1 | \$ 383.1 | \$ 170.0 | |

- Insurance recoveries (classified as an extraordinary item) from losses experienced in the March 2020 earthquake that damaged 20 District buildings increased by \$22.7 million.

Revenues by Source - Governmental Activities Year Ended June 30, 2022



Expenses by Function - Governmental Activities Year Ended June 30, 2022



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.

During the year, the District's combined governmental fund balances decreased by \$3.2 million to \$330.9 million as of June 30, 2022 (\$14.1 million in *nonspendable*, \$163.0 million in *restricted*, \$95.7 million in *committed*, \$49.6 million in *assigned*, and \$8.5 million in *unassigned* fund balances). The primary sources of increase and decrease to governmental fund balances during the year include the following:

- Property tax revenue increased by \$16.2 million, the result of an increase in property taxes levied for the basic school program (set by the state legislature) and an increase in the capital local levy in accordance with the District's long-term financing plan for capital projects for the tax year ended December 31, 2021.
- State revenues held steady as a 5.9% increase in the state funding mechanism called the weighted pupil unit (WPU) from \$3,596 to \$3,809 per student was offset by higher collections from the basic school levy, resulting in a reduced state share of the Minimum School Program cost.
- Federal revenues increased by \$36.9 million, a 46.7% increase mostly attributable to federal grant funds received to respond to COVID-19 and learning loss suffered by students because of the pandemic.
- In the *General Fund*, an \$8.9 million increase in property tax revenues, a \$22.0 million increase in federal revenue, a \$6.0 million transfer in from the *Employee Benefits Self-Insurance Fund* (an internal service fund) to pay for employee bonuses, a \$1.5 million transfer in from the *Debt Service Fund* to pay for technology projects, offset by a \$12.9 million increase in expenditures account for the majority of the net increase of \$0.5 million in fund balances. The \$12.9 million increase in expenditures is attributable to increased spending for instructional services (\$8.5 million) and support services (\$4.2 million) and is primarily increased salary and benefit costs.
- In the *Capital Projects Fund*, property tax revenues increased by \$43.3 million to \$64.2 million, a 207.5% increase. This increase is part of the District's long term financing plan to replace and remodel aging school buildings by shifting property tax rates from the debt service levy to the capital local levy. Expenditures for facility acquisition and construction also increased 53.3% to \$104.0 million as the projects to replace two high school buildings continued. These are the primary contributing factors that resulted in a 9.5% decrease of \$15.1 million in fund balances. The expenditures for the two high school projects were paid with proceeds from bonds issued under the voter authorization received in November 2017. When bond proceeds are fully spent in future

fiscal years, the District will begin financing the two high school projects along with future projects using the increased property tax revenues mentioned above.

- In the *Debt Service Fund*, property tax revenues decreased by \$35.6 million to \$31.7 million, a 52.9% decrease. As mentioned above, this is the result of a shift in property tax rates from the debt service levy to the capital local levy. Additionally, the District made principal payments on outstanding bonds of \$18.4 million and transferred \$1.5 million from the *Debt Service Fund* to the *General Fund* to pay for technology purchases as allowed in State statute. Overall, fund balance in the *Debt Service Fund* held steady at \$0.1 million.

Proprietary Funds

The District's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. Total net position in the proprietary funds decreased by \$6.4 million during the year ended June 30, 2022 to \$3.5 million. The overall decrease in net position is mostly due to a \$6.0 million transfer from the *Employee Benefits Self-Insurance Fund* to the *General Fund* to pay for employee bonuses. Total operating expenses increased by \$1.7 million during the year ended June 30, 2022, primarily the result of a 4.6% increase in medical and prescription claims, a trend consistent with healthcare cost trends experienced throughout the state and nationally following the COVID-19 pandemic.

General Fund Budgetary Highlights

The Board revised the 2022 budget during the year. Budget amendments reflected changes in programs and related funding. The District did not overspend its legal spending authority for the year ended June 30, 2022.

Final budgeted revenues were \$36.0 million or 5.6% lower than originally estimated. The primary contributors to this were lower final budgets for property taxes (\$4.3 million), state revenue (\$22.8 million) and federal revenue (\$8.2 million) with an offsetting decrease in the final budget for state revenues (\$14.6 million). The original budget for property taxes was erroneously inflated due to an

anomalous calculation error in the preparation of the original budget. The original budget for state revenues was higher due to an assumption that the District's total regular K-12 weighted pupil units (WPU) would remain steady as compared to the previous fiscal year, but they decreased. For many federal programs (including much of the COVID relief funding), federal revenue was budgeted at the entire amount of the federal award in the original budget. These amounts were reduced to the estimated expenditures of the award in the final budget, thereby reducing the amount of budgeted federal revenue.

The difference between the original budget and the final amended budget for total expenditures was a decrease of \$28.8 million or 4.5% of total original estimated expenditures. The biggest factors in this change are the decreases in the final budgets for salaries and employee benefits of \$16.2 million and supplies and materials of \$13.5 million. This decrease is proportionate to the decrease in budgeted state revenues and reflects the natural budget adjustments to school staffing and supply allocations that occur when District average daily membership and enrollment numbers decrease.

Actual expenditures were \$6.1 million less than the final amended budget. This difference is mostly due to \$2.3 million less in actual expenditures for purchased services and \$4.5 million less in actual expenditures for supplies and materials. These decreases are indicative of the challenges faced by the District and its schools in procuring goods and services following the COVID-19 pandemic and the associated supply chain shortages.

Capital Assets and Debt Administration

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2022 amounts to \$617.3 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 \$57.8 million, reflecting the District's current emphasis on building remodeling and replacement. Additional

information on the District's capital assets can be found in Note 6 to the basic financial statements.

| GRANITE SCHOOL DISTRICT | | | |
|-----------------------------------|-----------------|-----------------|----------------|
| Capital Assets | | | |
| (net of accumulated depreciation, | | | |
| in millions of dollars) | | | |
| | 2022 | 2021 | Change |
| Land | \$ 51.8 | \$ 51.8 | \$ - |
| Construction in progress | 134.0 | 129.8 | 4.2 |
| Buildings and improvements | 400.1 | 346.8 | 53.3 |
| Land improvements | 10.1 | 11.2 | (1.1) |
| Vehicles | 10.3 | 10.3 | - |
| Furniture and equipment | 10.6 | 9.6 | 1.0 |
| Lease asset | 0.4 | - | 0.4 |
| Total capital assets, net | \$ 617.3 | \$ 559.5 | \$ 57.8 |

The *Capital Projects Fund* accounts for the costs incurred for acquiring and improving sites, constructing and remodeling facilities, and procuring vehicles and equipment necessary for providing educational programs for all students within the District. At June 30, 2022, the District had various 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 \$75.6 million for a rebuild of Skyline High School, \$45.7 million for a rebuild of Cyprus High School, and \$11.3 million for a rebuild of West Lake Junior High School. Major projects completed during the year included a \$29.7 rebuild of South Kearns Elementary, a \$30.2 million rebuild of Walker Elementary, a \$16.4 million addition to Hunter High School, and \$5.2 million worth of security system upgrades at six different elementary schools.

Debt Administration

The District had \$275.8 million in outstanding general obligation bonds, net of unamortized bond premiums, at June 30, 2022. 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 \$2,037.6 million at December 31, 2021. 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. \$50.0 million of this authorization was issued on November 27, 2018, an additional \$100.0 million was issued on December 12, 2019, and the final \$88.0 million was issued on October 22, 2020.

In the year ended June 30, 2022, the District began implementing its plan to shift property tax rate from the debt service levy to the capital local levy with the intent to continue financing construction projects in the long-term using a pay as you go model with capital funds. These accumulated funds will be used after all proceeds from the bonds mentioned above have been fully spent.

The long-term capital plan is to rebuild and renovate a number of aging District schools. Projects already completed include rebuilds of South Kearns Elementary, Walker Elementary and renovations or additions at Driggs Elementary, Rosecrest Elementary, and Hunter High. After finishing the outstanding projects at Cyprus High and Skyline High, additional projects will begin. More information on the planned construction projects is available at gsdfuture.org.

Earthquake

On March 18, 2020, a magnitude 5.7 earthquake and subsequent aftershocks in the Magna area damaged over 20 District buildings, with Cyprus High and West Lake STEM Junior High suffering the most extensive damage. The latter was deemed unsafe to enter. Losses from this earthquake, including immediate costs associated with capital needs to temporarily accommodate relocated West Lake STEM students, are insured by the Utah State Risk Management Fund, subject to a \$0.1 million deductible.

It took several months to complete the work necessary to assess whether the Westlake STEM Junior High building could be repaired or was in need of full replacement. The District determined the building was a total loss requiring full replacement. At its May 4,

2021 meeting, the District Board of Education accepted a settlement with insurers who agreed to pay \$37.4 million for the damage caused by the earthquake. These funds will go toward the total estimated replacement cost of approximately \$61.0 million. The District is currently working with the Federal Emergency Management Agency (FEMA) to obtain federal funding to cover the remaining \$23.6 million in costs.

To date, the District has received \$40.6 million through insurance recovery, including capital costs specifically related to temporarily relocating the affected students to another site and for the rebuild of the West Lake STEM Junior High building.

COVID-19 and Inflation

The COVID-19 pandemic has caused significant disruptions and challenges to our students and their families, our staff and those who support them, our communities, and to the operations and funding of the District itself.

During the year ended June 30, 2022, the District incurred significant costs to ensure the safety and well-being of students and staff in schools, including cleaning supplies, building modifications, and personal protective equipment. Additionally, due to the student learning disruption during the pandemic, many students have fallen behind academically and need individualized help to bridge the gap. The District has been awarded federal funding to address resulting student needs. In the year that ended June 30, 2022, the District received \$36.8 million in federal funding to help offset these additional costs.

As of June 30, 2022, the District has access to \$101.4 million in remaining balances from these federal awards (\$10.1 million from the Coronavirus Response and Relief Supplemental Appropriations Act that must

be spent by September 30, 2023 and \$91.3 million from the American Rescue Plan Act that must be spent by September 30, 2024) that will continue to be used to help students recover. The District plans to use these funds to understand and assess student academic and social emotional needs, address accelerated student learning, provide for the safe return of students to in-person instruction and continuity of services, and take steps to permit students and teachers to overcome barriers that impede access to or participation in the full suite of educational opportunities provided by the District.

Additionally, the economic situation both nationally and here in Utah in the aftermath of the pandemic has created significant challenges for the District. Beginning in late 2021 and continuing throughout 2022, inflationary pressures have increased costs for goods and services. CPI increases reached their peak in June 2022 with a 9.1% year-over-year increase and the latest CPI data in October 2022 reporting a 7.7% increase year-over-year increase. These price increases impact the District, its budgets, and District employees and communities. If inflationary pressures are sustained long-term, larger adjustments to District spending and budgets will become necessary. It is critical that funding for public education continue to increase to keep pace.

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.

GRANITE SCHOOL DISTRICT**Statement of Net Position**

June 30, 2022

| | Governmental Activities |
|---|------------------------------------|
| Assets: | |
| Cash and investments | \$ 400,380,762 |
| Receivables: | |
| Property taxes | 295,787,360 |
| Local | 1,809,454 |
| State | 1,635,500 |
| Federal | 34,440,728 |
| Leases | 183,853 |
| Prepaid items | 5,211,095 |
| Inventories | 8,893,030 |
| Net pension asset | 73,809,788 |
| Capital assets: | |
| Land, construction in progress, and water stock | 185,867,829 |
| Other capital assets, net of accumulated depreciation | 431,390,230 |
| Total assets | 1,439,409,629 |
| Deferred outflows of resources: | |
| Related to state retirement pension plans | 97,738,896 |
| Related to district retirement pension plan | 1,047,533 |
| Related to long-term disability OPEB plan | 529,884 |
| Bond refunding costs, net of accumulated amortization | 3,590,532 |
| Total deferred outflows of resources | 102,906,845 |
| Liabilities: | |
| Accounts and contracts payable | 20,659,217 |
| Accrued interest | 1,096,471 |
| Accrued salaries and related benefits | 54,695,234 |
| Unearned revenue: | |
| Local | 2,924,469 |
| State | 17,781,705 |
| Federal | 842,062 |
| Long-term liabilities: | |
| Portion due or payable within one year | 50,169,323 |
| Portion due or payable after one year | 285,239,632 |
| Total liabilities | 433,408,113 |
| Deferred inflows of resources: | |
| Related to state retirement pension plans | 259,044,066 |
| Related to district retirement pension plan | 945,164 |
| Related to long-term disability OPEB plan | 679,546 |
| Related to leases | 184,606 |
| Property taxes levied for future year | 294,981,407 |
| Total deferred inflows of resources | 555,834,789 |
| Net position: | |
| Net investment in capital assets | 386,337,692 |
| Restricted for: | |
| Capital projects | 102,821,370 |
| Debt service | 134,407 |
| Schools and scholarships | 905,656 |
| School lunch | 23,908,909 |
| Unrestricted | 38,965,538 |
| Total net position | \$ 553,073,572 |

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

GRANITE SCHOOL DISTRICT

Statement of Activities

Year Ended June 30, 2022

| 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 | \$ 352,329,595 | \$ 10,181,752 | \$ 136,674,213 | \$ (205,473,630) |
| Supporting services: | | | | |
| Students | 43,729,987 | - | 30,398,482 | (13,331,505) |
| Instructional staff | 36,249,670 | - | 23,008,506 | (13,241,164) |
| District administration | 5,178,246 | - | 235,850 | (4,942,396) |
| School administration | 36,965,962 | - | 4,035,660 | (32,930,302) |
| Central | 18,350,223 | - | 12,526,271 | (5,823,952) |
| Operation and maintenance of facilities | 64,912,714 | 1,766,855 | 1,729,569 | (61,416,290) |
| Transportation | 13,973,444 | 1,050,407 | 12,080,776 | (842,261) |
| School lunch services | 23,565,643 | 433,648 | 37,750,177 | 14,618,182 |
| Community services | 2,808,504 | - | 3,616,371 | 807,867 |
| Contributions to other governments | 14,446,664 | - | - | (14,446,664) |
| Interest on long-term liabilities | 6,911,503 | - | - | (6,911,503) |
| Total school district | \$ 619,422,155 | \$ 13,432,662 | \$ 262,055,875 | (343,933,618) |
| General revenues: | | | | |
| Property taxes levied for: | | | | |
| Basic state supported program (set by state legislature) | | | | 63,358,525 |
| Voted local | | | | 37,305,621 |
| Board local | | | | 70,415,313 |
| Capital outlay | | | | 64,121,420 |
| Debt service | | | | 31,698,334 |
| Redevelopment agencies | | | | 10,344,803 |
| Charter schools | | | | 4,101,861 |
| Total property taxes | | | | 281,345,877 |
| Federal and state grants not restricted to specific programs | | | | 196,622,718 |
| Earnings on investments | | | | 1,722,898 |
| Miscellaneous | | | | 3,506,615 |
| Total general revenues | | | | 483,198,108 |
| Extraordinary item: | | | | |
| Insurance recoveries - earthquake | | | | 30,722,101 |
| Change in net position | | | | 169,986,591 |
| Net position - beginning | | | | 383,086,981 |
| Net position - ending | | | | \$ 553,073,572 |

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

GRANITE SCHOOL DISTRICT
Balance Sheet – Governmental Funds
June 30, 2022

| | Major Funds | | | Other | Total |
|--|-----------------------|-----------------------|----------------------|-----------------------|-----------------------|
| | General | Capital Projects | Debt Service | Governmental Funds | Governmental Funds |
| Assets: | | | | | |
| Cash and investments | \$ 175,164,252 | \$ 160,525,498 | \$ 379,346 | \$ 40,760,003 | \$ 376,829,099 |
| Receivables: | | | | | |
| Property taxes | 178,830,089 | 68,980,587 | 30,707,739 | 17,268,945 | 295,787,360 |
| Local | 1,574,879 | 120,365 | - | 114,182 | 1,809,426 |
| State | 1,169,605 | - | - | 465,895 | 1,635,500 |
| Federal | 34,133,219 | - | - | 307,509 | 34,440,728 |
| Leases | 183,853 | - | - | - | 183,853 |
| Inventories | 4,190,597 | - | - | 4,672,665 | 8,863,262 |
| Prepaid items | 3,231,664 | 1,845,209 | - | 127,542 | 5,204,415 |
| Total assets | \$ 398,478,158 | \$ 231,471,659 | \$ 31,087,085 | \$ 63,716,741 | \$ 724,753,643 |
| Liabilities: | | | | | |
| Accounts and contracts payable | \$ 1,424,360 | \$ 17,782,681 | \$ - | \$ 496,984 | \$ 19,704,025 |
| Accrued salaries and related benefits | 50,365,721 | 8,068 | - | 3,991,325 | 54,365,114 |
| Unearned revenue: | | | | | |
| Local | 2,120,683 | 298,857 | - | 504,929 | 2,924,469 |
| State | 17,715,170 | 66,535 | - | - | 17,781,705 |
| Federal | 842,062 | - | - | - | 842,062 |
| Total liabilities | 72,467,996 | 18,156,141 | - | 4,993,238 | 95,617,375 |
| Deferred inflows of resources: | | | | | |
| Property taxes levied for future year | 178,425,252 | 68,824,428 | 30,638,222 | 17,093,505 | 294,981,407 |
| Unavailable property tax revenue | 1,831,268 | 706,380 | 314,456 | 175,440 | 3,027,544 |
| Related to leases | 184,606 | - | - | - | 184,606 |
| Total deferred inflows of resources | 180,441,126 | 69,530,808 | 30,952,678 | 17,268,945 | 298,193,557 |
| Fund balances: | | | | | |
| Nonspendable: | | | | | |
| Inventories | 4,190,597 | - | - | 4,672,665 | 8,863,262 |
| Prepaid items | 3,231,664 | 1,845,209 | - | 127,542 | 5,204,415 |
| Restricted for: | | | | | |
| Capital projects | - | 141,939,501 | - | - | 141,939,501 |
| Debt service | - | - | 134,407 | - | 134,407 |
| Schools and scholarships | - | - | - | 779,301 | 779,301 |
| School lunch | - | - | - | 20,196,606 | 20,196,606 |
| Committed to: | | | | | |
| Economic stabilization | 34,657,913 | - | - | - | 34,657,913 |
| Employee benefits | 40,486,327 | - | - | - | 40,486,327 |
| Contractual obligations | 4,909,872 | - | - | - | 4,909,872 |
| District activity programs | - | - | - | 13,725,881 | 13,725,881 |
| Foundation | - | - | - | 1,952,563 | 1,952,563 |
| Assigned to: | | | | | |
| Self insurance | 19,143,079 | - | - | - | 19,143,079 |
| Employee benefits | 10,880,404 | - | - | - | 10,880,404 |
| Planned projects | 14,659,841 | - | - | - | 14,659,841 |
| Textbooks | 4,868,934 | - | - | - | 4,868,934 |
| Unassigned | 8,540,405 | - | - | - | 8,540,405 |
| Total fund balances | 145,569,036 | 143,784,710 | 134,407 | 41,454,558 | 330,942,711 |
| Total liabilities, deferred inflows of resources, | | | | | |
| and fund balances | \$ 398,478,158 | \$ 231,471,659 | \$ 31,087,085 | \$ 63,716,741 | \$ 724,753,643 |

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, 2022

Total fund balances for governmental funds \$ 330,942,711

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 | \$ 51,816,536 | |
| Construction in progress | 134,020,072 | |
| Water stock | 31,221 | |
| Buildings and improvements, net of \$508,019,444 accumulated depreciation | 400,104,218 | |
| Land improvements, net of \$39,563,333 accumulated depreciation | 10,075,976 | |
| Vehicles, net of \$22,503,761 accumulated depreciation | 10,251,248 | |
| Furniture and equipment, net of \$34,253,953 accumulated depreciation | 10,400,801 | |
| Lease assets, net of \$467,660 accumulated depreciation | 400,558 | 617,100,630 |

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 3,027,544

Certain retirement benefit payments in excess of actuarially required amounts are recognized as expenditures in governmental funds.

Net pension asset 73,594,891

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:

3,503,023

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 | (231,345,000) | |
| Unamortized bond premiums | (44,498,302) | |
| Leases payable | (376,918) | |
| Accrued interest | (1,096,471) | |
| Deferred outflows of resources—bond refunding costs | 3,590,532 | |
| Deferred inflows and outflows—state retirement pension plans | (160,835,531) | |
| Total pension liability and related deferred inflows and outflows—district retirement pension plan | (15,687,567) | |
| Total OPEB liability and related deferred inflows and outflows—long-term disability OPEB plan | (1,767,207) | |
| Compensated absences payable | (4,645,610) | |
| Early retirement liability | (18,433,153) | (475,095,227) |

Total net position of governmental activities \$ 553,073,572

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, 2022

| | Major Funds | | | Other | Total |
|---|-----------------------|-----------------------------|-------------------------|-------------------------------|-------------------------------|
| | General | Capital Projects | Debt Service | Governmental Funds | Governmental Funds |
| Revenues: | | | | | |
| Property taxes | \$ 171,326,853 | \$ 64,214,145 | \$ 31,744,173 | \$ 14,446,664 | \$ 281,731,835 |
| Earnings on investments | 913,141 | 884,445 | 66,906 | (236,399) | 1,628,093 |
| Other local | 8,562,726 | 568,152 | - | 12,878,797 | 22,009,675 |
| State | 338,112,688 | 24,900 | - | 4,706,217 | 342,843,805 |
| Federal | 82,620,345 | 170,483 | - | 33,043,960 | 115,834,788 |
| Total revenues | 601,535,753 | 65,862,125 | 31,811,079 | 64,839,239 | 764,048,196 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instructional services | 366,280,283 | 852,954 | - | 12,036,363 | 379,169,600 |
| Supporting services: | | | | | |
| Students | 51,914,203 | 7,364 | - | 149,260 | 52,070,827 |
| Instructional staff | 43,526,980 | 32,640 | - | 568,299 | 44,127,919 |
| District administration | 5,756,319 | 25,701 | - | - | 5,782,020 |
| School administration | 41,910,931 | 147,380 | - | 1,780,030 | 43,838,341 |
| Central | 15,992,204 | 4,044,877 | - | - | 20,037,081 |
| Operation and maintenance of facilities | 66,228,657 | 1,298,589 | - | 311,962 | 67,839,208 |
| Transportation | 12,557,342 | 1,360,016 | - | 835,230 | 14,752,588 |
| School lunch services | - | - | - | 25,605,529 | 25,605,529 |
| Community services | - | - | - | 2,671,890 | 2,671,890 |
| Debt service: | | | | | |
| Principal | - | - | 18,350,000 | - | 18,350,000 |
| Interest | - | - | 11,917,681 | - | 11,917,681 |
| Bond issuance costs | - | 382,285 | - | - | 382,285 |
| Paying agent fees | - | - | 4,500 | - | 4,500 |
| Contributions to other governments | - | - | - | 14,446,664 | 14,446,664 |
| Facility acquisition and construction | 189,576 | 104,044,866 | - | - | 104,234,442 |
| Total expenditures | 604,356,495 | 112,196,672 | 30,272,181 | 58,405,227 | 805,230,575 |
| Excess (deficiency) of revenues over | | | | | |
| (under) expenditures | (2,820,742) | (46,334,547) | 1,538,898 | 6,434,012 | (41,182,379) |
| Other financing sources (uses): | | | | | |
| Proceeds from sale of capital assets | 380 | 336,946 | - | - | 337,326 |
| Proceeds from insurance settlements | 34,442 | - | - | 1,000 | 35,442 |
| Lease proceeds | - | 539,287 | - | 328,931 | 868,218 |
| Transfers in | 7,538,494 | 27,684 | - | 4,632,117 | 12,198,295 |
| Transfers (out) | (4,659,801) | (38,494) | (1,500,000) | - | (6,198,295) |
| Total other financing sources (uses) | 2,913,515 | 865,423 | (1,500,000) | 4,962,048 | 7,240,986 |
| Extraordinary item: | | | | | |
| Insurance recoveries - earthquake | 358,890 | 30,363,211 | - | - | 30,722,101 |
| Net change in fund balances | 451,663 | (15,105,913) | 38,898 | 11,396,060 | (3,219,292) |
| Fund balances - beginning | 145,117,373 | 158,890,623 | 95,509 | 30,058,498 | 334,162,003 |
| Fund balances - ending | \$ 145,569,036 | \$ 143,784,710 | \$ 134,407 | \$ 41,454,558 | \$ 330,942,711 |

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, 2022

Net change in fund balances for total governmental funds **\$ (3,219,292)**

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 | \$ 97,920,785 | |
| Loss on sale of capital assets | (2,743,849) | |
| Proceeds from sale of capital assets | (337,326) | |
| Depreciation expense | <u>(37,081,476)</u> | 57,758,134 |

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 | (385,958) |
|----------------------|-----------|

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:

| | | |
|---------------------------------------|------------------|------------|
| Lease principal payments | 491,300 | |
| Proceeds from leases | (868,218) | |
| Bond principal payments | 18,350,000 | |
| Amortization of bond premiums expense | 5,315,859 | |
| Interest expense | <u>(305,181)</u> | 22,983,760 |

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 | 94,964,081 | |
| District retirement pension plan expense | (61,521) | |
| Long-term disability OPEB plan expense | 62,877 | |
| Compensated absences expense | 560,332 | |
| Early retirement benefit expense | <u>3,731,306</u> | 99,257,075 |

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.

(6,407,128)

| | |
|--|-----------------------|
| Change in net position of governmental activities | \$ 169,986,591 |
|--|-----------------------|

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, 2022

| | Budgeted Amounts | | Actual | Variance with |
|---|-------------------------|----------------|----------------|----------------------|
| | Original | Final | Amounts | Final Budget |
| Revenues: | | | | |
| Property taxes | \$ 176,197,963 | \$ 171,902,852 | \$ 171,326,853 | \$ (575,999) |
| Earnings on investments | 1,400,000 | 614,948 | 913,141 | 298,193 |
| Other local | 9,762,081 | 9,820,428 | 8,562,726 | (1,257,702) |
| State | 363,303,404 | 340,525,262 | 338,112,688 | (2,412,574) |
| Federal | 88,503,718 | 80,341,790 | 82,620,345 | 2,278,555 |
| Total revenues | 639,167,166 | 603,205,280 | 601,535,753 | (1,669,527) |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 377,426,391 | 367,547,505 | 367,920,175 | (372,670) |
| Employee benefits | 178,465,347 | 172,141,083 | 171,763,605 | 377,478 |
| Purchased services | 17,115,904 | 17,607,645 | 15,273,655 | 2,333,990 |
| Supplies and materials | 64,890,883 | 51,392,156 | 46,893,646 | 4,498,510 |
| Equipment | 1,109,550 | 1,536,682 | 1,570,302 | (33,620) |
| Other | 230,081 | 209,761 | 935,112 | (725,351) |
| Total expenditures | 639,238,156 | 610,434,832 | 604,356,495 | 6,078,337 |
| (Deficiency) of revenues (under) expenditures | (70,990) | (7,229,552) | (2,820,742) | 4,408,810 |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | 250,000 | 23,991 | 380 | (23,611) |
| Proceeds from insurance settlements | - | - | 34,442 | 34,442 |
| Transfers in | 7,519,897 | 7,500,000 | 7,538,494 | 38,494 |
| Transfers (out) | (5,039,183) | (4,955,168) | (4,659,801) | 295,367 |
| Total other financing sources (uses) | 2,730,714 | 2,568,823 | 2,913,515 | 344,692 |
| Extraordinary item: | | | | |
| Insurance recoveries - earthquake | 1,000,000 | 600,000 | 358,890 | (241,110) |
| Net change in fund balances | 3,659,724 | (4,060,729) | 451,663 | 4,512,392 |
| Fund balances - beginning | 153,433,611 | 145,117,373 | 145,117,373 | - |
| Fund balances - ending | \$ 157,093,335 | \$ 141,056,644 | \$ 145,569,036 | \$ 4,512,392 |

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, 2022

| | Governmental Activities - Internal Service Funds |
|--|---|
| Assets: | |
| Current assets: | |
| Cash and investments | \$ 23,551,663 |
| Accounts receivable - local | 28 |
| Prepaid items | 6,680 |
| Inventories | 29,768 |
| Total current assets | 23,588,139 |
| Noncurrent assets: | |
| Net pension asset | 214,897 |
| Capital assets: | |
| Equipment | 702,578 |
| Accumulated depreciation | (545,149) |
| Total noncurrent assets | 157,429 |
| Total assets | 23,745,568 |
| Deferred outflows of resources: | |
| Related to state retirement pension plans | 284,566 |
| Related to district retirement pension plan | 1,862 |
| Related to long-term disability OPEB plan | 942 |
| Total deferred outflows of resources | 287,370 |
| Liabilities: | |
| Current liabilities: | |
| Accounts payable | 955,192 |
| Accrued salaries and related benefits | 330,120 |
| Health and accident claims payable | 15,389,502 |
| Dental claims payable | 392,346 |
| Workers compensation claims payable | 2,774,873 |
| Unemployment claims payable | 25,264 |
| Total current liabilities | 19,867,297 |
| Noncurrent liabilities: | |
| Workers compensation payable | 56,630 |
| Total pension liability-district retirement pension plan | 28,104 |
| Total OPEB liability-long-term disability plan | 2,879 |
| Early retirement plan liability | 32,810 |
| Total noncurrent liabilities | 120,423 |
| Total liabilities | 19,987,720 |
| Deferred inflows of resources: | |
| Related to state retirement pension plans | 754,205 |
| Related to district retirement pension plan | 1,679 |
| Related to long-term disability OPEB plan | 1,208 |
| Total deferred inflows of resources | 757,092 |
| Net position: | |
| Investment in capital assets | 157,429 |
| Unrestricted | 3,345,594 |
| Total net position | \$ 3,503,023 |

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, 2022

| | Governmental Activities - Internal Service Funds |
|---------------------------------|---|
| Operating revenues: | |
| Charges for services | \$ 76,711,288 |
| Operating expenses: | |
| Salaries | 513,651 |
| Employee benefits | 17,837 |
| Medical and prescription claims | 65,977,960 |
| Dental claims | 1,803,213 |
| Medical administrative fees | 3,776,757 |
| Affordable Care Act fees | 32,342 |
| Medical reinsurance premiums | 1,437,042 |
| Workers compensation claims | 870,108 |
| Unemployment claims | 38,588 |
| Purchased services | 2,591,491 |
| Supplies and materials | 100,271 |
| Depreciation | 53,961 |
| Total operating expenses | 77,213,221 |
| Operating income | (501,933) |
| Nonoperating revenues: | |
| Earnings on investments | 94,805 |
| Income before transfers | (407,128) |
| Transfers: | |
| Transfers (out) | (6,000,000) |
| Change in net position | (6,407,128) |
| Net position - beginning | 9,910,151 |
| Net position - ending | \$ 3,503,023 |

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, 2022

| | Governmental Activities - Internal Service Funds |
|--|---|
| Cash flows from operating activities: | |
| Receipts from interfund services provided | \$ 76,748,128 |
| Payments to employees | (512,923) |
| Payments to suppliers for goods and services | (1,904,116) |
| Payments for medical fees and insurance claims | (72,614,268) |
| Net cash provided by operating activities | 1,716,821 |
| Cash flows from noncapital financing activities: | |
| Transfers (out) to other funds | (6,000,000) |
| Net cash (used) by noncapital financing activities | (6,000,000) |
| Cash flows from capital and related financing activities: | |
| Purchase of capital assets | (26,896) |
| Cash flows from investing activities: | |
| Earnings on investments | 94,805 |
| Net change in cash and cash equivalents | (4,215,270) |
| Cash and cash equivalents - beginning | 27,766,933 |
| Cash and cash equivalents - ending* | \$ 23,551,663 |
| * 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 | \$ (501,933) |
| Adjustments to reconcile operating income to net cash provided by operating activities: | |
| Non cash item - depreciation | 53,961 |
| (Increase) decrease in operating assets: | |
| Accounts receivable - local | 36,840 |
| Prepaid items | (5,956) |
| Inventories | (3,822) |
| Net pension asset | (205,037) |
| (Increase) decrease in deferred outflows of resources: | |
| Related to state pension plans | (92,730) |
| Related to district pension plan | (18) |
| Related to district OPEB plan | 448 |
| Increase (decrease) in operating liabilities: | |
| Accounts payable | 797,424 |
| Accrued salaries and related benefits | 330,120 |
| Health and accident claims payable | 1,480,222 |
| Dental claims payable | 15,044 |
| Workers compensation payable | (160,748) |
| Unemployment claims payable | (12,776) |
| Net pension liability-state retirement pension plans | (360,255) |
| Total pension liability-district retirement pension plan | (5,880) |
| Total OPEB liability-long-term disability plan | (981) |
| Early retirement plan liability | (12,778) |
| Increase (decrease) in deferred inflows of resources: | |
| Related to state pension plans | 364,082 |
| Related to district pension plan | 1,679 |
| Related to district OPEB plan | (85) |
| Total adjustments | 2,218,754 |
| Net cash provided by operating activities | \$ 1,716,821 |

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

GRANITE SCHOOL DISTRICT

Table of Contents to the Notes to the Basic Financial Statements – June 30, 2022

| Contents | Page |
|--|------|
| NOTE 1 - Summary of Significant Accounting Policies..... | 38 |
| NOTE 2 - Deposits and Investments..... | 45 |
| NOTE 3 - Federal and State Governmental Assistance..... | 47 |
| NOTE 4 - Property Taxes..... | 47 |
| NOTE 5 - Risk Management..... | 48 |
| NOTE 6 - Leases Receivable..... | 49 |
| NOTE 7 - Capital Assets..... | 49 |
| NOTE 8 - Interfund Transfers..... | 51 |
| NOTE 9 - State Retirement Plan..... | 51 |
| NOTE 10 - District Retirement Plan..... | 56 |
| NOTE 11 - Long-Term Disability Benefit Plan (Postemployment Benefits Other than Pensions)..... | 58 |
| NOTE 12 - Early Retirement Incentive Program and Other Termination Benefits..... | 61 |
| NOTE 13 - Self-Insurance Liabilities (Medical, Dental, Unemployment, and Worker's Compensation)..... | 61 |
| NOTE 14 - Long-Term Liabilities..... | 63 |
| NOTE 15 - Significant Commitments..... | 65 |

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 the statement of activities) 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 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, 2022 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 curricular, co-curricular and extra-curricular activities in schools and includes all student fee revenues collected at the individual schools. 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 services provided, 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, as well as 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) Leases

For the year ended June 30, 2022, the financial statements include the adoption of GASB Statement No. 87, *Leases*. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a

lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. There was no impact to beginning net position in the government-wide financial statements or beginning fund balances as a result of adopting this standard.

Lessee. The District is a lessee for noncancellable leases of warehouse and modular facilities. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes all lease liabilities regardless of amount.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) the lease term, and (3) the lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. The lease payments included in the measurement of the lease liability are composed of fixed payments and a purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the statement of net position.

Lessor. The District is a lessor for noncancelable leases of cell tower sites. The District recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of the leases, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the District determines (a) the discount rate it uses to discount the expected lease receipts to present value, (b) the lease term, and (c) the lease receipts.

- The District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. The lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessees.

The District monitors changes in the circumstances that would require a remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

G) 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.

H) 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.

I) 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 the life of the asset 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 |

J) 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, 2022 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.

K) 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.

L) 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*.

M) 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.

N) 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 assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

O) 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

P) 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, 2022

NOTE 2 - DEPOSITS AND INVESTMENTS

A reconciliation of cash and investments at June 30, 2022, as shown on the financial statements, is summarized as follows:

| | |
|--|-----------------------|
| Carrying amount of deposits | \$ 5,093,607 |
| Carrying amount of investments | <u>395,287,155</u> |
| Total cash and investments | <u>\$ 400,380,762</u> |
| Governmental funds cash and investments | \$ 376,829,099 |
| Internal service funds cash and investments | <u>23,551,663</u> |
| Statement of net position cash and investments | <u>\$ 400,380,762</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, 2022, 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 | \$ 4,807,514 | \$ 14,589,389 | \$ 299,480 |
| Granite Education Foundation | 286,093 | 297,796 | 290,590 |
| Total deposits | <u>\$ 5,093,607</u> | <u>\$ 14,887,185</u> | <u>\$ 590,070</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, 2022, \$14,297,115 of the District's and the Foundation's bank balances were uninsured and uncollateralized. The difference of \$590,070 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, 2022

B) Investments:

At June 30, 2022, 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) | \$ 392,680,868 | \$ 392,680,868 | \$ - | \$ - | \$ - |
| Granite Education Foundation: | | | | | |
| Mutual funds investing in: | | | | | |
| Money market deposits | 11,429 | 11,429 | - | - | - |
| Bonds | 587,221 | - | - | 587,221 | - |
| U.S. common stocks | 1,571,712 | 1,571,712 | - | - | - |
| Int'l common stocks | 435,925 | 435,925 | - | - | - |
| Total Foundation | 2,606,287 | 2,019,066 | - | 587,221 | - |
| Total investments | \$ 395,287,155 | \$ 394,699,934 | \$ - | \$ 587,221 | \$ - |

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, commercial paper, money market mutual funds, and U.S. treasury bills. The portfolio has a weighted average maturity of 90 days or less. 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.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

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 and Foundation have the following recurring fair value measurements as of June 30, 2022:

- Public Treasurers' Investment Fund of \$392,680,868 is valued at the District's position in the PTIF multiplied by the published fair value factor (Level 2 inputs).
- Mutual funds of \$2,606,287 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, 2022

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, 2022, taxes levied by the District for the redevelopment agencies totaled \$10,344,803 and for charter schools totaled \$4,101,861. 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, 2022, 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 2022 | \$ 1,114,180 | \$ 429,776 | \$ 191,321 | \$ - | \$ 1,735,277 |
| Delinquent | 1,831,268 | 706,380 | 314,456 | 175,440 | 3,027,544 |
| Levied for future year | 178,425,252 | 68,824,428 | 30,638,222 | 17,093,505 | 294,981,407 |
| Prepayments of future year | (2,540,611) | (979,997) | (436,260) | - | (3,956,868) |
| | <u>\$ 178,830,089</u> | <u>\$ 68,980,587</u> | <u>\$ 30,707,739</u> | <u>\$ 17,268,945</u> | <u>\$ 295,787,360</u> |
| Property taxes - deferred inflows of resources: | | | | | |
| Levied for current and prior years: | | | | | |
| Unavailable (delinquent) | \$ 1,831,268 | \$ 706,380 | \$ 314,456 | \$ 175,440 | \$ 3,027,544 |
| Levied for future year | 178,425,252 | 68,824,428 | 30,638,222 | 17,093,505 | 294,981,407 |
| | <u>\$ 180,256,520</u> | <u>\$ 69,530,808</u> | <u>\$ 30,952,678</u> | <u>\$ 17,268,945</u> | <u>\$ 298,008,951</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, 2022, there were no significant reductions in coverage.

On March 18, 2020, a magnitude 5.7 earthquake and subsequent aftershocks in the Magna area damaged over 20 district buildings, with Cyprus High and West Lake STEM Junior High suffering the most extensive damage. The losses from this earthquake, including immediate costs associated with capital needs to temporarily accommodate relocated West Lake STEM students, are insured as explained above, subject to a \$100,000 deductible. The District recorded an extraordinary item of \$30,722,101 in the year ended June 30, 2022 for insurance recoveries received from the Fund. The District expects to receive additional insurance settlements related to the earthquake during the year ending June 30, 2023.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

NOTE 6 – LEASES RECEIVABLE

The District has leased sites to third parties for cell tower operations under lease terms ranging from 29 to 71 months. An initial lease receivable was recorded in the amount of \$248,051. As of June 30, 2022, the value of the lease receivable is \$183,853. The lessees are required to make annual fixed payments from \$19,644 to \$24,000. The leases have interest rates from 0.1850% to 0.7030%. The Infrastructure estimated useful life was zero months as of the contract commencements. The value of the deferred inflow of resources as of June 30, 2022 was \$184,606, and the District recognized lease revenue of \$63,445 during the fiscal year. The lessees have from one to four extension options, each for 60 months.

The future payments on the leases are listed as follows:

| Year Ending June 30 | Principal | Interest | Total Payments |
|------------------------|-----------|----------|-------------------|
| 2023 | \$ 64,857 | \$ 847 | \$ 65,704 |
| 2024 | 46,751 | 589 | 47,340 |
| 2025 | 47,656 | 384 | 48,040 |
| 2026 | 24,589 | 172 | 24,761 |

NOTE 7 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|--|----------------------|----------------|-----------------|-------------------|
| Governmental activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 51,816,536 | \$ 967 | \$ (967) | \$ 51,816,536 |
| Construction in progress | 129,833,687 | 91,297,455 | (87,111,070) | 134,020,072 |
| Water stock | 33,221 | 300 | (2,300) | 31,221 |
| Total capital assets, not being depreciated | 181,683,444 | 91,298,722 | (87,114,337) | 185,867,829 |
| Capital assets, being depreciated: | | | | |
| Buildings and improvements | 832,526,715 | 86,307,289 | (10,710,342) | 908,123,662 |
| Land improvements | 48,835,528 | 803,781 | - | 49,639,309 |
| Vehicles | 31,759,010 | 1,987,123 | (991,124) | 32,755,009 |
| Furniture and equipment | 47,154,448 | 3,793,618 | (5,590,734) | 45,357,332 |
| Lease assets - buildings | - | 868,218 | - | 868,218 |
| Total capital assets, being depreciated | 960,275,701 | 93,760,029 | (17,292,200) | 1,036,743,530 |
| Accumulated depreciation for: | | | | |
| Buildings and improvements | (485,770,172) | (30,157,024) | 7,907,752 | (508,019,444) |
| Land improvements | (37,631,699) | (1,931,634) | - | (39,563,333) |
| Vehicles | (21,515,242) | (1,978,807) | 990,288 | (22,503,761) |
| Furniture and equipment | (37,515,042) | (2,600,312) | 5,316,252 | (34,799,102) |
| Lease assets - buildings | - | (467,660) | - | (467,660) |
| Total accumulated depreciation | (582,432,155) | (37,135,437) | 14,214,292 | (605,353,300) |
| Total capital assets, being depreciated, net | 377,843,546 | 56,624,592 | (3,077,908) | 431,390,230 |
| Governmental activity capital assets, net | \$ 559,526,990 | \$ 147,923,314 | \$ (90,192,245) | \$ 617,258,059 |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

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

| | |
|--|----------------------|
| Governmental activities: | |
| Instructional services | \$ 27,184,154 |
| Supporting services: | |
| Students | 540,218 |
| Instructional staff | 16,751 |
| School administration | 1,022,621 |
| Business | 278,756 |
| Operation and maintenance of facilities | 4,483,145 |
| Transportation | 1,192,979 |
| School lunch services | 2,245,767 |
| Community services | 117,085 |
| Capital assets held by the District's internal service funds are charged to the various functions based on their usage of the assets | 53,961 |
| Total depreciation expense, governmental activities | <u>\$ 37,135,437</u> |

At June 30, 2022, the District was obligated under several ongoing construction commitments with remaining obligated amounts totaling \$197,055,015 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 | Total Obligation* | Cost to Date | Remaining Obligation |
|---|-----------------------|-----------------------|-------------------------|
| Skyline High: School Rebuild | \$ 187,032,596 | \$ 75,575,302 | \$ 111,457,294 |
| Cyprus High: School Rebuild | 81,607,117 | 45,717,562 | 35,889,555 |
| West Lake Junior: School Rebuild | 60,238,836 | 11,250,168 | 48,988,667 |
| Various School Security Upgrades | 506,943 | 110,756 | 396,187 |
| Various School Mechanical System Upgrades | 1,560,927 | 1,267,445 | 293,482 |
| Other | 128,668 | 98,838 | 29,830 |
| Total | <u>\$ 331,075,087</u> | <u>\$ 134,020,072</u> | <u>\$ 197,055,015</u> |

*The total obligation represents the total of all project purchase orders as of June 30, 2022 and does not necessarily reflect the total cost of the project.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

NOTE 8 – INTERFUND TRANSFERS

Transfers between funds during the year ended June 30, 2022 are as follows:

| Fund | Transfers In | Transfers Out |
|--------------------------|----------------------|----------------------|
| General Fund | \$ 7,538,494 | \$ 4,659,801 |
| Capital Projects Fund | 27,684 | 38,494 |
| Debt Service Fund | - | 1,500,000 |
| Other Governmental Funds | 4,632,117 | - |
| Internal Service Funds | - | 6,000,000 |
| Total | <u>\$ 12,198,295</u> | <u>\$ 12,198,295</u> |

During the year ended June 30, 2022, the District made the following transfers:

- The *General Fund* transferred \$3,767,119 to the *District Activity Programs Fund* (other governmental fund) for amounts allocated to the schools by the District.
- The *General Fund* transferred \$27,684 to the *Capital Projects Fund* for amounts allocated to schools for equipment purchases.
- The *General Fund* transferred \$564,998 to the *Granite Education Foundation Fund* (other governmental fund) to fund a portion of the salaries of the Foundation.
- The *General Fund* transferred \$300,000 to the *School Lunch Fund* (other governmental fund) to forgive all accumulated negative balances on student lunch accounts as of June 30, 2022.
- The *Capital Projects Fund* transferred \$38,494 to the *General Fund* for amounts allocated to schools for musical instrument purchases.
- The *Debt Service Fund* transferred \$1,500,000 to the *General Fund* to fund purchases of technology projects (per allowance in *Utah Code 11-14-310*).
- The *Employee Benefits Self-Insurance Fund* (internal service fund) transferred \$6,000,000 to the *General Fund* to pay employee bonuses.

NOTE 9 – 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

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

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 by writing Utah Retirement Systems, 560 E. 200 S., Salt Lake City, Utah 84102 or visiting the website: www.urs.org/general/publications.

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

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

Defined contribution plans are available as supplemental plans to the basic retirement benefits of the defined benefit pension plans and as a primary retirement plan for some Tier 2 participants. Participants in the defined contribution plans are fully vested in employer and employee contributions at the time the contributions are made, except Tier 2 required contributions and associated earnings which 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.

As of June 30, 2022, 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% | 6.00% | - | 23.70% |
| Tier 2 Contributory System | 9.46% | 9.94% | - | 0.62% | 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.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

For the year ended June 30, 2022, District and employee contributions to the plans were as follows:

| | District Contributions | Employee Contributions |
|-------------------------------------|---------------------------|---------------------------|
| Tier 1 Noncontributory System | \$ 46,692,949 | \$ - |
| Tier 1 Contributory System | 191,780 | 10,835 |
| Tier 2 Contributory System | 21,405,880 | - |
| Tier 2 Defined Contribution Plan | 2,267,776 | - |
| 401(k) Plan | 3,855,989 | 7,488,386 |
| 457 Plan and other individual plans | - | 1,998,304 |

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

Pension Assets, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2022, the District reported a net pension asset of \$73,809,788 and no net pension liability for its proportionate share of the net pension liability (asset) for the following plans:

| | Net Pension Asset | Net Pension Liability |
|-------------------------------|----------------------|--------------------------|
| Tier 1 Noncontributory System | \$ 59,035,666 | \$ - |
| Tier 1 Contributory System | 12,375,124 | - |
| Tier 2 Contributory System | 2,398,998 | - |
| Total | <u>\$ 73,809,788</u> | <u>\$ -</u> |

The net pension liability (asset) was measured as of December 31, 2021, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of January 1, 2021, 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, 2021 and the change in its proportion since the prior measurement date for each plan:

| | Proportionate Share | |
|-------------------------------|---------------------|-------------|
| | 2021 | Change |
| Tier 1 Noncontributory System | 8.6404915% | -0.1425782% |
| Tier 1 Contributory System | 13.7424919% | 0.1771264% |
| Tier 2 Contributory System | 5.6682137% | 0.1627796% |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

For the year ended June 30, 2022, the District recognized pension expense for the plans as follows:

| | Pension Expense |
|----------------------------------|------------------------|
| Defined benefit pension plans: | |
| Tier 1 Noncontributory System | \$ (26,333,264) |
| Tier 1 Contributory System | (3,527,735) |
| Tier 2 Contributory System | 8,336,520 |
| Total | <u>\$ (21,524,479)</u> |
| Defined contribution plans: | |
| Tier 2 Defined Contribution Plan | 2,267,776 |
| 401(k) Plan | 3,855,989 |
| | <u>\$ 6,123,765</u> |

At June 30, 2022, the District reported deferred outflows of resources related to defined benefit pension plans from the following sources:

| | Deferred Outflows of Resources Related to Pensions | | | |
|---|--|----------------------------------|----------------------------------|----------------------|
| | Tier 1 Noncontributory System | Tier 1 Contributory System | Tier 2 Contributory System | Total |
| Differences between expected and actual experience | \$ 35,412,018 | \$ - | \$ 1,165,482 | \$ 36,577,500 |
| Changes of assumptions | 23,019,817 | - | 2,236,887 | 25,256,704 |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 97,865 | - | 1,379,518 | 1,477,383 |
| District contributions subsequent to measurement date | 22,576,083 | 85,485 | 11,765,741 | 34,427,309 |
| Total | <u>\$ 81,105,783</u> | <u>\$ 85,485</u> | <u>\$ 16,547,628</u> | <u>\$ 97,738,896</u> |

At June 30, 2022, the District reported deferred inflows of resources related to defined benefit pension plans from the following sources:

| | Deferred Inflows of Resources Related to Pensions | | | |
|---|---|----------------------------------|----------------------------------|----------------------|
| | Tier 1 Noncontributory System | Tier 1 Contributory System | Tier 2 Contributory System | Total |
| Differences between expected and actual experience | \$ - | \$ - | \$ 309,093 | \$ 309,093 |
| Changes of assumptions | - | - | 22,679 | 22,679 |
| Net difference between projected and actual earnings on pension plan investments | 238,096,886 | 11,768,489 | 5,927,618 | 255,792,993 |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 2,919,301 | - | - | 2,919,301 |
| District contributions subsequent to measurement date | - | - | - | - |
| Total | <u>\$241,016,187</u> | <u>\$ 11,768,489</u> | <u>\$ 6,259,390</u> | <u>\$259,044,066</u> |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

The \$34,427,309 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date of December 31, 2021 will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2022. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans will be recognized in pension expense as follows:

| Year Ending June 30, | Tier 1 Noncontributory System | Tier 1 Contributory System | Tier 2 Contributory System | Total |
|-------------------------|-------------------------------------|----------------------------------|----------------------------------|--------------|
| 2023 | (28,950,638) | (2,990,093) | (1,107,525) | (33,048,256) |
| 2024 | (59,218,016) | (4,109,932) | (1,421,605) | (64,749,553) |
| 2025 | (54,736,190) | (2,823,956) | (1,029,541) | (58,589,687) |
| 2026 | (39,581,644) | (1,844,508) | (590,128) | (42,016,280) |
| 2027 | - | - | 470,942 | 470,942 |
| Thereafter | - | - | 2,200,352 | 2,200,352 |

Actuarial Assumptions. The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.50% |
| Salary increases | 3.25% - 9.25% average, including inflation |
| Investment rate of return | 6.85%, 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 using 80% of the ultimate rates from the MP-2019 improvement assumption using as base year of 2020.

The actuarial assumptions used in the January 1, 2021 valuation were based on the results of an actuarial experience study for the five-year period ended December 31, 2019. The discount rate assumption decreased from 6.95% to 6.85% 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 | 37% | 2.43% |
| Debt securities | 20% | -0.06% |
| Real assets | 15% | 0.87% |
| Private equity | 12% | 1.18% |
| Absolute return | 16% | 0.47% |
| Cash and cash equivalents | 0% | 0.00% |
| Total | 100% | |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

Discount Rate. The discount rate used to measure the total pension liability (asset) was 6.85%. 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).

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 6.85%, 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 one percentage point lower (5.85%) or one percentage point higher (7.85%) than the current rate:

| | 1% Decrease (5.85%) | Discount Rate (6.85%) | 1% Increase (7.85%) |
|---|---------------------------|-----------------------------|---------------------------|
| District's proportionate share of the net pension liability (asset): | | | |
| Tier 1 Noncontributory System | 212,017,448 | (59,035,666) | (285,638,006) |
| Tier 1 Contributory System | (4,362,795) | (12,375,124) | (19,254,281) |
| Tier 2 Contributory System | 14,293,765 | (2,398,998) | (15,215,575) |
| Total | 221,948,418 | (73,809,788) | (320,107,862) |

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, 2022, the District reported payables of \$9,293,612 for contributions to defined benefit pension plans and \$1,334,015 for contributions to defined contribution plans.

NOTE 10 – 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, 2022, 4,559 active employees were covered by the benefit terms.

Total Pension Liability. At June 30, 2022, the District recorded a total pension liability of \$15,817,857 (see Note 14 for long-term liabilities), determined by an actuarial valuation as of June 30, 2022. The District has established resources for the obligation by committing fund balance in the *General Fund*.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

Actuarial Methods and Assumptions. The total pension liability in the June 30, 2022 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 | 3.25% - 9.75% |
| Discount rate | 3.54% |

The discount rate was based on a yield or index rate of 20 tax-exempt general obligation municipal bonds with an average rating of AA/Aa2 or higher (the Bond Buyer General Obligation 20-Bond Municipal Index). Mortality rates were based on the 2010 Public General Employee with 100% of MP Ultimate scale. This assumption includes a margin for future improvements in longevity. Salary growth percentages used vary based on years of service, with a 9.75% growth rate used for employees with 0 years of service and a 3.25% growth rate used for employees with 25 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, 2022 valuation were based on the results of an actuarial valuation for the current fiscal period ended June 30, 2022.

Changes in the Total Pension Liability.

| | |
|---|----------------------|
| Balance at June 30, 2021 | \$ 16,556,739 |
| Changes for the year: | |
| Service cost | 1,090,777 |
| Interest on total liability | 365,543 |
| Effect of liability gains or losses | 381,312 |
| Effect of assumption changes or inputs | (1,120,194) |
| Employer contributions (benefit payments) | (1,456,320) |
| Net changes | (738,882) |
| Balance at June 30, 2022 | <u>\$ 15,817,857</u> |

No plan changes of benefit terms occurred in 2022. Changes in assumptions and other inputs in 2022 include an increase in the discount rate from 2.16% to 3.54%, and a change in retirement rates from 16% at age 45-100% at age 70 to 20% at age 50-100% at age 75.

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 3.54%, as well as what the District's total pension liability would be if it were calculated using a discount rate that is one percentage point lower (2.54%) or one percentage point higher (4.54%) than the current discount rate:

| | 1% Decrease (2.54%) | Discount Rate (3.54%) | 1% Decrease (2.54%) |
|--------------------------|---------------------------|-----------------------------|---------------------------|
| Total pension liability: | | | |
| District retirement plan | \$ 16,898,945 | \$ 15,817,857 | \$ 14,736,769 |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

Pension Expense and Deferred Outflows and Inflows of Resources Related to the District's Retirement Plan. For the year ended June 30, 2022, the District recognized pension expense of \$1,513,622 related to the District's retirement plan. At June 30, 2022, the District reported deferred outflows of resources of \$1,047,533 and deferred inflows of resources of \$945,164 related to the District's retirement plan.

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 840,381.00 | \$ - |
| Changes of assumptions | 207,152 | 945,164 |
| Total | <u>\$ 1,047,533</u> | <u>\$ 945,164</u> |

The 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 |
|-------------------------|--|
| 2023 | \$ 57,302 |
| 2024 | 57,302 |
| 2025 | 25,839 |
| 2026 | (18,685) |
| 2027 | (18,685) |
| Thereafter | (704) |

NOTE 11 - 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, 2022, the following employees were covered by the benefit terms:

| | Pre-1/1/2005 LTD Program | Post-1/1/2005 LTD Program |
|--------------------------------------|-----------------------------|------------------------------|
| Inactive employees or beneficiaries | | |
| currently receiving benefit payments | 4 | 11 |
| Active employees | - | 4,559 |
| Total | <u>4</u> | <u>4,570</u> |

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

Total OPEB Liability. At June 30, 2022, the District recorded a total OPEB liability of \$1,620,690 (see Note 14 for long-term liabilities), determined by an actuarial valuation as of June 30, 2022.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

Actuarial Methods and Assumptions. The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following 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 | 2.30% |
| Discount rate | 3.54% |
| Healthcare cost trend rates | 5.6% for 2022, 5.3% for 2023, 5.1% for 2024, 5.0% for 2025, decreasing to 3.7% through 2074 |

The discount rate was based on a yield or index rate of 20 tax-exempt general obligation municipal bonds with an average rating of AA/Aa2 or higher (the Bond Buyer General Obligation 20-Bond Municipal Index).

Mortality rates were based on the 2010 Public General Employee with 100% of MP Ultimate scale. This assumption includes a margin for future improvements in longevity. 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. The medical cost trend rates were derived from the 'Getzen Model' published by the Society of Actuaries for developing long term medical cost trends. Individual severance benefits and any termination liability for COBRA are not included in this valuation.

The assumptions used in the June 30, 2022 valuation were based on the results of an actuarial valuation for the current fiscal period ended June 30, 2022.

Changes in the Total OPEB Liability.

| | Pre-1/1/2005 LTD Program | Post-1/1/2005 LTD Program |
|--|-----------------------------|------------------------------|
| Balance at June 30, 2021 | \$ 334,736 | \$ 1,545,790 |
| Changes for the year: | | |
| Service cost | - | 257,677 |
| Interest on total liability | 6,462 | 35,802 |
| Effect of economic/demographic gains or losses | (34,801) | 2,952 |
| Effect of assumption changes or inputs | (5,673) | (157,246) |
| Employer contributions (benefit payments) | (71,530) | (293,479) |
| Net changes | (105,542) | (154,294) |
| Balance at June 30, 2022 | \$ 229,194 | \$ 1,391,496 |

No plan changes of benefit terms occurred in 2022. Changes in assumptions and other inputs in 2022 include an increase in the discount rate from 2.16% to 3.54%, a change in projected salary growth rates from 4.25%-14.50% to 3.25%-9.75%, and a change in retirement rates from 16% at age 45-100% at age 70 to 20% at age 50-100% at age 75.

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB. For the year ended June 30, 2022, the District recognized OPEB expense of \$301,514. At June 30, 2022, the District reported deferred outflows of resources of \$529,884 and deferred inflows of resources of \$679,546 related to OPEB.

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 452,836.00 | \$ 535,439 |
| Changes of assumptions | 77,048 | 144,107 |
| Total | <u>\$ 529,884</u> | <u>\$ 679,546</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 |
|-------------------------|--|
| 2023 | \$ 57,440 |
| 2024 | 20,974 |
| 2025 | 20,974 |
| 2026 | 21,300 |
| 2027 | 29,134 |
| Thereafter | (299,484) |

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 3.54%, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.54%) or one percentage point higher (4.54%) than the current discount rate:

| | 1% Decrease (2.54%) | Discount Rate (3.54%) | 1% Increase (4.54%) |
|---------------------------|---------------------------|-----------------------------|---------------------------|
| Pre-1/1/2005 LTD Program | \$ 234,301 | \$ 229,194 | \$ 224,297 |
| Post-1/1/2005 LTD Program | 1,435,064 | 1,391,496 | 1,347,874 |
| Total OPEB Liability | <u>\$ 1,669,365</u> | <u>\$ 1,620,690</u> | <u>\$ 1,572,171</u> |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

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 5.2% decreasing to 3.9%, as well as what the District's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower (4.2% decreasing to 2.9%) or one percentage point higher (6.2% decreasing to 4.9%) than the current healthcare cost trend rate:

| | 1% Decrease (4.6% decreasing to 2.7%) | Healthcare Cost Trend Rates (5.6% decreasing to 3.7%) | 1% Increase (6.6% decreasing to 4.7%) |
|---------------------------|---|--|---|
| Pre-1/1/2005 LTD Program | \$ 225,407 | \$ 229,194 | \$ 233,060 |
| Post-1/1/2005 LTD Program | 1,236,070 | 1,391,496 | 1,560,544 |
| Total OPEB Liability | \$ 1,461,477 | \$ 1,620,690 | \$ 1,793,604 |

NOTE 12 – 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 program benefits as outlined for up to five consecutive years or until the employee qualifies for full Social Security/Medicare benefits, whichever comes first. Program benefits include an annual stipend, medical insurance, and life insurance. The District's payments under this plan for the years ended June 30, 2022 and 2021 were \$7,931,701 and \$7,498,723, respectively. The participants entering the program subsequent to 1991 pay a nominal fee. At June 30, 2022, 469 former employees were included in the program. The District's estimated cost of claim payments for the year ended June 30, 2022 cannot be reasonably estimated because the insurance carrier has not disclosed the information. The District's liabilities for future early retirement benefits related to stipends and medical/life insurance are \$6,450,321 and \$12,015,642, respectively, for a total liability of \$18,465,963. Resources in the *General Fund* have been committed to meet this obligation. See Note 14 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 13 – 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 \$15,389,502 was recorded at June 30, 2022 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 \$6,567,648 and \$5,079,299 for

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

the years ended June 30, 2022 and 2021, respectively, including administrative costs. Changes in the balances of claims liabilities during the years ended June 30, 2022 and 2021 are as follows:

| | 2022 | 2021 |
|-----------------------------------|----------------------|----------------------|
| Unpaid claims - beginning of year | \$ 13,909,280 | \$ 14,306,253 |
| Incurred claims (including IBNRs) | 67,458,182 | 62,701,415 |
| Medical claims payments | (65,977,960) | (63,098,388) |
| Unpaid claims - end of year | <u>\$ 15,389,502</u> | <u>\$ 13,909,280</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 \$392,346 was recorded at June 30, 2022 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 \$127,717 and \$121,754 for the years ended June 30, 2022 and 2021, respectively, including administrative costs. The change in the balance of claims liabilities during the years ended June 30, 2022 and 2021 are as follows:

| | 2022 | 2021 |
|-----------------------------------|-------------------|-------------------|
| Unpaid claims - beginning of year | \$ 377,302 | \$ 371,603 |
| Incurred claims (including IBNRs) | 1,818,257 | 1,927,739 |
| Dental claims payments | (1,803,213) | (1,922,040) |
| Unpaid claims - end of year | <u>\$ 392,346</u> | <u>\$ 377,302</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 \$25,264 was recorded at June 30, 2022 for claims outstanding at year-end. Included in this liability is an estimate by a separate third-party administrator for future claims, incurred during 2022, but which have not been billed as of year-end. Changes in the balances of claims liabilities during the years ended June 30, 2022 and 2021 are as follows:

| | 2022 | 2021 |
|-----------------------------------|------------------|------------------|
| Unpaid claims - beginning of year | \$ 38,040 | \$ 288,165 |
| Incurred claims (including IBNRs) | 25,812 | 38,040 |
| Unemployment claims payments | (38,588) | (288,165) |
| Unpaid claims - end of year | <u>\$ 25,264</u> | <u>\$ 38,040</u> |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

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 \$2,831,503 was recorded at June 30, 2022 for claims outstanding at year-end with \$2,774,873 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, 2022 and 2021 are as follows:

| | 2022 | 2021 |
|--------------------------------------|---------------------|---------------------|
| Unpaid claims - beginning of year | \$ 2,992,251 | \$ 1,694,048 |
| Incurred claims (including IBNRs) | 709,360 | 4,251,590 |
| Workers Compensation claims payments | (870,108) | (2,953,387) |
| Unpaid claims - end of year | <u>\$ 2,831,503</u> | <u>\$ 2,992,251</u> |

NOTE 14 - LONG-TERM LIABILITIES

Long-Term Liabilities. The following is a summary of long-term liability activity for the year ended June 30, 2022:

| | Balance at June 30, 2021 | Additions | Payments | Balance at June 30, 2022 | Due Within One Year |
|---|--------------------------------|----------------------|-------------------------|--------------------------------|------------------------|
| Bonds payable | \$ 249,695,000 | \$ - | \$ (18,350,000) | \$ 231,345,000 | \$ 19,605,000 |
| Unamortized bond premiums | 49,814,161 | - | (5,315,859) | 44,498,302 | - |
| Net bond liabilities | 299,509,161 | - | (23,665,859) | 275,843,302 | 19,605,000 |
| Workers compensation claims | 2,992,251 | 709,360 | (870,108) | 2,831,503 | 2,774,873 |
| Unemployment claims | 38,040 | 25,812 | (38,588) | 25,264 | 25,264 |
| Health and accident claims | 13,909,280 | 54,779,905 | (53,299,683) | 15,389,502 | 15,389,502 |
| Dental claims | 377,302 | 1,818,257 | (1,803,213) | 392,346 | 392,346 |
| Leases payable | - | 868,218 | (491,300) | 376,918 | - |
| Compensated absences | 5,205,942 | 4,385,313 | (4,945,645) | 4,645,610 | 4,413,330 |
| Obligation for early retirement compensation and insurance | 22,210,047 | 4,187,617 | (7,931,701) | 18,465,963 | 7,569,008 |
| Total pension liability - district retirement plan | 16,556,739 | 717,438 | (1,456,320) | 15,817,857 | - |
| Total other postemployment benefits liability - long-term disability | 1,880,526 | 105,173 | (365,009) | 1,620,690 | - |
| Net pension liability - state retirement plans | 117,880,854 | - | (117,880,854) | - | - |
| Total long-term liabilities | <u>\$ 480,560,142</u> | <u>\$ 67,597,093</u> | <u>\$ (212,748,280)</u> | <u>\$ 335,408,955</u> | <u>\$ 50,169,323</u> |

General Obligation Bonds. 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 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

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

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, 2022, with their outstanding balances, are comprised of the following individual issuances:

| | | |
|--------------|---|------------------------------|
| Series 2012 | Tax exempt bonds, \$36,500,000 originally issued, due in remaining annual installments from \$1,775,000 to \$2,560,000, from June 2023 through June 2032, interest from 3.00% to 3.50%. | \$ 19,285,000 |
| Series 2013 | Tax exempt bonds, \$11,575,000 originally issued, due in remaining annual installments from \$300,000 to \$670,000, from June 2023 through June 2033, interest from 4.50% to 5.00%. | 5,190,000 |
| Series 2017A | Tax exempt bonds, \$25,000,000 originally issued, due in remaining annual installments from \$1,065,000 to \$1,445,000, from June 2023 through June 2037, interest from 4.00% to 5.00%. | 18,755,000 |
| Series 2017B | Tax exempt bonds, \$42,195,000 originally issued, due in remaining annual installments from \$3,460,000 to \$5,515,000, from June 2023 through June 2030, interest from 2.63% to 5.00%. | 36,340,000 |
| 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 2023 through June 2028, interest from 2.75% to 5.00%. | 7,105,000 |
| Series 2019 | Tax exempt bonds, \$100,000,000 originally issued, due in remaining annual installments of \$6,260,000, from June 2023 through June 2029, interest of 5.00%. | 43,820,000 |
| Series 2020 | Tax exempt bonds, \$88,000,000 originally issued, due in remaining annual installments from \$4,890,000 to \$6,885,000, from June 2023 through June 2030, interest of 5.00%. | 46,715,000 |
| Series 2021 | Tax exempt bonds, \$54,135,000 originally issued, due in remaining annual installments from \$595,000 to \$18,430,000, from June 2023 through June 2031, interest of 5.00%. | 54,135,000 |
| | | <u><u>\$ 231,345,000</u></u> |

The annual requirements to amortize all general obligation bonds outstanding to maturity as of June 30, 2022, including interest payments, are listed as follows:

| Year Ending June 30, | Tax Exempt Bonds | |
|-------------------------|------------------------------|-----------------------------|
| | Principal | Interest |
| 2023 | \$ 19,605,000 | \$ 11,000,182 |
| 2024 | 23,850,000 | 10,055,431 |
| 2025 | 24,770,000 | 8,900,032 |
| 2026 | 25,965,000 | 7,700,331 |
| 2027 | 26,890,000 | 6,442,682 |
| 2028-2032 | 102,945,000 | 13,411,368 |
| 2033-2037 | 7,320,000 | 908,200 |
| Total | <u><u>\$ 231,345,000</u></u> | <u><u>\$ 58,418,226</u></u> |

GRANITE SCHOOL DISTRICT

Notes to the Basic Financial Statements...Continued – June 30, 2022

Leases Payable. The District has entered in to lease agreements as lessee for the use of buildings with terms from 13 to 27 months. At June 30, 2022, the value of the lease liabilities was \$376,918. The District is required to make annual principal and interest payments from \$6,615 to \$250,704. The leases have interest rates from 0.1850% to 0.3147%. The buildings have an estimated useful life of zero months. The value of the right-to-use asset as of June 30, 2022, was \$868,218 and had accumulated amortization of \$467,660. The District has one extension option for 24 months.

The future debt service requirements on the leases are listed as follows:

| Year Ending June 30 | Principal | Interest | Total Payments |
|------------------------|-------------------|-----------------|-------------------|
| 2023 | \$ 185,174 | \$ 766 | \$ 185,940 |
| 2024 | 178,750 | 256 | 179,006 |
| 2025 | 12,994 | 2 | 12,996 |
| Total | <u>\$ 376,918</u> | <u>\$ 1,024</u> | <u>\$ 377,942</u> |

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. Because an encumbrance is only a commitment, it does not meet the expenditure or liability recognition criteria. Encumbrances are appropriations outstanding at the end of the fiscal year lapse with the exception of contractual obligations. At June 30, 2022, the amount of encumbrances were as follows:

| Fund Type | Encumbrance Amount |
|------------------------------------|-----------------------|
| General Fund | \$ 3,422,957 |
| Capital Projects Fund | 208,101,654 |
| Other Non-Major Governmental Funds | 607,783 |
| Total | <u>\$ 212,132,395</u> |

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

GRANITE SCHOOL DISTRICT

Required Supplementary Information – June 30, 2022

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

Utah Retirement Systems

Last Eight Plan Years - December 31, 2014 through 2021

| | 2014 | 2015 | 2016 |
|---|----------------|----------------|----------------|
| Tier 1 Noncontributory System: | | | |
| District's proportion of net pension liability (asset) | 8.0401108% | 7.8860449% | 7.6858461% |
| District's proportionate share of net pension liability (asset) | \$ 202,010,089 | \$ 247,723,254 | \$ 249,091,885 |
| District's covered payroll | 226,516,338 | 217,208,727 | 210,881,021 |
| District's proportionate share of net pension liability (asset) as a percentage of covered payroll | 89.18% | 114.05% | 118.12% |
| Plan fiduciary net position as a percentage of the total pension liability | 87.20% | 84.50% | 84.90% |
| Tier 1 Contributory System: | | | |
| District's proportion of net pension liability (asset) | 10.7492708% | 9.9537964% | 9.4694535% |
| District's proportionate share of net pension liability (asset) | \$ 1,178,641 | \$ 6,237,568 | \$ 5,188,859 |
| District's covered payroll | 3,948,385 | 3,153,138 | 2,538,455 |
| District's proportionate share of net pension liability (asset) as a percentage of covered payroll | 29.85% | 197.82% | 204.41% |
| Plan fiduciary net position as a percentage of the total pension liability | 98.70% | 92.40% | 84.90% |
| Tier 2 Public Employees System: | | | |
| District's proportion of net pension liability (asset) | 4.7196557% | 4.8599077% | 5.2158530% |
| District's proportionate share of net pension liability (asset) | \$ (143,027) | \$ (10,609) | \$ 560,155 |
| District's covered payroll | 23,102,726 | 31,383,055 | 41,181,298 |
| District's proportionate share of net pension liability (asset) as a percentage of covered payroll | -0.62% | -0.03% | 1.36% |
| Plan fiduciary net position as a percentage of the total pension liability | 103.50% | 100.20% | 95.10% |

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2022

| | 2017 | | 2018 | | 2019 | | 2020 | | 2021 |
|----|-------------|----|-------------|----|-------------|----|-------------|----|--------------|
| | 7.8578686% | | 8.1007513% | | 8.8110781% | | 8.7830697% | | 8.6404915% |
| \$ | 192,153,346 | \$ | 301,389,841 | \$ | 195,755,885 | \$ | 117,089,020 | \$ | (59,035,666) |
| | 212,137,189 | | 220,162,972 | | 223,569,685 | | 223,467,034 | | 220,394,861 |
| | 90.58% | | 136.89% | | 87.56% | | 52.40% | | -26.79% |
| | 89.20% | | 84.10% | | 90.10% | | 94.30% | | 102.70% |
| | 9.4200388% | | 9.6768717% | | 14.2665813% | | 13.5653655% | | 13.7424919% |
| \$ | 619,877 | \$ | 6,870,617 | \$ | 984,939 | \$ | (3,226,370) | \$ | (12,375,124) |
| | 2,143,329 | | 1,878,026 | | 1,591,640 | | 1,308,279 | | 1,163,205 |
| | 28.92% | | 365.84% | | 61.88% | | -246.61% | | -1063.88% |
| | 99.20% | | 91.40% | | 98.90% | | 103.70% | | 114.10% |
| | 5.2572836% | | 5.3083528% | | 5.3495978% | | 5.5054341% | | 5.6682137% |
| \$ | 463,521 | \$ | 2,273,454 | \$ | 1,203,165 | \$ | 791,834 | \$ | (2,398,998) |
| | 51,639,217 | | 62,477,677 | | 74,485,549 | | 88,179,002 | | 105,696,694 |
| | 0.90% | | 3.64% | | 1.62% | | 0.90% | | -2.27% |
| | 97.40% | | 90.80% | | 96.50% | | 98.30% | | 103.80% |

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2022

Schedules of District Contributions

Utah Retirement Systems

Last Eight Fiscal Years - June 30, 2015 through 2022

| | 2015 | 2016 | 2017 | 2018 |
|--|---------------------|---------------------|---------------------|---------------------|
| Tier 1 Noncontributory System: | | | | |
| Contractually required contribution | \$ 47,475,713 | \$ 46,474,167 | \$ 45,191,227 | \$ 46,998,901 |
| Contributions in relation to the contractually required contribution | <u>(47,475,713)</u> | <u>(46,474,167)</u> | <u>(45,191,227)</u> | <u>(46,998,901)</u> |
| Contributions deficiency (excess) | - | - | - | - |
| District's covered payroll | 222,865,036 | 214,990,027 | 209,065,071 | 217,167,276 |
| Contributions as a percentage of covered payroll | 21.30% | 21.62% | 21.62% | 21.64% |
| Tier 1 Contributory System: | | | | |
| Contractually required contribution | \$ 610,904 | \$ 512,761 | \$ 407,982 | \$ 351,997 |
| Contributions in relation to the contractually required contribution | <u>(610,904)</u> | <u>(512,761)</u> | <u>(407,982)</u> | <u>(351,997)</u> |
| Contributions deficiency (excess) | - | - | - | - |
| District's covered payroll | 3,514,671 | 2,896,957 | 2,304,990 | 1,988,571 |
| Contributions as a percentage of covered payroll | 17.38% | 17.70% | 17.70% | 17.70% |
| Tier 2 Contributory System: | | | | |
| Contractually required contribution | \$ 4,928,850 | \$ 6,617,200 | \$ 8,447,627 | \$ 10,604,705 |
| Contributions in relation to the contractually required contribution | <u>(4,928,850)</u> | <u>(6,617,200)</u> | <u>(8,447,627)</u> | <u>(10,604,705)</u> |
| Contributions deficiency (excess) | - | - | - | - |
| District's covered payroll | 27,246,944 | 36,273,114 | 46,313,635 | 57,594,570 |
| Contributions as a percentage of covered payroll | 18.09% | 18.24% | 18.24% | 18.41% |
| Tier 2 Defined Contribution System: | | | | |
| Contractually required contribution | \$ 402,983 | \$ 584,919 | \$ 792,975 | \$ 1,050,672 |
| Contributions in relation to the contractually required contribution | <u>(402,983)</u> | <u>(584,919)</u> | <u>(792,975)</u> | <u>(1,050,672)</u> |
| Contributions deficiency (excess) | - | - | - | - |
| District's covered payroll | 4,091,887 | 5,835,996 | 7,913,919 | 10,485,791 |
| Contributions as a percentage of covered payroll | 9.85% | 10.02% | 10.02% | 10.02% |

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2022

| 2019 | 2020 | 2021 | 2022 |
|---------------------|---------------------|---------------------|---------------------|
| \$ 47,618,239 | \$ 46,599,428 | \$ 48,930,140 | \$ 46,692,949 |
| <u>(47,618,239)</u> | <u>(46,599,428)</u> | <u>(48,930,140)</u> | <u>(46,692,949)</u> |
| - | - | - | - |
| 219,160,447 | 214,054,422 | 224,439,152 | 214,136,337 |
| 21.73% | 21.77% | 21.80% | 21.81% |
| \$ 304,831 | \$ 242,332 | \$ 213,811 | \$ 191,780 |
| <u>(304,831)</u> | <u>(242,332)</u> | <u>(213,811)</u> | <u>(191,780)</u> |
| - | - | - | - |
| 1,722,214 | 1,369,106 | 1,207,975 | 1,083,501 |
| 17.70% | 17.70% | 17.70% | 17.70% |
| \$ 12,577,576 | \$ 14,603,262 | \$ 18,922,728 | \$ 21,405,880 |
| <u>(12,577,576)</u> | <u>(14,603,262)</u> | <u>(18,922,728)</u> | <u>(21,405,880)</u> |
| - | - | - | - |
| 66,877,507 | 76,953,745 | 99,015,749 | 110,571,073 |
| 18.81% | 18.98% | 19.11% | 19.36% |
| \$ 1,200,873 | \$ 1,382,338 | \$ 1,875,138 | \$ 2,267,776 |
| <u>(1,200,873)</u> | <u>(1,382,338)</u> | <u>(1,875,138)</u> | <u>(2,267,776)</u> |
| - | - | - | - |
| 11,971,178 | 13,780,718 | 18,706,916 | 22,618,634 |
| 10.03% | 10.03% | 10.02% | 10.03% |

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2022

Schedule of Changes in Total Pension Liability and Related Ratios

District Retirement Plan

Last Eight Fiscal Years - June 30, 2015 through 2022

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

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2022

| 2019 | 2020 | 2021 | 2022 |
|----------------------|----------------------|----------------------|----------------------|
| \$ 815,297 | \$ 910,277 | \$ 1,026,689 | \$ 1,090,777 |
| 544,624 | 554,602 | 373,251 | 365,543 |
| - | 500,897 | - | 381,312 |
| - | 262,727 | 50,042 | (1,120,194) |
| (1,239,868) | (1,098,517) | (1,503,257) | (1,456,320) |
| 120,053 | 1,129,986 | (53,275) | (738,882) |
| 15,359,975 | 15,480,028 | 16,610,014 | 16,556,739 |
| <u>\$ 15,480,028</u> | <u>\$ 16,610,014</u> | <u>\$ 16,556,739</u> | <u>\$ 15,817,857</u> |
| \$ 248,703,343 | \$ 267,112,339 | \$ 275,125,709 | \$ 289,095,135 |
| 6.22% | 6.22% | 6.02% | 5.47% |

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2022

Schedule of Changes in Total OPEB Liability and Related Ratios

Long-Term Disability Plan

Last Eight Fiscal Years - June 30, 2015 through 2022

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

Refer to the accompanying notes.

GRANITE SCHOOL DISTRICT

Required Supplementary Information...Continued – June 30, 2022

| 2019 | 2020 | 2021 | 2022 |
|---------------------|---------------------|---------------------|---------------------|
| \$ - | \$ - | \$ - | \$ - |
| 26,456 | 23,240 | 8,053 | 6,462 |
| - | (216,949) | - | (34,801) |
| - | (17,523) | 293 | (5,673) |
| (135,694) | (100,698) | (75,580) | (71,530) |
| (109,238) | (311,930) | (67,234) | (105,542) |
| 823,138 | 713,900 | 401,970 | 334,736 |
| <u>\$ 713,900</u> | <u>\$ 401,970</u> | <u>\$ 334,736</u> | <u>\$ 229,194</u> |
| \$ - | \$ - | \$ - | \$ - |
| N/A | N/A | N/A | N/A |
| \$ 213,767 | \$ 227,067 | \$ 241,630 | \$ 257,677 |
| 46,286 | 36,766 | 36,808 | 35,802 |
| - | 643,470 | - | 2,952 |
| - | 117,326 | 1,959 | (157,246) |
| (560,186) | (530,226) | (315,250) | (293,479) |
| (300,133) | 494,403 | (34,853) | (154,294) |
| 1,386,373 | 1,086,240 | 1,580,643 | 1,545,790 |
| <u>\$ 1,086,240</u> | <u>\$ 1,580,643</u> | <u>\$ 1,545,790</u> | <u>\$ 1,391,496</u> |
| \$ 248,703,343 | \$ 267,112,339 | \$ 275,125,709 | \$ 289,095,135 |
| 0.44% | 0.59% | 0.56% | 0.48% |
| \$ 213,767 | \$ 227,067 | \$ 241,630 | \$ 257,677 |
| 72,742 | 60,006 | 44,861 | 42,264 |
| - | 426,521 | - | (31,849) |
| - | 99,803 | 2,252 | (162,919) |
| (695,880) | (630,924) | (390,830) | (365,009) |
| (409,371) | 182,473 | (102,087) | (259,836) |
| 2,209,511 | 1,800,140 | 1,982,613 | 1,880,526 |
| <u>\$ 1,800,140</u> | <u>\$ 1,982,613</u> | <u>\$ 1,880,526</u> | <u>\$ 1,620,690</u> |

GRANITE SCHOOL DISTRICT

Notes to the Required Supplementary Information – June 30, 2022

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. Amounts reported in plan year 2021 reflect the following actuarial assumption changes adopted in the January 1, 2021 valuation:

- The investment return assumption decreased from 6.95% to 6.85%.

Amounts reported in plan year 2020 reflects the following actuarial assumption changes adopted in the January 1, 2020 valuation:

- The payroll growth assumption decreased from 3.00% to 2.90%.
- Reduced the mortality rate improvement assumption from 1.0% to 0.8%.
- Demographic assumptions were reviewed and updated.

Actuarial assumptions and methods used to calculate the total pension liability in plan years 2019 and 2018 were unchanged.

Amounts reported in plan year 2017 reflects 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 reflects 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 reflects the following actuarial 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 assumptions 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. No changes have been made to benefit terms.

Changes in Assumptions. Amounts reported in fiscal year 2022 reflect the following actuarial assumption changes:

- The discount rate increased from 2.16% to 3.54%.
- Retirement rates changed from 16% at age 45-100% at age 70 to 20% at age 50-100% at age 75.

Amounts reported in fiscal year 2021 reflect the following actuarial assumption changes:

- The discount rate decreased from 2.21% to 2.16%.
- The projected salary growth rates changed from 5.25%-9.75% to 3.25%-9.75%.

Amounts reported in fiscal year 2020 reflect the following actuarial assumption changes:

- The discount rate decreased from 3.50% to 2.21%.
- The projected salary growth rates changed from 4.25%-14.50% to 5.25%-9.75%.

Actuarial assumptions and methods used to calculate the total pension liability in fiscal year 2019 were unchanged.

Amounts reported in fiscal year 2018 reflect the following actuarial assumption changes:

- The inflation rate decreased from 2.50% to 2.30%.
- The salary growth rate increased from 1.75% to 1.95%.

Amounts reported in fiscal year 2017 reflect the following actuarial assumption changes:

- The discount rate decreased from 4.00% to 3.50%.

Actuarial assumptions and methods used to calculate the total pension liability in fiscal year 2016 were unchanged.

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. No changes have been made to benefit terms.

Changes in assumptions: Discount rate decreased from 2.21% to 2.16%; healthcare trend rates did not change.

Changes in Assumptions. Amounts reported in fiscal year 2022 reflect the following actuarial assumption changes:

- The discount rate increased from 2.16% to 3.54%.
- The projected salary growth rates changed from 4.25%-14.50% to 3.25%-9.75%.
- Retirement rates changed from 16% at age 45-100% at age 70 to 20% at age 50-100% at age 75.

Amounts reported in fiscal year 2021 reflect the following actuarial assumption changes:

- The discount rate decreased from 2.21% to 2.16%.

Amounts reported in fiscal year 2020 reflect the following actuarial assumption changes:

- The discount rate decreased from 3.50% to 2.21%.
- The healthcare cost trend rates changed from 4.1%-6.9% to 3.9%-5.6%.

Actuarial assumptions and methods used to calculate the total LTD liability in fiscal year 2019 were unchanged.

Amounts reported in fiscal year 2018 reflect the following actuarial assumption changes:

- The discount rate decreased from 4.00% to 3.50%.
- The healthcare cost trend rate decreased from 7.7% to 6.1%.

Amounts reported in fiscal year 2017 reflect the following actuarial assumption changes:

- The inflation rate decreased from 2.50% to 2.30%.
- The healthcare cost trend rate increased from 7.3% to 7.7%.

Actuarial assumptions and methods used to calculate the total LTD liability in fiscal year 2019 were unchanged.



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, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|---|---------------------------------------|---------------------------|---------------------------------------|---------------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Property taxes | \$ 171,902,852 | \$ 171,326,853 | \$ (575,999) | \$ 162,403,749 |
| Earnings on investments | 614,948 | 913,141 | 298,193 | 922,733 |
| Other local | 9,820,428 | 8,562,726 | (1,257,702) | 8,653,493 |
| State | 340,525,262 | 338,112,688 | (2,412,574) | 339,809,724 |
| Federal | 80,341,790 | 82,620,345 | 2,278,555 | 60,602,976 |
| Total revenues | 603,205,280 | 601,535,753 | (1,669,527) | 572,392,675 |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 367,547,505 | 367,920,175 | (372,670) | 363,935,427 |
| Employee benefits | 172,141,083 | 171,763,605 | 377,478 | 170,884,816 |
| Purchased services | 17,607,645 | 15,273,655 | 2,333,990 | 14,150,859 |
| Supplies and materials | 51,392,156 | 46,893,646 | 4,498,510 | 41,146,395 |
| Equipment | 1,536,682 | 1,570,302 | (33,620) | 1,108,917 |
| Other | 209,761 | 935,112 | (725,351) | 210,694 |
| Total expenditures | 610,434,832 | 604,356,495 | 6,078,337 | 591,437,108 |
| (Deficiency) of revenues (under) expenditures | (7,229,552) | (2,820,742) | 4,408,810 | (19,044,433) |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | 23,991 | 380 | (23,611) | 367,710 |
| Proceeds from insurance settlements | - | 34,442 | 34,442 | 12,169 |
| Transfers in | 7,500,000 | 7,538,494 | 38,494 | 11,462,206 |
| Transfers (out) | (4,955,168) | (4,659,801) | 295,367 | (6,350,405) |
| Total other financing sources (uses) | 2,568,823 | 2,913,515 | 344,692 | 5,491,680 |
| Extraordinary item: | | | | |
| Insurance recoveries - earthquake | 600,000 | 358,890 | (241,110) | 239,130 |
| Net change in fund balances | (4,060,729) | 451,663 | 4,512,392 | (13,313,623) |
| Fund balances - beginning | 145,117,373 | 145,117,373 | - | 158,430,996 |
| Fund balances - ending | \$ 141,056,644 | \$ 145,569,036 | \$ 4,512,392 | \$ 145,117,373 |

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

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|---|------------------------------|-------------------|-------------------------------|-------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Property taxes | \$ 64,430,033 | \$ 64,214,145 | \$ (215,888) | \$ 20,885,398 |
| Earnings on investments | 720,000 | 884,445 | 164,445 | 743,537 |
| Other local | 606,166 | 568,152 | (38,014) | 275,516 |
| State | 24,900 | 24,900 | - | 41,996 |
| Federal | 1,223,473 | 170,483 | (1,052,990) | - |
| Total revenues | 67,004,572 | 65,862,125 | (1,142,447) | 21,946,447 |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 53,250 | 23,841 | 29,409 | 29,266 |
| Employee benefits | 18,656 | 6,858 | 11,798 | 8,551 |
| Purchased services | 104,452,369 | 101,239,646 | 3,212,723 | 66,125,171 |
| Supplies and materials | 7,389,523 | 5,169,479 | 2,220,044 | 5,612,151 |
| Land and improvements | 187,500 | 187,500 | - | 160,265 |
| Buildings and improvements | 1,440,293 | 1,728,876 | (288,583) | 1,898,822 |
| Equipment | 1,184,885 | 1,600,372 | (415,487) | 780,491 |
| Vehicles | 2,274,560 | 1,731,145 | 543,415 | 3,144,524 |
| Other | 33,390 | 508,955 | (475,565) | 21,756 |
| Debt service: | | | | |
| Bond issuance costs | - | - | - | 657,800 |
| Total expenditures | 117,034,426 | 112,196,672 | 4,837,754 | 78,438,797 |
| (Deficiency) of revenues (under) expenditures | (50,029,854) | (46,334,547) | 3,695,307 | (56,492,350) |
| Other financing sources: | | | | |
| Proceeds from sale of capital assets | 316,100 | 336,946 | 20,846 | 145,019 |
| Proceeds from insurance settlements | - | - | - | 10,000 |
| Lease proceeds | - | 539,287 | 539,287 | - |
| Bonds issued | - | - | - | 88,000,000 |
| Premiums on bonds issued | - | - | - | 13,824,058 |
| Transfers in | 27,684 | 27,684 | - | 50,122 |
| Transfers (out) | (38,494) | (38,494) | - | - |
| Total other financing sources | 305,290 | 865,423 | 560,133 | 102,029,199 |
| Extraordinary item: | | | | |
| Insurance recoveries - earthquake | 30,059,805 | 30,363,211 | 303,406 | 7,760,870 |
| Net change in fund balances | (19,664,759) | (15,105,913) | 4,558,846 | 53,297,719 |
| Fund balances - beginning | 158,890,623 | 158,890,623 | - | 105,592,904 |
| Fund balances - ending | \$ 139,225,864 | \$ 143,784,710 | \$ 4,558,846 | \$ 158,890,623 |

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

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|---|------------------------------|-------------------|-------------------------------|-------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Property taxes | \$ 31,850,896 | \$ 31,744,173 | \$ (106,723) | \$ 67,335,623 |
| Earnings on investments | 75,000 | 66,906 | (8,094) | 149,629 |
| Total revenues | 31,925,896 | 31,811,079 | (114,817) | 67,485,252 |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal | 18,350,000 | 18,350,000 | - | 54,690,000 |
| Interest | 11,917,681 | 11,917,681 | - | 11,880,259 |
| Bond issuance costs | - | - | - | 402,295 |
| Paying agent fees | 10,000 | 4,500 | 5,500 | 5,500 |
| Total expenditures | 30,277,681 | 30,272,181 | 5,500 | 66,978,054 |
| Excess (deficiency) of revenues over (under) expenditures | 1,648,215 | 1,538,898 | (109,317) | 507,198 |
| Other financing sources (uses): | | | | |
| Refunding bonds issued | - | - | - | 54,135,000 |
| Premiums on bonds issued | - | - | - | 16,564,632 |
| Refunded bonds escrow | - | - | - | (70,288,441) |
| Transfers (out) | (1,500,000) | (1,500,000) | - | (4,500,000) |
| Total other financing sources (uses) | (1,500,000) | (1,500,000) | - | (4,088,809) |
| Net change in fund balances | 148,215 | 38,898 | (109,317) | (3,581,611) |
| Fund balances - beginning | 95,509 | 95,509 | - | 3,677,120 |
| Fund balances - ending | \$ 243,724 | \$ 134,407 | \$ (109,317) | \$ 95,509 |

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

District Activity Programs Fund - The purpose of this fund is to account for the funds generated and spent at the school level related to their curricular, co-curricular and extra-curricular activities. This fund includes all monies that flow through the individual school-level programs including courses, performing groups, athletic programs, student clubs, as well as school-wide programs. All such funds are considered District funds managed by the Principal at each school and are subject to all District policies and procedures.

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, 2022

| | 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> |
| Assets: | | | | | |
| Cash and investments | \$ 14,214,915 | \$ - | \$ 2,892,380 | \$ 23,652,708 | \$ 40,760,003 |
| Receivables: | | | | | |
| Property taxes | - | 17,268,945 | - | - | 17,268,945 |
| Local | 2,290 | - | 12,438 | 99,454 | 114,182 |
| State | - | - | - | 465,895 | 465,895 |
| Federal | - | - | - | 307,509 | 307,509 |
| Inventories | - | - | - | 4,672,665 | 4,672,665 |
| Prepaid items | 126,355 | - | - | 1,187 | 127,542 |
| Total assets | \$ 14,343,560 | \$ 17,268,945 | \$ 2,904,818 | \$ 29,199,418 | \$ 63,716,741 |
| Liabilities: | | | | | |
| Accounts and contracts payable | \$ 279,053 | \$ - | \$ 172,954 | \$ 44,977 | \$ 496,984 |
| Accrued salaries and related payables | 212,271 | - | - | 3,779,054 | 3,991,325 |
| Unearned revenue - local | - | - | - | 504,929 | 504,929 |
| Total liabilities | 491,324 | - | 172,954 | 4,328,960 | 4,993,238 |
| Deferred inflows of resources: | | | | | |
| Property taxes levied for future year | - | 17,093,505 | - | - | 17,093,505 |
| Unavailable property tax revenue | - | 175,440 | - | - | 175,440 |
| Total deferred inflows of resources | - | 17,268,945 | - | - | 17,268,945 |
| Fund balances: | | | | | |
| Nonspendable: | | | | | |
| Inventories | - | - | - | 4,672,665 | 4,672,665 |
| Prepaid items | 126,355 | - | - | 1,187 | 127,542 |
| Restricted for: | | | | | |
| Schools | - | - | 359,678 | - | 359,678 |
| Scholarships | - | - | 419,623 | - | 419,623 |
| School lunch | - | - | - | 20,196,606 | 20,196,606 |
| Committed to: | | | | | |
| District activity programs | 13,725,881 | - | - | - | 13,725,881 |
| Foundation | - | - | 1,952,563 | - | 1,952,563 |
| Total fund balances | 13,852,236 | - | 2,731,864 | 24,870,458 | 41,454,558 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 14,343,560 | \$ 17,268,945 | \$ 2,904,818 | \$ 29,199,418 | \$ 63,716,741 |

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

Year Ended June 30, 2022

| | 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 | \$ - | \$ 14,446,664 | \$ - | \$ - | \$ 14,446,664 |
| Earnings on investments | 78,133 | - | (394,374) | 79,842 | (236,399) |
| Student activities | 11,291,141 | - | - | - | 11,291,141 |
| Foundation activities | - | - | 1,154,008 | - | 1,154,008 |
| School lunch program activities | - | - | - | 433,648 | 433,648 |
| State | - | - | - | 4,706,217 | 4,706,217 |
| Federal | - | - | - | 33,043,960 | 33,043,960 |
| Total revenues | 11,369,274 | 14,446,664 | 759,634 | 38,263,667 | 64,839,239 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instructional services | 12,036,363 | - | - | - | 12,036,363 |
| Supporting services: | | | | | |
| Students | 149,260 | - | - | - | 149,260 |
| Instructional staff | 568,299 | - | - | - | 568,299 |
| School administration | 1,780,030 | - | - | - | 1,780,030 |
| Operation and maintenance of facilities | 311,962 | - | - | - | 311,962 |
| Transportation | 835,230 | - | - | - | 835,230 |
| School lunch services | - | - | - | 25,605,529 | 25,605,529 |
| Community services | 253,168 | - | 2,418,722 | - | 2,671,890 |
| Contributions to other governments | - | 14,446,664 | - | - | 14,446,664 |
| Total expenditures | 15,934,312 | 14,446,664 | 2,418,722 | 25,605,529 | 58,405,227 |
| Excess (deficiency) of revenues over (under) expenditures | (4,565,038) | - | (1,659,088) | 12,658,138 | 6,434,012 |
| Other financing sources: | | | | | |
| Proceeds from insurance settlements | - | - | - | 1,000 | 1,000 |
| Lease proceeds | - | - | 328,931 | - | 328,931 |
| Transfers in | 3,767,119 | - | 564,998 | 300,000 | 4,632,117 |
| Total other financing sources | 3,767,119 | - | 893,929 | 301,000 | 4,962,048 |
| Net change in fund balances | (797,919) | - | (765,159) | 12,959,138 | 11,396,060 |
| Fund balances - beginning | 14,650,155 | - | 3,497,023 | 11,911,320 | 30,058,498 |
| Fund balances - ending | \$ 13,852,236 | \$ - | \$ 2,731,864 | \$ 24,870,458 | \$ 41,454,558 |

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

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|---|------------------------------|----------------------|-------------------------------|----------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Earnings on investments | \$ 65,000 | \$ 78,133 | \$ 13,133 | \$ 76,524 |
| Student activities: | | | | |
| Tuition | 88,852 | 93,606 | 4,754 | 40,645 |
| Transportation fees | - | - | - | 30 |
| Admissions and gate fees | 951,258 | 1,002,147 | 50,889 | 488,405 |
| Vending and bookstore sales | 112,507 | 118,526 | 6,019 | 30,715 |
| Student fees | 7,382,061 | 7,776,975 | 394,915 | 5,958,613 |
| Student fee waivers | (1,036,721) | (1,092,182) | (55,460) | (1,002,268) |
| Proceeds from general sales activities | 999,412 | 1,052,877 | 53,465 | 673,610 |
| Student fines and charges | 675,593 | 711,735 | 36,142 | 722,979 |
| Proceeds from fundraising activities | 386,871 | 407,567 | 20,696 | 245,484 |
| Facility and field rental fees | 7,879 | 8,300 | 421 | 2,170 |
| Donations | 1,114,387 | 1,174,003 | 59,616 | 893,120 |
| Other student activities | 35,678 | 37,587 | 1,909 | 75,651 |
| Total revenues | 10,782,778 | 11,369,274 | 586,496 | 8,205,678 |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 957,689 | 969,299 | (11,610) | 822,122 |
| Benefits | 181,476 | 184,829 | (3,353) | 165,115 |
| Purchased services | 6,762,018 | 7,853,031 | (1,091,013) | 5,104,209 |
| Supplies and textbooks | 8,258,283 | 6,320,477 | 1,937,806 | 5,694,037 |
| Equipment | 110,294 | 176,387 | (66,093) | 226,589 |
| Other | 215,430 | 430,289 | (214,859) | 343,637 |
| Total expenditures | 16,485,190 | 15,934,312 | 550,878 | 12,355,709 |
| (Deficiency) of revenues (under) expenditures | (5,702,412) | (4,565,038) | 1,137,374 | (4,150,031) |
| Other financing sources (uses): | | | | |
| Transfers in | 4,194,501 | 3,767,119 | (427,382) | 5,622,726 |
| Net change in fund balances | (1,507,911) | (797,919) | 709,992 | 1,472,695 |
| Fund balances - beginning | 14,650,155 | 14,650,155 | - | 13,177,460 |
| Fund balances - ending | \$ 13,142,244 | \$ 13,852,236 | \$ 709,992 | \$ 14,650,155 |

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

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|-------------------------------------|------------------------------|-------------------|-------------------------------|-------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Property taxes | \$ 14,446,664 | \$ 14,446,664 | \$ - | \$ 14,867,072 |
| Total revenues | 14,446,664 | 14,446,664 | - | 14,867,072 |
| Expenditures: | | | | |
| Contributions to other governments: | | | | |
| Redevelopment agencies | 10,344,803 | 10,344,803 | - | 11,006,852 |
| State for charter schools | 4,101,861 | 4,101,861 | - | 3,860,220 |
| Total expenditures | 14,446,664 | 14,446,664 | - | 14,867,072 |
| 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 Fund - A Nonmajor Special Revenue Fund**

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|---|------------------------------|-------------------|-------------------------------|-------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Earnings (loss) on investments | \$ 20,000 | \$ (394,374) | \$ (414,374) | \$ 715,185 |
| Foundation activities: | | | | |
| Donations and fundraising proceeds | 1,500,000 | 1,154,008 | (345,992) | 1,335,437 |
| Federal | - | - | - | 241,150 |
| Total revenues | 1,520,000 | 759,634 | (760,366) | 2,291,772 |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 539,137 | 538,807 | 330 | 620,290 |
| Employee benefits | 264,997 | 263,082 | 1,915 | 290,082 |
| Purchased services | 663,696 | 442,439 | 221,257 | 522,433 |
| Supplies | 487,254 | 568,920 | (81,666) | 509,705 |
| Buildings and improvements | - | 328,931 | (328,931) | - |
| Equipment | 100,000 | 9,089 | 90,911 | 162,907 |
| Other | 125,800 | 267,454 | (141,654) | 90,355 |
| Total expenditures | 2,180,884 | 2,418,722 | (237,838) | 2,195,772 |
| Excess (deficiency) of revenues over (under) expenditures | (660,884) | (1,659,088) | (998,204) | 96,000 |
| Other financing sources: | | | | |
| Lease proceeds | - | 328,931 | 328,931 | - |
| Transfers in | 557,197 | 564,998 | 7,801 | 402,140 |
| Total other financing sources | 557,197 | 893,929 | 336,732 | 402,140 |
| Net change in fund balances | (103,687) | (765,159) | (661,472) | 498,140 |
| Fund balances - beginning | 3,497,023 | 3,497,023 | - | 2,998,883 |
| Fund balances - ending | \$ 3,393,336 | \$ 2,731,864 | \$ (661,472) | \$ 3,497,023 |

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

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|---|------------------------------|----------------------|-------------------------------|----------------------|
| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget | Actual Amounts |
| Revenues: | | | | |
| Local: | | | | |
| Earnings on investments | \$ 60,000 | \$ 79,842 | \$ 19,842 | \$ 51,607 |
| School lunch program activities: | | | | |
| Lunch sales - children | 65,000 | - | (65,000) | 37,532 |
| Lunch sales - adult | 120,000 | 196,184 | 76,184 | 108,738 |
| Other | 281,000 | 237,464 | (43,536) | 188,754 |
| State lunch program | 5,000,000 | 4,706,217 | (293,783) | 3,872,481 |
| Federal lunch program | 29,182,283 | 33,043,960 | 3,861,677 | 18,115,020 |
| Total revenues | 34,708,283 | 38,263,667 | 3,555,384 | 22,374,132 |
| Expenditures: | | | | |
| Current: | | | | |
| Salaries | 10,327,500 | 9,000,436 | 1,327,064 | 9,697,890 |
| Employee benefits | 3,412,314 | 3,333,113 | 79,201 | 3,423,942 |
| Purchased services | 756,096 | 562,986 | 193,110 | 525,714 |
| Supplies | 1,816,668 | 1,225,986 | 590,682 | 1,162,988 |
| Food | 12,395,642 | 9,101,641 | 3,294,001 | 9,735,044 |
| Equipment | 149,289 | 54,818 | 94,471 | 991,990 |
| Indirect cost allocation | 2,686,665 | 2,326,549 | 360,116 | 2,457,738 |
| Total expenditures | 31,544,174 | 25,605,529 | 5,938,645 | 27,995,306 |
| Excess (deficiency) of revenues over (under) expenditures | 3,164,109 | 12,658,138 | 9,494,029 | (5,621,174) |
| Other financing sources: | | | | |
| Proceeds from insurance settlements | 1,000 | 1,000 | - | - |
| Transfers in | - | 300,000 | 300,000 | - |
| Total other financing sources | 1,000 | 301,000 | 300,000 | - |
| Net change in fund balances | 3,165,109 | 12,959,138 | 9,794,029 | (5,621,174) |
| Fund balances - beginning | 11,911,320 | 11,911,320 | - | 17,532,494 |
| Fund balances - ending | \$ 15,076,429 | \$ 24,870,458 | \$ 9,794,029 | \$ 11,911,320 |



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, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|--|---------------------------------------|------------------------------------|---------------|---------------|
| | <i>Printing Services Fund</i> | <i>Self Insurance Fund</i> | Total | Total |
| Assets: | | | | |
| Current assets: | | | | |
| Cash and investments | \$ 221,606 | \$ 23,330,057 | \$ 23,551,663 | \$ 27,766,933 |
| Receivables - local | 28 | - | 28 | 36,868 |
| Inventories | 29,768 | - | 29,768 | 25,946 |
| Prepaid items | 6,680 | - | 6,680 | 724 |
| Total current assets | 258,082 | 23,330,057 | 23,588,139 | 27,830,471 |
| Noncurrent assets: | | | | |
| Net pension asset | 64,966 | 149,931 | 214,897 | 9,860 |
| Capital assets: | | | | |
| Equipment | 702,578 | - | 702,578 | 693,682 |
| Accumulated depreciation | (545,149) | - | (545,149) | (509,188) |
| Total noncurrent assets | 222,395 | 149,931 | 372,326 | 194,354 |
| Total assets | 480,477 | 23,479,988 | 23,960,465 | 28,024,825 |
| Deferred outflows of resources: | | | | |
| Related to state retirement pension plans | 86,027 | 198,539 | 284,566 | 191,836 |
| Related to district retirement pension plan | 1,062 | 800 | 1,862 | 1,844 |
| Related to long-term disability OPEB plan | 537 | 405 | 942 | 1,390 |
| Total deferred outflows of resources | 87,626 | 199,744 | 287,370 | 195,070 |
| Liabilities: | | | | |
| Current liabilities: | | | | |
| Accounts payable | 18,490 | 936,702 | 955,192 | 157,768 |
| Accrued salaries and related benefits | 134,166 | 195,954 | 330,120 | - |
| Health and accident claims payable | - | 15,389,502 | 15,389,502 | 13,909,280 |
| Dental claims payable | - | 392,346 | 392,346 | 377,302 |
| Workers compensation claims payable | - | 2,774,873 | 2,774,873 | 2,932,406 |
| Unemployment claims payable | - | 25,264 | 25,264 | 38,040 |
| Total current liabilities | 152,656 | 19,714,641 | 19,867,297 | 17,414,796 |
| Noncurrent liabilities: | | | | |
| Workers compensation claims payable | - | 56,630 | 56,630 | 59,845 |
| Net pension liability-state retirement pension plans | - | - | - | 360,255 |
| Total pension liability-district retirement pension plan | 16,032 | 12,072 | 28,104 | 33,984 |
| Total OPEB liability-long-term disability plan | 1,642 | 1,237 | 2,879 | 3,860 |
| Early retirement plan liability | 18,716 | 14,094 | 32,810 | 45,588 |
| Total noncurrent liabilities | 36,390 | 84,033 | 120,423 | 503,532 |
| Total liabilities | 189,046 | 19,798,674 | 19,987,720 | 17,918,328 |
| Deferred inflows of resources: | | | | |
| Related to state retirement pension plans | 228,004 | 526,201 | 754,205 | 390,123 |
| Related to district retirement pension plan | 958 | 721 | 1,679 | - |
| Related to long-term disability OPEB plan | 689 | 519 | 1,208 | 1,293 |
| Total deferred inflows of resources | 229,651 | 527,441 | 757,092 | 391,416 |
| Net position: | | | | |
| Investment in capital assets | 157,429 | - | 157,429 | 184,494 |
| Unrestricted | (8,023) | 3,353,617 | 3,345,594 | 9,725,657 |
| Total net position | \$ 149,406 | \$ 3,353,617 | \$ 3,503,023 | \$ 9,910,151 |

GRANITE SCHOOL DISTRICT**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position****Internal Service Funds**

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|--|---------------------------------------|------------------------------------|---------------------|---------------------|
| | Printing Services Fund | Self Insurance Fund | Total | Total |
| Operating revenues: | | | | |
| Charges for services: | | | | |
| Medical insurance premiums | \$ - | \$ 73,983,549 | \$ 73,983,549 | \$ 74,271,801 |
| Unemployment insurance premiums | - | 40,000 | 40,000 | (175,000) |
| Industrial insurance premiums | - | 1,897,790 | 1,897,790 | 1,882,298 |
| Printing and other services | 789,949 | - | 789,949 | 472,683 |
| Total operating revenues | 789,949 | 75,921,339 | 76,711,288 | 76,451,782 |
| Operating expenses: | | | | |
| Salaries | 293,005 | 220,646 | 513,651 | 551,219 |
| Employee benefits | (2,923) | 20,760 | 17,837 | 501,350 |
| Medical and prescription claims | - | 65,977,960 | 65,977,960 | 63,098,388 |
| Dental claims | - | 1,803,213 | 1,803,213 | 1,922,040 |
| Medical administrative fees | - | 3,776,757 | 3,776,757 | 2,956,345 |
| Affordable Care Act fees | - | 32,342 | 32,342 | 31,226 |
| Medical reinsurance premiums | - | 1,437,042 | 1,437,042 | 1,376,507 |
| Workers compensation claims | - | 870,108 | 870,108 | 2,953,387 |
| Unemployment claims | - | 38,588 | 38,588 | (155,673) |
| Purchased services | 199,246 | 2,392,245 | 2,591,491 | 2,198,884 |
| Supplies and materials | 97,614 | 2,657 | 100,271 | 83,295 |
| Depreciation | 53,961 | - | 53,961 | 36,833 |
| Total operating expenses | 640,903 | 76,572,318 | 77,213,221 | 75,553,801 |
| Operating income (loss) | 149,046 | (650,979) | (501,933) | 897,981 |
| Nonoperating revenues (expenses): | | | | |
| Earnings on investments | 360 | 94,445 | 94,805 | 120,233 |
| Income (loss) before transfers | 149,406 | (556,534) | (407,128) | 1,018,214 |
| Transfers: | | | | |
| Transfers in | - | - | - | 275,417 |
| Transfers (out) | - | (6,000,000) | (6,000,000) | (6,962,206) |
| Change in net position | 149,406 | (6,556,534) | (6,407,128) | (5,668,575) |
| Total net position - beginning | - | 9,910,151 | 9,910,151 | 15,578,726 |
| Total net position - ending | \$ 149,406 | \$ 3,353,617 | \$ 3,503,023 | \$ 9,910,151 |

GRANITE SCHOOL DISTRICT

Combining Statement of Fund Cash Flows - Internal Service Funds

Year Ended June 30, 2022 with Comparative Totals for 2021

| | 2022 | | | 2021 |
|--|------------------------------|---------------------------|---------------|---------------|
| | Printing Services Fund | Self Insurance Fund | Totals | Totals |
| Cash flows from operating activities: | | | | |
| Receipts from interfund services provided | \$ 790,650 | \$ 75,957,478 | \$ 76,748,128 | \$ 76,454,559 |
| Payments to employees | (293,058) | (219,865) | (512,923) | (906,077) |
| Payments to suppliers for goods and services | (301,313) | (1,602,803) | (1,904,116) | (2,324,758) |
| Payments for medical fees and insurance claims | - | (72,614,268) | (72,614,268) | (71,525,416) |
| Net cash provided by operating activities | 196,279 | 1,520,542 | 1,716,821 | 1,698,308 |
| Cash flows from noncapital financing activities: | | | | |
| Transfers in from other funds | - | - | - | 275,417 |
| Transfers (out) to other funds | - | (6,000,000) | (6,000,000) | (6,962,206) |
| Net cash provided (used) by noncapital financing activities | - | (6,000,000) | (6,000,000) | (6,686,789) |
| Cash flows from capital and related financing activities: | | | | |
| Purchase of capital assets | (26,896) | - | (26,896) | (189,072) |
| Cash flows from investing activities: | | | | |
| Earnings on investments | 360 | 94,445 | 94,805 | 120,233 |
| Net change in cash and cash equivalents | 169,743 | (4,385,013) | (4,215,270) | (5,057,320) |
| Cash and cash equivalents - beginning | 51,863 | 27,715,070 | 27,766,933 | 32,824,253 |
| Cash and cash equivalents - ending* | \$ 221,606 | \$ 23,330,057 | \$ 23,551,663 | \$ 27,766,933 |
| * 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) | \$ 149,046 | \$ (650,979) | \$ (501,933) | \$ 897,981 |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: | | | | |
| Noncash item - depreciation | 53,961 | - | 53,961 | 36,833 |
| (Increase) decrease in operating assets: | | | | |
| Accounts receivable - local | 701 | 36,139 | 36,840 | 2,197 |
| Accounts receivable - state | - | - | - | 580 |
| Prepaid items | (5,956) | - | (5,956) | 798 |
| Inventories | (3,822) | - | (3,822) | (4,046) |
| Net pension asset | (61,359) | (143,678) | (205,037) | (9,860) |
| (Increase) decrease in deferred outflows of resources: | | | | |
| Related to state retirement pension plans | (15,857) | (76,873) | (92,730) | (95,543) |
| Related to district retirement pension plan | 67 | (85) | (18) | 245 |
| Related to long-term disability OPEB plan | 314 | 134 | 448 | 369 |
| Increase (decrease) in operating liabilities: | | | | |
| Accounts payable | 5,325 | 792,099 | 797,424 | (39,331) |
| Accrued salaries and related benefits | 134,166 | 195,954 | 330,120 | - |
| Health and accident claims payable | - | 1,480,222 | 1,480,222 | (396,973) |
| Dental claims payable | - | 15,044 | 15,044 | 5,699 |
| Workers compensation claims payable | - | (160,748) | (160,748) | 1,298,203 |
| Unemployment claims payable | - | (12,776) | (12,776) | (250,125) |
| Net pension liability-state retirement pension plans | (131,774) | (228,481) | (360,255) | (11,565) |
| Total pension liability-district retirement pension plan | (4,775) | (1,105) | (5,880) | 2,040 |
| Total OPEB liability-long-term disability plan | (722) | (259) | (981) | 47 |
| Early retirement plan liability | (9,196) | (3,582) | (12,778) | (4,399) |
| Increase (decrease) in deferred inflows of resources: | | | | |
| Related to state retirement pension plans | 85,305 | 278,777 | 364,082 | 265,638 |
| Related to district retirement pension plan | 958 | 721 | 1,679 | (282) |
| Related to long-term disability OPEB plan | (103) | 18 | (85) | (198) |
| Total adjustments | 47,233 | 2,171,521 | 2,218,754 | 800,327 |
| Net cash provided by operating activities | \$ 196,279 | \$ 1,520,542 | \$ 1,716,821 | \$ 1,698,308 |

Section III

Statistical

Section III

Statistical

GRANITE SCHOOL DISTRICT

Statistical Section - Financial Trends

Table of Contents

This part of the District's annual comprehensive 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

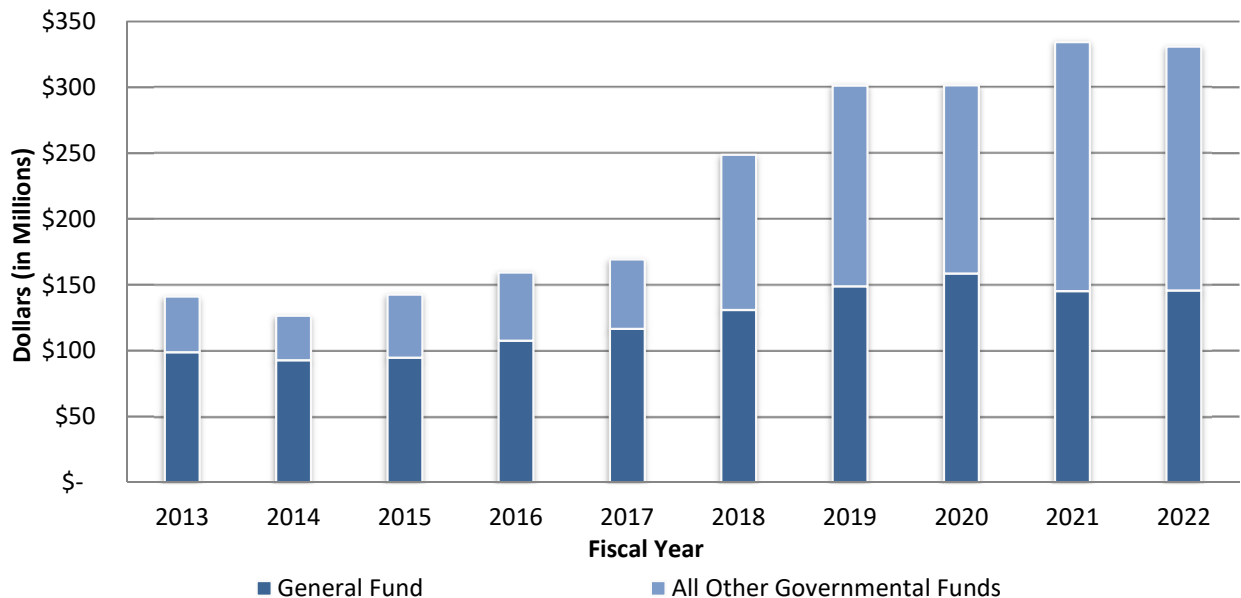
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

| Contents | Page |
|---|------|
| Comparative Statements of Net Position..... | 94 |
| Net Position by Component..... | 97 |
| Changes in Net Position..... | 98 |
| Fund Balances - Governmental Funds..... | 100 |
| Changes in Fund Balances - Governmental Funds..... | 102 |
| Comparative Balance Sheets - General Fund | 104 |
| Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - General Fund..... | 106 |

Sources:

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

Governmental Fund Balances



Granite School District
Comparative Statements of Net Position
Last Ten Fiscal Years - June 30, 2013 through 2022

| | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Assets: | | | | | |
| Cash and investments | \$ 215,574,818 | \$ 187,938,498 | \$ 196,776,285 | \$ 208,478,139 | \$ 221,871,595 |
| Receivables: | | | | | |
| Property taxes | 138,935,297 | 140,117,948 | 165,998,099 | 165,108,265 | 183,920,943 |
| Local, net of allowance for uncollectibles | 1,809,789 | 1,389,313 | 1,060,149 | 914,707 | 5,076,817 |
| State | 2,343,606 | 2,608,600 | 1,766,000 | 2,745,718 | 5,614,501 |
| Federal | 16,785,055 | 18,522,446 | 16,236,671 | 16,678,670 | 14,291,061 |
| Leases | - | - | - | - | - |
| Prepaid items | 442,017 | 440,926 | 1,640,388 | 3,383,515 | 4,021,861 |
| Inventories | 4,850,741 | 4,416,320 | 5,400,254 | 5,736,549 | 4,845,490 |
| Restricted cash and investments with fiscal agent | - | - | - | - | - |
| Net other post employment benefit asset | 962,548 | 1,583,821 | 1,703,583 | - | - |
| Net pension asset | - | 40,788 | 143,027 | 10,609 | - |
| Capital assets: | | | | | |
| Land, construction in progress, and water stock | 241,402,460 | 247,798,755 | 135,275,981 | 43,319,428 | 44,108,323 |
| Other capital assets, net of accumulated depreciation | 298,506,536 | 298,583,285 | 393,539,779 | 468,462,449 | 447,581,023 |
| Total assets | <u>921,612,867</u> | <u>903,440,700</u> | <u>919,540,216</u> | <u>914,838,049</u> | <u>931,331,614</u> |
| Deferred outflows of resources: | | | | | |
| Related to state retirement pension plans | - | 24,640,562 | 30,455,766 | 95,571,899 | 104,967,705 |
| Related to district retirement pension plan | - | - | - | - | - |
| Related to long-term disability OPEB plan | - | - | - | - | 617,293 |
| Bond refunding costs, net of accumulated amortization | - | - | - | 6,000,379 | 5,585,275 |
| Total deferred outflows of resources | <u>-</u> | <u>24,640,562</u> | <u>30,455,766</u> | <u>101,572,278</u> | <u>111,170,273</u> |
| Liabilities: | | | | | |
| Accounts and contracts payable | 15,853,511 | 4,338,899 | 3,604,607 | 4,850,034 | 4,536,379 |
| Accrued interest | 754,417 | 769,092 | 735,085 | 706,743 | 405,744 |
| Accrued salaries and related benefits | 48,017,721 | 40,909,960 | 40,060,600 | 41,265,125 | 41,790,472 |
| Unearned revenue: | | | | | |
| Local | 1,527,180 | 1,507,466 | 1,021,448 | 1,856,477 | 2,100,607 |
| State | 8,678,669 | 7,436,856 | 6,353,051 | 6,971,190 | 7,391,913 |
| Federal | 1,880,782 | 2,960,022 | 3,991,067 | 3,362,473 | 4,778,832 |
| Long-term liabilities: | | | | | |
| Portion due or payable within one year | 20,394,650 | 21,371,610 | 23,012,807 | 24,991,267 | 24,991,267 |
| Portion due or payable after one year | 222,274,831 | 447,924,466 | 410,861,894 | 476,103,393 | 473,292,788 |
| Total liabilities | <u>319,381,761</u> | <u>527,218,371</u> | <u>489,640,559</u> | <u>560,106,702</u> | <u>559,288,002</u> |
| Deferred inflows of resources: | | | | | |
| Related to state retirement pension plans | - | - | 19,014,287 | 28,046,482 | 39,107,652 |
| Related to district retirement pension plan | - | - | - | - | - |
| Related to long-term disability OPEB plan | - | - | - | - | 156,479 |
| Related to leases | - | - | - | - | - |
| Property taxes levied for future year | 135,851,267 | 136,981,084 | 162,895,935 | 161,945,555 | 181,903,176 |
| Total deferred inflows of resources | <u>135,851,267</u> | <u>136,981,084</u> | <u>181,910,222</u> | <u>189,992,037</u> | <u>221,167,307</u> |
| Net position: | | | | | |
| Net investment in capital assets | 338,844,364 | 344,867,541 | 336,548,726 | 321,010,498 | 315,291,774 |
| Restricted for: | | | | | |
| Capital projects | 10,351,497 | 10,772,697 | 18,500,839 | 18,532,879 | 20,276,450 |
| Debt service | - | - | 542,300 | - | 862,780 |
| Pass-through taxes | - | - | 123,165 | 127,880 | 113,380 |
| Schools and scholarships | 411,517 | 408,728 | 435,761 | 469,379 | 749,698 |
| School lunch | 10,206,132 | 10,199,072 | 12,552,044 | 17,424,569 | 12,659,512 |
| Unrestricted | 106,566,329 | (102,366,231) | (90,257,634) | (91,253,617) | (87,907,016) |
| Total net position | <u>\$ 466,379,839</u> | <u>\$ 263,881,807</u> | <u>\$ 278,445,201</u> | <u>\$ 266,311,588</u> | <u>\$ 262,046,578</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>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 264,716,854 | \$ 313,960,995 | \$ 363,384,214 | \$ 392,999,368 | \$ 400,380,762 |
| 224,983,835 | 244,357,249 | 254,331,100 | 270,741,787 | 295,787,360 |
| 5,687,681 | 3,183,367 | 2,322,700 | 1,604,926 | 1,809,454 |
| 2,281,342 | 3,907,066 | 6,062,313 | 8,364,311 | 1,635,500 |
| 16,050,151 | 27,986,867 | 34,613,024 | 32,904,809 | 34,440,728 |
| - | - | - | - | 183,853 |
| 4,090,379 | 5,627,042 | 6,181,743 | 6,051,375 | 5,211,095 |
| 5,454,629 | 5,422,868 | 6,066,565 | 6,656,324 | 8,893,030 |
| 48,923,785 | 47,823,124 | - | - | - |
| - | - | - | - | - |
| - | - | - | 9,860 | 73,809,788 |
| 56,090,781 | 77,692,005 | 143,278,157 | 181,683,444 | 185,867,829 |
| 423,581,219 | 402,417,994 | 389,217,619 | 377,843,546 | 431,390,230 |
| <u>1,051,860,656</u> | <u>1,132,378,577</u> | <u>1,205,457,435</u> | <u>1,278,859,750</u> | <u>1,439,409,629</u> |
| 115,745,552 | 123,651,909 | 52,177,191 | 62,771,613 | 97,738,896 |
| 819,316 | 616,544 | 1,086,563 | 898,553 | 1,047,533 |
| 712,684 | 478,411 | 914,437 | 676,751 | 529,884 |
| 5,186,324 | 4,787,376 | 4,388,428 | 3,989,480 | 3,590,532 |
| <u>122,463,876</u> | <u>129,534,240</u> | <u>58,566,619</u> | <u>68,336,397</u> | <u>102,906,845</u> |
| 3,977,976 | 10,800,641 | 15,208,460 | 13,683,717 | 20,659,217 |
| 819,093 | 822,080 | 857,520 | 1,190,238 | 1,096,471 |
| 47,655,515 | 48,080,559 | 52,107,769 | 53,616,423 | 54,695,234 |
| 1,992,631 | 2,093,564 | 1,844,964 | 2,050,259 | 2,924,469 |
| 9,580,265 | 9,386,154 | 13,766,593 | 15,676,072 | 17,781,705 |
| 1,734,499 | 977,356 | 80,011 | 15,298 | 842,062 |
| 36,939,664 | 36,939,664 | 36,939,664 | 48,041,300 | 50,169,323 |
| 462,577,988 | 583,076,403 | 483,429,027 | 432,518,842 | 285,239,632 |
| <u>565,277,631</u> | <u>692,176,421</u> | <u>604,234,008</u> | <u>566,792,149</u> | <u>433,408,113</u> |
| 101,905,125 | 6,853,642 | 67,367,410 | 127,654,022 | 259,044,066 |
| 717,294 | 432,094 | 146,894 | - | 945,164 |
| 796,656 | 707,879 | 775,418 | 630,072 | 679,546 |
| - | - | - | - | 184,606 |
| <u>223,805,741</u> | <u>242,850,049</u> | <u>251,957,167</u> | <u>269,032,923</u> | <u>294,981,407</u> |
| <u>327,224,816</u> | <u>250,843,664</u> | <u>320,246,889</u> | <u>397,317,017</u> | <u>555,834,789</u> |
| 301,175,565 | 321,838,814 | 352,992,080 | 382,287,349 | 386,337,692 |
| 20,799,971 | 25,968,427 | 33,693,886 | 41,380,567 | 102,821,370 |
| 1,408,103 | 4,759,623 | 3,865,070 | - | 134,407 |
| 78,730 | - | - | - | - |
| 783,739 | 794,367 | 990,957 | 1,122,272 | 905,656 |
| 10,156,653 | 7,680,925 | 7,395,863 | 7,695,839 | 23,908,909 |
| (52,580,676) | (42,149,424) | (59,394,699) | (49,399,046) | 38,965,538 |
| <u>\$ 281,822,085</u> | <u>\$ 318,892,732</u> | <u>\$ 339,543,157</u> | <u>\$ 383,086,981</u> | <u>\$ 553,073,572</u> |



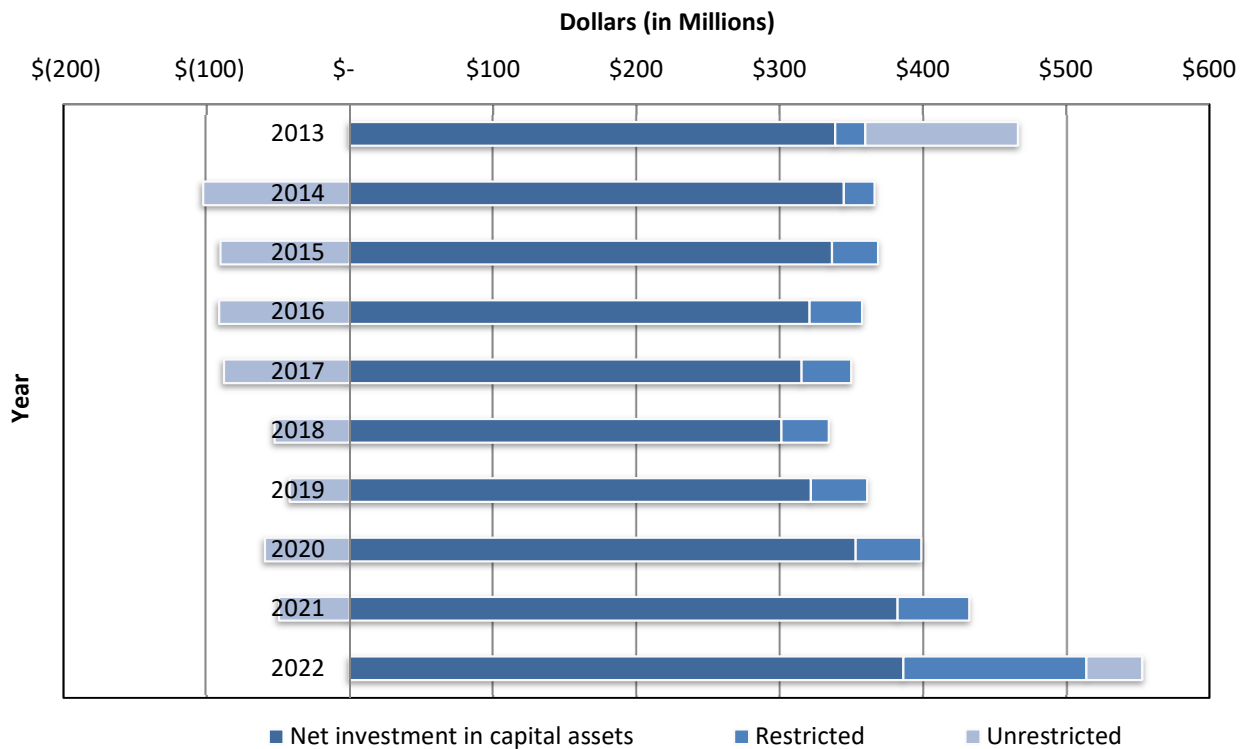
Granite School District

Net Position by Component

Last Ten Fiscal Years - June 30, 2013 through June 30, 2022

(Accrual basis of accounting)

| | | Net investment in | | | Total |
|----------|----|-------------------|---------------|----------------|----------------|
| | | capital assets | Restricted | Unrestricted | governmental |
| June 30, | | | | | activities |
| | | | | | net position |
| 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 |
| 2020 | | 352,992,080 | 45,945,776 | (59,394,699) | 339,543,157 |
| 2021 | | 382,287,349 | 50,198,678 | (49,399,046) | 383,086,981 |
| 2022 | | 386,337,692 | 127,770,342 | 38,965,538 | 553,073,572 |



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

Granite School District

Changes in Net Position

Last Ten Fiscal Years - June 30, 2013 through 2022

(Accrual basis of accounting)

| | 2013 | 2014 | 2015 |
|---|-----------------------|-----------------------|-----------------------|
| Expenses: | | | |
| Instructional services | \$ 348,317,377 | \$ 320,423,548 | \$ 335,493,515 |
| Supporting services: | | | |
| Students | 19,224,610 | 19,904,590 | 19,970,557 |
| Instructional staff | 15,745,255 | 16,713,385 | 14,946,518 |
| District administration | 3,311,703 | 3,459,222 | 3,231,125 |
| School administration | 26,437,244 | 28,301,884 | 29,413,760 |
| Central | 10,471,785 | 10,299,162 | 9,931,181 |
| Operation and maintenance of facilities | 53,044,065 | 55,594,893 | 57,466,624 |
| Transportation | 11,119,258 | 10,340,619 | 9,588,698 |
| School lunch services | 25,185,316 | 28,341,452 | 27,396,939 |
| Community services | 224,767 | 393,701 | 966,017 |
| Contributions to other governments | - | - | 5,193,756 |
| Interest on long-term liabilities | 7,928,415 | 7,917,255 | 7,655,679 |
| Total expenses | <u>521,009,795</u> | <u>501,689,711</u> | <u>521,254,369</u> |
| Program revenues: | | | |
| Charges for services: | | | |
| Instructional services | 13,069,292 | 12,881,018 | 12,165,512 |
| Supporting services | 2,876,063 | 2,719,894 | 2,745,088 |
| School lunch services | 4,848,097 | 5,076,727 | 5,140,395 |
| Operating grants and contributions | 158,707,697 | 157,027,337 | 165,044,006 |
| Total program revenues | <u>179,501,149</u> | <u>177,704,976</u> | <u>185,095,001</u> |
| Net (expense) and changes in net position | <u>(341,508,646)</u> | <u>(323,984,735)</u> | <u>(336,159,368)</u> |
| General revenue and other changes in net position: | | | |
| Property taxes | 148,561,205 | 146,177,626 | 159,858,801 |
| Federal and state aid not restricted to specific programs | 165,766,056 | 175,929,961 | 179,140,986 |
| Earnings on investments | 1,860,492 | 1,400,514 | 1,121,807 |
| Miscellaneous | 4,847,631 | 5,593,161 | 10,601,168 |
| Total general revenue and other changes in net position | <u>321,035,384</u> | <u>329,101,262</u> | <u>350,722,762</u> |
| Extraordinary item: | | | |
| Insurance recoveries - earthquake | - | - | - |
| Change in net position | <u>(20,473,262)</u> | <u>5,116,527</u> | <u>14,563,394</u> |
| Net position - beginning | <u>486,853,101</u> | <u>466,379,839</u> | <u>* 263,881,807</u> |
| Net position - ending | <u>\$ 466,379,839</u> | <u>\$ 471,496,366</u> | <u>\$ 278,445,201</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 | 24,640,562 |
| Beginning net position, as restated | <u>\$ 263,881,807</u> |

Source: District records

| | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|----|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ | 355,541,828 | \$ 369,346,099 | \$ 348,324,558 | \$ 372,732,101 | \$ 388,977,821 | \$ 379,077,882 | \$ 352,329,595 |
| | 21,053,440 | 22,186,753 | 35,524,217 | 41,447,698 | 46,816,092 | 47,774,638 | 43,729,987 |
| | 15,973,484 | 16,686,210 | 28,706,882 | 34,598,339 | 36,628,138 | 37,131,590 | 36,249,670 |
| | 3,717,258 | 3,970,098 | 4,201,137 | 5,133,263 | 6,601,202 | 6,933,849 | 5,178,246 |
| | 31,905,955 | 33,272,812 | 35,176,036 | 40,263,205 | 43,266,788 | 41,715,340 | 36,965,962 |
| | 12,809,149 | 13,243,357 | 15,267,081 | 16,156,481 | 18,837,470 | 17,786,973 | 18,350,223 |
| | 58,918,567 | 62,909,891 | 61,625,697 | 65,454,894 | 66,498,153 | 73,140,142 | 64,912,714 |
| | 11,384,960 | 10,571,801 | 11,924,768 | 13,077,960 | 13,548,580 | 14,945,774 | 13,973,444 |
| | 29,697,433 | 33,023,155 | 31,814,472 | 31,567,801 | 30,249,702 | 26,927,988 | 23,565,643 |
| | 1,399,308 | 1,312,990 | 1,456,918 | 2,045,143 | 1,232,701 | 2,355,243 | 2,808,504 |
| | 5,766,586 | 4,636,541 | 8,232,386 | 8,359,646 | 13,651,109 | 14,867,072 | 14,446,664 |
| | 7,381,897 | 6,157,330 | 7,551,547 | 9,242,260 | 9,364,995 | 8,502,780 | 6,911,503 |
| | <u>555,549,865</u> | <u>577,317,037</u> | <u>589,805,699</u> | <u>640,078,791</u> | <u>675,672,751</u> | <u>671,159,271</u> | <u>619,422,155</u> |
| | 12,404,365 | 12,208,260 | 12,417,029 | 12,152,375 | 9,161,786 | 8,285,297 | 10,181,752 |
| | 2,606,077 | 2,480,280 | 2,359,653 | 2,348,392 | 1,875,680 | 2,162,603 | 2,817,262 |
| | 4,816,244 | 4,676,126 | 3,854,718 | 4,078,642 | 2,961,721 | 332,024 | 433,648 |
| | <u>166,002,615</u> | <u>174,477,938</u> | <u>178,449,534</u> | <u>189,317,924</u> | <u>207,452,231</u> | <u>222,877,541</u> | <u>262,055,875</u> |
| | <u>185,829,301</u> | <u>193,842,604</u> | <u>197,080,934</u> | <u>207,897,333</u> | <u>221,451,418</u> | <u>233,657,465</u> | <u>275,488,537</u> |
| | <u>(369,720,564)</u> | <u>(383,474,433)</u> | <u>(392,724,765)</u> | <u>(432,181,458)</u> | <u>(454,221,333)</u> | <u>(437,501,806)</u> | <u>(343,933,618)</u> |
| | 171,616,112 | 166,255,226 | 192,202,970 | 245,051,979 | 255,082,102 | 265,008,724 | 281,345,877 |
| | 191,728,029 | 197,613,921 | 206,775,969 | 208,580,302 | 200,175,356 | 199,805,806 | 196,622,718 |
| | 1,495,447 | 2,791,032 | 5,203,179 | 10,108,312 | 8,412,121 | 2,779,448 | 1,722,898 |
| | <u>8,946,738</u> | <u>12,549,244</u> | <u>8,134,095</u> | <u>5,695,571</u> | <u>9,302,179</u> | <u>5,451,652</u> | <u>3,506,615</u> |
| | <u>373,786,326</u> | <u>379,209,423</u> | <u>412,316,213</u> | <u>469,436,164</u> | <u>472,971,758</u> | <u>473,045,630</u> | <u>483,198,108</u> |
| | - | - | - | - | 1,900,000 | 8,000,000 | 30,722,101 |
| | 4,065,762 | (4,265,010) | 19,591,448 | 37,254,706 | 20,650,425 | 43,543,824 | 169,986,591 |
| ** | <u>262,245,826</u> | <u>266,311,588</u> | <u>262,046,578</u> | <u>281,638,026</u> | <u>318,892,732</u> | <u>339,543,157</u> | <u>383,086,981</u> |
| \$ | <u>266,311,588</u> | <u>\$ 262,046,578</u> | <u>\$ 281,638,026</u> | <u>\$ 318,892,732</u> | <u>\$ 339,543,157</u> | <u>\$ 383,086,981</u> | <u>\$ 553,073,572</u> |

** 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, 2013 through 2022

| | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|---|----------------------|----------------------|----------------------|-----------------------|-----------------------|
| General fund : | | | | | |
| Nonspendable | \$ 4,001,748 | \$ 3,545,886 | \$ 5,536,720 | \$ 7,432,522 | \$ 6,869,403 |
| Restricted | - | - | - | 25,000 | 25,000 |
| Committed | 61,484,871 | 66,829,024 | 64,786,545 | 66,464,759 | 69,929,848 |
| Assigned | 26,142,829 | 14,854,416 | 16,212,382 | 25,004,349 | 30,626,417 |
| Unassigned | 7,062,256 | 7,317,576 | 7,949,448 | 8,607,147 | 9,020,904 |
| Total general fund | <u>\$ 98,691,704</u> | <u>\$ 92,546,902</u> | <u>\$ 94,485,095</u> | <u>\$ 107,533,777</u> | <u>\$ 116,471,572</u> |
| All other governmental funds: | | | | | |
| Nonspendable | \$ 1,252,141 | \$ 1,267,998 | \$ 1,463,030 | \$ 1,652,064 | \$ 1,965,178 |
| Restricted for: | | | | | |
| Capital projects | 19,954,153 | 10,861,991 | 18,777,282 | 18,721,959 | 16,787,473 |
| Debt service | 169,543 | 213,402 | 551,976 | 178,502 | 940,161 |
| Schools and scholarships | 411,517 | 408,728 | 435,761 | 469,379 | 724,698 |
| School lunch | 9,052,252 | 9,060,870 | 12,552,044 | 15,901,378 | 16,867,362 |
| Committed | 11,418,409 | 12,099,958 | 14,135,476 | 14,741,173 | 15,390,114 |
| Total all other governmental funds | <u>\$ 42,258,015</u> | <u>\$ 33,912,947</u> | <u>\$ 47,915,569</u> | <u>\$ 51,664,455</u> | <u>\$ 52,674,986</u> |

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>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 7,211,110 | \$ 9,091,812 | \$ 9,505,718 | \$ 9,945,342 | \$ 7,422,261 |
| 25,878 | - | - | - | - |
| 69,975,904 | 72,428,061 | 79,909,552 | 78,705,647 | 80,054,112 |
| 44,185,648 | 58,024,205 | 59,369,200 | 48,432,366 | 49,552,258 |
| 9,346,427 | 9,265,110 | 9,646,526 | 8,034,018 | 8,540,405 |
| <u>\$ 130,744,967</u> | <u>\$ 148,809,188</u> | <u>\$ 158,430,996</u> | <u>\$ 145,117,373</u> | <u>\$ 145,569,036</u> |
| | | | | |
| \$ 2,304,663 | \$ 1,937,413 | \$ 2,719,168 | \$ 2,735,687 | \$ 6,645,416 |
| 33,113,421 | 63,995,911 | 104,989,162 | 158,658,223 | 141,939,501 |
| 49,954,935 | 52,528,163 | 3,677,120 | 95,509 | 134,407 |
| 751,568 | 793,692 | 898,341 | 881,186 | 779,301 |
| 15,637,262 | 16,801,416 | 15,509,684 | 9,649,119 | 20,196,606 |
| 16,265,813 | 16,387,064 | 15,185,386 | 17,024,906 | 15,678,444 |
| <u>\$ 118,027,662</u> | <u>\$ 152,443,659</u> | <u>\$ 142,978,861</u> | <u>\$ 189,044,630</u> | <u>\$ 185,373,675</u> |

Granite School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years - June 30, 2013 through 2022

| | 2013 | 2014 | 2015 | 2016 |
|--|----------------|----------------|----------------|----------------|
| Revenues: | | | | |
| Property taxes | \$ 149,490,678 | \$ 146,112,746 | \$ 160,266,514 | \$ 171,539,430 |
| Earnings on investments | 1,860,492 | 1,400,514 | 1,121,807 | 1,495,447 |
| Tuitions | 2,013,019 | 1,991,572 | 1,766,485 | 1,678,513 |
| School lunch sales | 4,848,097 | 5,076,727 | 5,140,395 | 4,816,244 |
| Student fees, net of fee waivers | 6,399,545 | 6,302,516 | 6,690,355 | 6,679,779 |
| Proceeds from fundraising activities | 2,581,748 | 2,688,214 | 2,540,109 | 2,533,430 |
| Other local | 12,212,830 | 12,524,333 | 14,436,700 | 15,048,987 |
| State | 261,025,516 | 274,793,224 | 279,594,670 | 294,402,906 |
| Federal | 62,666,703 | 58,164,074 | 64,143,004 | 63,327,738 |
| Total revenues | 503,098,628 | 509,053,920 | 535,700,039 | 561,522,474 |
| Expenditures: | | | | |
| Current: | | | | |
| Instructional services | 303,094,147 | 310,881,752 | 319,970,969 | 326,806,196 |
| Supporting services: | | | | |
| Students | 19,177,739 | 19,850,939 | 20,538,158 | 20,864,748 |
| Instructional staff | 15,898,421 | 16,649,551 | 15,431,611 | 15,949,567 |
| District administration | 3,042,966 | 3,152,450 | 3,394,556 | 3,460,587 |
| School administration | 26,386,676 | 28,194,855 | 29,877,428 | 31,232,278 |
| Central | 9,387,883 | 9,150,691 | 9,780,646 | 11,999,317 |
| Operation and maintenance of facilities | 51,964,424 | 54,122,795 | 54,752,894 | 55,270,956 |
| Transportation | 10,247,348 | 9,504,264 | 9,112,787 | 11,119,249 |
| School lunch services | 26,753,082 | 27,940,153 | 29,528,913 | 29,569,025 |
| Community services | 1,189,333 | 1,107,853 | 1,114,842 | 1,200,585 |
| Debt service: | | | | |
| Principal | 8,545,000 | 8,100,000 | 8,330,000 | 6,830,000 |
| Interest | 8,304,364 | 8,806,546 | 8,604,651 | 8,348,550 |
| Bond issuance costs and fiscal charges | 405,013 | 500 | 2,500 | 270,000 |
| Paying agent fees | - | - | - | - |
| Contributions to other governments | - | - | 5,193,756 | 5,766,586 |
| Facility acquisition and construction | 137,959,749 | 31,212,298 | 18,097,591 | 21,460,748 |
| Total expenditures | 622,356,145 | 528,674,647 | 533,731,302 | 550,148,392 |
| Excess (deficiency) of revenues over (under) expenditures | (119,257,517) | (19,620,727) | 1,968,737 | 11,374,082 |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | 762,898 | 890,208 | 4,501,810 | 711,226 |
| Proceeds from insurance settlements | - | - | - | - |
| Lease proceeds | - | - | - | - |
| Bonds issued | 48,075,000 | - | - | - |
| Refunding bonds issued | - | - | - | 75,400,000 |
| Premiums on bonds issued | 4,405,323 | - | - | - |
| Refunded bonds escrow | - | - | - | (75,125,223) |
| Transfers in | 557,410 | 5,353,431 | 10,408,021 | 5,690,167 |
| Transfers (out) | (616,560) | (1,112,782) | (937,753) | (1,252,684) |
| Total other financing sources (uses) | 53,184,071 | 5,130,857 | 13,972,078 | 5,423,486 |
| Extraordinary item: | | | | |
| Insurance recoveries - earthquake | - | - | - | - |
| Net change in fund balances | (66,073,446) | (14,489,870) | 15,940,815 | 16,797,568 |
| Fund balances - beginning | 207,023,165 | 140,949,719 | 126,459,849 | 142,400,664 |
| Fund balances - ending | \$ 140,949,719 | \$ 126,459,849 | \$ 142,400,664 | \$ 159,198,232 |
| Debt service as a percentage of noncapital expenditures | 3.25% | 3.43% | 3.25% | 2.82% |

Source: District records

| 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 166,770,059 | \$ 192,451,227 | \$ 244,503,005 | \$ 254,290,730 | \$ 265,491,842 | \$ 281,731,835 |
| 2,791,032 | 4,982,283 | 9,662,149 | 7,999,247 | 2,659,215 | 1,628,093 |
| 1,469,626 | 1,390,836 | 1,405,494 | 897,384 | 573,982 | 231,804 |
| 4,676,126 | 3,854,718 | 4,097,792 | 2,961,721 | 335,024 | 433,648 |
| 6,674,173 | 6,317,233 | 6,295,157 | 4,712,245 | 5,500,873 | 7,093,856 |
| 2,534,385 | 2,576,611 | 2,036,257 | 1,699,183 | 245,484 | 407,567 |
| 14,131,546 | 14,160,438 | 12,849,467 | 12,822,080 | 12,073,261 | 13,842,800 |
| 306,268,907 | 318,977,331 | 330,513,735 | 331,706,435 | 343,724,201 | 342,843,805 |
| 66,275,190 | 66,247,874 | 67,387,534 | 75,988,040 | 78,959,146 | 115,834,788 |
| <u>571,591,044</u> | <u>610,958,551</u> | <u>678,750,590</u> | <u>693,077,065</u> | <u>709,563,028</u> | <u>764,048,196</u> |
| 334,010,293 | 327,572,456 | 334,679,325 | 349,764,273 | 369,212,768 | 379,169,600 |
| 21,608,738 | 36,571,171 | 40,192,407 | 45,287,632 | 50,635,852 | 52,070,827 |
| 16,468,530 | 29,730,567 | 33,889,209 | 35,659,666 | 39,513,044 | 44,127,919 |
| 3,911,719 | 4,384,082 | 4,804,492 | 5,999,290 | 6,227,758 | 5,782,020 |
| 31,920,504 | 35,614,417 | 38,400,619 | 41,042,216 | 43,947,410 | 43,838,341 |
| 12,267,509 | 14,949,809 | 15,357,847 | 17,775,561 | 18,097,341 | 20,037,081 |
| 58,788,349 | 59,466,626 | 61,109,483 | 61,914,361 | 71,331,290 | 67,839,208 |
| 9,652,879 | 11,468,365 | 12,032,030 | 12,423,215 | 14,563,857 | 14,752,588 |
| 33,393,262 | 33,052,083 | 31,279,998 | 30,675,274 | 27,995,306 | 25,605,529 |
| 1,307,343 | 1,589,536 | 2,137,183 | 2,248,273 | 2,386,153 | 2,671,890 |
| 7,980,000 | 10,720,000 | 49,615,000 | 55,625,000 | 54,690,000 | 18,350,000 |
| 6,849,257 | 7,910,252 | 10,325,804 | 11,568,768 | 11,880,259 | 11,917,681 |
| 2,500 | 375,256 | 222,652 | 459,675 | 1,060,095 | 382,285 |
| - | - | - | 5,000 | 5,500 | 4,500 |
| 4,636,541 | 8,232,386 | 8,359,646 | 13,651,109 | 14,867,072 | 14,446,664 |
| 20,755,574 | 28,910,833 | 40,462,710 | 92,787,662 | 67,854,113 | 104,234,442 |
| <u>563,552,998</u> | <u>610,547,839</u> | <u>682,868,405</u> | <u>776,886,975</u> | <u>794,267,818</u> | <u>805,230,575</u> |
| 8,038,046 | 410,712 | (4,117,815) | (83,809,910) | (84,704,790) | (41,182,379) |
| 2,172,777 | 863,699 | 4,163,902 | 5,509,425 | 534,898 | 337,326 |
| - | - | - | - | - | 35,442 |
| - | - | - | - | - | 868,218 |
| - | 25,000,000 | 50,000,000 | 100,000,000 | 88,000,000 | - |
| - | 42,195,000 | - | - | 54,135,000 | - |
| - | 11,300,368 | 1,684,505 | 11,536,831 | 30,388,690 | - |
| - | - | - | (46,700,000) | (70,288,441) | - |
| 818,625 | 792,424 | 3,535,653 | 13,945,765 | 17,537,194 | 12,198,295 |
| (1,081,122) | (936,132) | (2,786,027) | (2,225,101) | (10,850,405) | (6,198,295) |
| <u>1,910,280</u> | <u>79,215,359</u> | <u>56,598,033</u> | <u>82,066,920</u> | <u>109,456,936</u> | <u>7,240,986</u> |
| - | - | - | 1,900,000 | 8,000,000 | 30,722,101 |
| 9,948,326 | 79,626,071 | 52,480,218 | 157,010 | 32,752,146 | (3,219,292) |
| 159,198,232 | 169,146,558 | 248,772,629 | 301,252,847 | 301,409,857 | 334,162,003 |
| <u>\$ 169,146,558</u> | <u>\$ 248,772,629</u> | <u>\$ 301,252,847</u> | <u>\$ 301,409,857</u> | <u>\$ 334,162,003</u> | <u>\$ 330,942,711</u> |
| 2.70% | 3.13% | 9.08% | 9.06% | 9.10% | 4.28% |

Granite School District
Comparative Balance Sheets - General Fund
Last Ten Fiscal Years - June 30, 2013 through 2022

| | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Assets: | | | | | |
| Cash and investments | \$ 134,844,685 | \$ 120,865,657 | \$ 123,816,801 | \$ 138,023,093 | \$ 151,820,222 |
| Receivables: | | | | | |
| Property taxes | 104,112,081 | 106,659,003 | 122,667,773 | 123,821,980 | 139,432,561 |
| Local | 1,519,629 | 1,259,112 | 965,401 | 633,474 | 1,087,085 |
| State | 523,513 | 658,359 | 407,702 | 758,439 | 3,485,354 |
| Federal | 16,149,504 | 17,859,225 | 15,007,012 | 15,836,619 | 13,940,913 |
| Leases | - | - | - | - | - |
| Inventories | 3,669,481 | 3,243,980 | 4,078,607 | 4,185,935 | 3,105,577 |
| Prepaid items | 332,267 | 301,906 | 1,458,113 | 3,246,587 | 3,763,826 |
| Due from other funds | 154,633 | 135,752 | 266,561 | - | - |
| Total assets | <u>\$ 261,305,793</u> | <u>\$ 250,982,994</u> | <u>\$ 268,667,970</u> | <u>\$ 286,506,127</u> | <u>\$ 316,635,538</u> |
| Liabilities: | | | | | |
| Accounts and contracts payable | 1,112,408 | 1,228,108 | 851,972 | 860,180 | 3,007,004 |
| Accrued salaries and related benefits | 44,968,638 | 40,171,266 | 39,340,629 | 40,535,833 | 40,986,798 |
| Unearned revenue: | | | | | |
| Local | 1,506,997 | 1,214,181 | 873,955 | 1,094,820 | 1,772,063 |
| State | 8,678,669 | 7,436,856 | 6,353,051 | 6,971,190 | 7,391,913 |
| Federal | 1,955,335 | 1,433,119 | 3,991,067 | 3,362,473 | 4,778,832 |
| Due to other funds | - | - | - | 2,203,496 | 2,173,301 |
| Total liabilities | <u>58,222,047</u> | <u>51,483,530</u> | <u>51,410,674</u> | <u>55,027,992</u> | <u>60,109,911</u> |
| Deferred inflows of resources: | | | | | |
| Property taxes levied for future year | 101,786,514 | 104,271,195 | 120,376,958 | 121,451,152 | 137,928,210 |
| Unavailable property tax revenue | 2,605,528 | 2,681,367 | 2,395,243 | 2,493,206 | 2,125,845 |
| Related to leases | - | - | - | - | - |
| Total deferred inflows of resources | <u>104,392,042</u> | <u>106,952,562</u> | <u>122,772,201</u> | <u>123,944,358</u> | <u>140,054,055</u> |
| Fund balances: | | | | | |
| Nonspendable: | | | | | |
| Inventories | 3,669,481 | 3,243,980 | 4,078,607 | 4,185,935 | 3,105,577 |
| Prepaid items | 332,267 | 301,906 | 1,458,113 | 3,246,587 | 3,763,826 |
| Restricted for: | | | | | |
| Schools and scholarships | - | - | - | 25,000 | 25,000 |
| Committed to: | | | | | |
| Economic stabilization | 21,811,871 | 22,229,221 | 22,824,786 | 23,373,393 | 24,335,589 |
| Employee benefits | 38,799,309 | 43,001,662 | 41,640,633 | 42,726,720 | 45,032,069 |
| Contractual obligations | 873,691 | 1,598,141 | 321,126 | 364,646 | 562,190 |
| Assigned to: | | | | | |
| Self insurance | 12,405,824 | 8,561,277 | 8,561,277 | 11,122,790 | 11,413,984 |
| Employee compensation | - | - | - | - | - |
| Employee benefits | 5,451,851 | 1,394,806 | 3,143,576 | 6,340,453 | 8,433,741 |
| Planned projects | 8,285,154 | 4,898,333 | 4,507,529 | 6,973,137 | 7,889,506 |
| Textbooks | - | - | - | 567,969 | 2,889,186 |
| Unassigned | <u>7,062,256</u> | <u>7,317,576</u> | <u>7,949,448</u> | <u>8,607,147</u> | <u>9,020,904</u> |
| Total fund balances | <u>98,691,704</u> | <u>92,546,902</u> | <u>94,485,095</u> | <u>107,533,777</u> | <u>116,471,572</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 261,305,793</u> | <u>\$ 250,982,994</u> | <u>\$ 268,667,970</u> | <u>\$ 286,506,127</u> | <u>\$ 316,635,538</u> |

Source: District records

| <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 169,066,736 | \$ 171,906,263 | \$ 180,516,419 | \$ 173,763,873 | \$ 175,164,252 |
| 142,377,256 | 150,018,180 | 154,671,431 | 162,918,147 | 178,830,089 |
| 1,264,557 | 2,693,951 | 1,593,142 | 1,151,178 | 1,574,879 |
| 1,025,488 | 2,426,730 | 1,822,568 | 1,816,580 | 1,169,605 |
| 15,713,478 | 27,653,587 | 32,559,975 | 32,031,767 | 34,133,219 |
| - | - | - | - | 183,853 |
| 3,436,400 | 3,840,906 | 4,031,278 | 4,400,004 | 4,190,597 |
| 3,774,710 | 5,250,906 | 5,474,440 | 5,545,338 | 3,231,664 |
| - | - | - | - | - |
| <u>\$ 336,658,625</u> | <u>\$ 363,790,523</u> | <u>\$ 380,669,253</u> | <u>\$ 381,626,887</u> | <u>\$ 398,478,158</u> |
| 432,676 | 1,979,421 | 495,806 | 2,933,553 | 1,424,360 |
| 46,841,886 | 47,371,414 | 51,255,346 | 52,736,490 | 50,365,721 |
| 1,737,069 | 1,891,713 | 1,105,137 | 1,228,735 | 2,120,683 |
| 9,580,265 | 9,386,154 | 13,643,831 | 15,584,636 | 17,715,170 |
| 1,734,499 | 977,356 | 80,011 | 15,298 | 842,062 |
| 2,300,141 | 2,312,195 | - | - | - |
| <u>62,626,536</u> | <u>63,918,253</u> | <u>66,580,131</u> | <u>72,498,712</u> | <u>72,467,996</u> |
| 141,669,001 | 149,155,872 | 153,287,474 | 161,955,897 | 178,425,252 |
| 1,618,121 | 1,907,210 | 2,370,652 | 2,054,905 | 1,831,268 |
| - | - | - | - | 184,606 |
| <u>143,287,122</u> | <u>151,063,082</u> | <u>155,658,126</u> | <u>164,010,802</u> | <u>180,441,126</u> |
| 3,436,400 | 3,840,906 | 4,031,278 | 4,400,004 | 4,190,597 |
| 3,774,710 | 5,250,906 | 5,474,440 | 5,545,338 | 3,231,664 |
| 25,878 | - | - | - | - |
| 27,401,246 | 28,661,854 | 29,747,025 | 31,961,908 | 34,657,913 |
| 42,189,085 | 43,490,209 | 49,600,332 | 45,769,822 | 40,486,327 |
| 385,573 | 275,998 | 562,195 | 973,917 | 4,909,872 |
| 15,958,841 | 17,078,817 | 16,602,940 | 18,711,298 | 19,143,079 |
| - | 6,712,000 | 6,712,000 | 7,674,206 | - |
| 11,559,244 | 11,736,593 | 14,041,868 | 4,056,388 | 10,880,404 |
| 11,442,089 | 17,005,597 | 18,019,651 | 12,630,413 | 14,659,841 |
| 5,225,474 | 5,491,198 | 3,992,741 | 5,360,061 | 4,868,934 |
| 9,346,427 | 9,265,110 | 9,646,526 | 8,034,018 | 8,540,405 |
| <u>130,744,967</u> | <u>148,809,188</u> | <u>158,430,996</u> | <u>145,117,373</u> | <u>145,569,036</u> |
| <u>\$ 336,658,625</u> | <u>\$ 363,790,523</u> | <u>\$ 380,669,253</u> | <u>\$ 381,626,887</u> | <u>\$ 398,478,158</u> |

Granite School District

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

Last Ten Fiscal Years - June 30, 2013 through 2022 and Proposed Budget for 2023

| | 2013 | 2014 | 2015 | 2016 | 2017 |
|--|----------------------|----------------------|----------------------|-----------------------|-----------------------|
| Revenues: | | | | | |
| Property taxes | \$ 113,045,326 | \$ 109,537,454 | \$ 117,411,168 | \$ 127,477,366 | \$ 126,659,775 |
| Earnings on investments | 1,212,292 | 889,683 | 823,177 | 1,229,443 | 2,045,330 |
| Other local | 9,777,622 | 10,928,379 | 11,339,127 | 10,459,987 | 11,296,442 |
| State | 256,869,852 | 270,160,476 | 274,774,354 | 289,347,546 | 300,483,592 |
| Federal | 41,809,790 | 38,766,157 | 40,163,860 | 39,311,978 | 40,833,618 |
| Total revenue | <u>422,714,882</u> | <u>430,282,149</u> | <u>444,511,686</u> | <u>467,826,320</u> | <u>481,318,757</u> |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instruction | 292,231,153 | 299,040,857 | 308,217,928 | 313,720,152 | 319,976,784 |
| Supporting services: | | | | | |
| Students | 19,177,739 | 19,850,939 | 20,538,158 | 20,864,748 | 21,608,738 |
| Instructional staff | 15,898,421 | 16,649,551 | 15,431,611 | 15,941,286 | 16,462,417 |
| District administration | 3,042,966 | 3,152,450 | 3,394,556 | 3,439,511 | 3,879,652 |
| School administration | 26,386,676 | 28,194,855 | 29,877,428 | 31,232,278 | 31,915,921 |
| Central | 9,387,883 | 9,150,691 | 9,780,646 | 10,201,607 | 10,451,478 |
| Operation and maintenance of facilities | 51,964,424 | 54,122,795 | 54,752,894 | 53,990,705 | 57,355,321 |
| Transportation | 10,247,348 | 9,504,264 | 9,112,787 | 8,925,593 | 9,652,879 |
| Facility acquisition and construction | - | - | - | - | - |
| Total expenditures | <u>428,336,610</u> | <u>439,666,402</u> | <u>451,106,008</u> | <u>458,315,880</u> | <u>471,303,190</u> |
| Excess (deficiency) of revenues over (under) expenditures | (5,621,728) | (9,384,253) | (6,594,322) | 9,510,440 | 10,015,567 |
| Other financing sources (uses): | | | | | |
| Proceeds from sale of capital assets | - | - | - | - | 3,350 |
| Proceeds from insurance settlements | - | - | - | - | - |
| Transfers in (out) | (161,746) | 3,239,451 | 8,532,515 | 3,538,242 | (1,081,122) |
| Total other financing sources (uses) | <u>(161,746)</u> | <u>3,239,451</u> | <u>8,532,515</u> | <u>3,538,242</u> | <u>(1,077,772)</u> |
| Extraordinary item: | | | | | |
| Insurance recovery | - | - | - | - | - |
| Net change in fund balances | (5,783,474) | (6,144,802) | 1,938,193 | 13,048,682 | 8,937,795 |
| Fund balances - beginning | <u>104,475,178</u> | <u>98,691,704</u> | <u>92,546,902</u> | <u>94,485,095</u> | <u>107,533,777</u> |
| Fund balances - ending | <u>\$ 98,691,704</u> | <u>\$ 92,546,902</u> | <u>\$ 94,485,095</u> | <u>\$ 107,533,777</u> | <u>\$ 116,471,572</u> |

Source: District records

| <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>Proposed Budget 2023</u> |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-------------------------------------|
| \$ 144,794,791 | \$ 155,900,540 | \$ 157,344,994 | \$ 162,403,749 | \$ 171,326,853 | \$ 171,725,857 |
| 2,829,790 | 4,624,178 | 3,427,878 | 922,733 | 913,141 | 1,200,000 |
| 10,311,195 | 8,323,425 | 8,925,256 | 8,653,493 | 8,562,726 | 19,251,704 |
| 313,717,784 | 325,255,870 | 326,583,692 | 339,809,724 | 338,112,688 | 379,850,295 |
| 42,303,423 | 45,196,348 | 53,683,842 | 60,602,976 | 82,620,345 | 127,243,959 |
| <u>513,956,983</u> | <u>539,300,361</u> | <u>549,965,662</u> | <u>572,392,675</u> | <u>601,535,753</u> | <u>699,271,815</u> |
| 314,430,030 | 322,311,986 | 339,760,809 | 357,747,641 | 366,280,283 | 434,303,349 |
| 36,374,578 | 40,056,602 | 45,088,198 | 50,505,182 | 51,914,203 | 57,791,808 |
| 29,410,870 | 33,386,361 | 35,266,193 | 38,958,622 | 43,526,980 | 46,568,866 |
| 4,364,980 | 4,790,448 | 5,979,524 | 6,206,246 | 5,756,319 | 6,611,164 |
| 34,632,807 | 37,085,152 | 39,730,343 | 42,196,594 | 41,910,931 | 42,992,122 |
| 11,823,625 | 11,659,378 | 13,639,516 | 15,013,382 | 15,992,204 | 21,893,515 |
| 58,104,674 | 59,500,004 | 60,284,988 | 69,329,003 | 66,228,657 | 70,103,600 |
| 10,139,277 | 10,676,487 | 11,101,283 | 11,480,438 | 12,557,342 | 12,893,841 |
| - | - | - | - | 189,576 | - |
| <u>499,280,841</u> | <u>519,466,418</u> | <u>550,850,854</u> | <u>591,437,108</u> | <u>604,356,495</u> | <u>693,158,265</u> |
| 14,676,142 | 19,833,943 | (885,192) | (19,044,433) | (2,820,742) | 6,113,550 |
| 533,385 | - | 2,729 | 379,879 | 380 | 25,000 |
| - | - | - | - | 34,442 | - |
| <u>(936,132)</u> | <u>(1,769,722)</u> | <u>10,504,271</u> | <u>5,111,801</u> | <u>2,878,693</u> | <u>(3,328,355)</u> |
| <u>(402,747)</u> | <u>(1,769,722)</u> | <u>10,507,000</u> | <u>5,491,680</u> | <u>2,913,515</u> | <u>(3,303,355)</u> |
| - | - | - | 239,130 | 358,890 | 600,000 |
| <u>14,273,395</u> | <u>18,064,221</u> | <u>9,621,808</u> | <u>(13,313,623)</u> | <u>451,663</u> | <u>3,410,195</u> |
| <u>116,471,572</u> | <u>130,744,967</u> | <u>148,809,188</u> | <u>158,430,996</u> | <u>145,117,373</u> | <u>145,569,036</u> |
| <u>\$ 130,744,967</u> | <u>\$ 148,809,188</u> | <u>\$ 158,430,996</u> | <u>\$ 145,117,373</u> | <u>\$ 145,569,036</u> | <u>\$ 148,979,231</u> |



GRANITE SCHOOL DISTRICT

Statistical Section - Revenue Capacity

Table of Contents

This part of the District's annual comprehensive 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

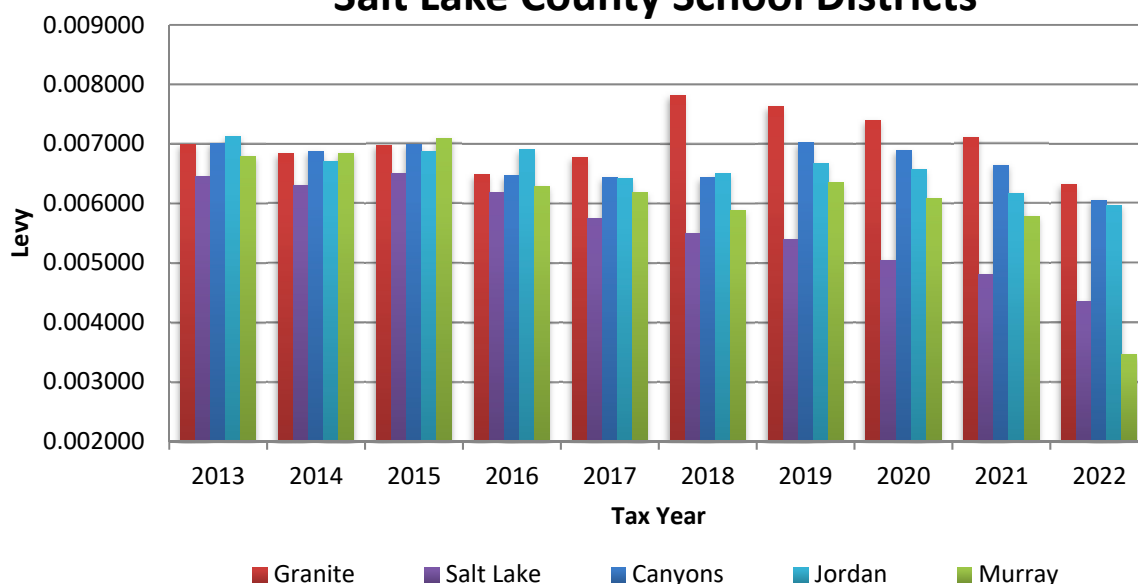
These schedules contain information to help the reader assess one of the District's most significant local revenue source, the property tax.

| Contents | Page |
|--|------|
| Principal Property Tax Payers..... | 110 |
| Property Tax Levies and Collections..... | 111 |
| Historical Summaries of Taxable Values of Property..... | 112 |
| Taxable Value and Fair Market Value of Taxable Property..... | 114 |
| Direct and Overlapping Property Tax Rates..... | 116 |

Sources:

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

A Comparison of Property Tax Rates Salt Lake County School Districts



Granite School District
Principal Property Tax Payers
December 31, 2021 and 2012

| Taxpayer | Industry | 2021 | | | 2012 | | |
|---|----------------|-------------------------|------|--------------------------------|-------------------------|------|--------------------------------|
| | | Taxable Value* | Rank | Percent of Total Taxable Value | Taxable Value* | Rank | Percent of Total Taxable Value |
| Hexcel Corporation | Product Design | \$ 337,084,962 | 1 | 0.89 % | \$ 129,082,278 | 4 | 0.63 % |
| PacificCorp | Utility | 183,136,282 | 2 | 0.48 % | 218,682,546 | 2 | 1.06 % |
| Comcast of Utah II Inc. | Communications | 153,926,741 | 3 | 0.41 % | - | - | - |
| Northrup Grumman Innovation Systems, Inc. | Aerospace | 152,987,013 | 4 | 0.40 % | - | - | - |
| Questar Gas | Utility | 144,214,919 | 5 | 0.38 % | 114,407,059 | 5 | 0.56 % |
| EOS at Millrock Park LLC | Real Estate | 137,878,000 | 6 | 0.36 % | - | - | - |
| Kennecott Utah Copper | Mining | 129,587,527 | 7 | 0.34 % | 1,771,872,394 | 1 | 8.60 % |
| Discovery Products Inc. | Financial | 98,558,700 | 8 | 0.26 % | - | - | - |
| TPP 217 Taylorsville, LLC | Property | 93,694,100 | 9 | 0.25 % | - | - | - |
| Summit Life Plan Communities LLC | Property | 86,063,535 | 10 | 0.23 % | - | - | - |
| Alliant Techsystems Inc. | Aerospace | - | - | - | 140,058,974 | 3 | 0.68 % |
| Northern Utah Healthcare Corp. | Health Care | - | - | - | 84,191,989 | 6 | 0.41 % |
| Verizon Communications Inc. | Communications | - | - | - | 81,823,809 | 7 | 0.40 % |
| Cer Generation II | Utility | - | - | - | 73,876,711 | 8 | 0.36 % |
| Coventry | Health Care | - | - | - | 73,783,100 | 9 | 0.36 % |
| Wal-Mart Real Estate | Real Estate | - | - | - | 64,332,100 | 10 | 0.31 % |
| | | <u>\$ 1,517,131,779</u> | | <u>4.00 %</u> | <u>\$ 2,752,110,960</u> | | <u>13.37 %</u> |
| Total taxable value | | \$ 37,949,740,660 | | | \$ 20,610,704,960 | | |

* 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, 2012 through 2021

| Tax Year | Taxes Levied * | Collections | | | Total Collections to Date | |
|----------|----------------|---------------------|--------------------|---------------------|---------------------------|--------------------|
| | | In the Year of Levy | Percentage of Levy | In Subsequent Years | Amount | Percentage of Levy |
| 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% | 2,642,896 | 153,814,371 | 95.81% |
| 2015 | 172,088,527 | 161,444,485 | 93.81% | 2,815,024 | 164,259,509 | 95.45% |
| 2016 | 173,178,567 | 164,359,508 | 94.91% | 2,728,120 | 167,087,628 | 96.48% |
| 2017 | 189,471,794 | 175,818,128 | 92.79% | 2,945,228 | 178,763,356 | 94.35% |
| 2018 | 240,425,140 | 229,098,239 | 95.29% | 3,575,035 | 232,673,274 | 96.78% |
| 2019 | 252,715,360 | 237,957,204 | 94.16% | 3,792,721 | 241,749,925 | 95.66% |
| 2020 | 261,443,599 | 245,152,059 | 93.77% | 3,330,233 | 248,482,292 | 95.04% |
| 2021 | 274,332,888 | 262,963,249 | 95.86% | 2,101,965 | 265,065,214 | 96.62% |

* 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, 2012 through 2021

| | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| Set by State Tax Commission: | | | | |
| Centrally assessed | <u>\$ 2,318,777,740</u> | <u>\$ 1,909,724,105</u> | <u>\$ 2,020,058,045</u> | <u>\$ 1,987,554,888</u> |
| Set by County Assessor: | | | | |
| Locally assessed | | | | |
| Real property: | | | | |
| Residential real estate-primary use | 11,602,096,890 | 12,107,463,442 | 12,979,459,323 | 13,746,599,126 |
| Residential real estate-not primary use | 445,747,730 | 449,861,180 | 433,165,380 | 447,699,630 |
| Commercial and industrial real estate | 4,881,426,400 | 5,121,010,250 | 5,325,372,810 | 5,659,892,170 |
| Agriculture-FAA | 2,446,640 | 2,488,520 | 2,275,710 | 2,335,310 |
| Unimproved non-FAA | <u>7,338,740</u> | <u>7,679,100</u> | <u>6,538,360</u> | <u>6,681,790</u> |
| Total real property | <u>16,939,056,400</u> | <u>17,688,502,492</u> | <u>18,746,811,583</u> | <u>19,863,208,026</u> |
| Personal property: | | | | |
| Tax equivalent property (motor vehicle fees) | 585,561,977 | 567,068,999 | 572,977,971 | 623,717,876 |
| Mobile home-primary residential use | 40,302,850 | 39,128,490 | 38,194,141 | 37,301,968 |
| Mobile home-other use | 1,596,921 | 2,008,240 | 1,335,284 | 1,041,177 |
| Commercial and industrial property | <u>1,310,971,049</u> | <u>1,330,178,802</u> | <u>1,387,651,899</u> | <u>1,406,863,684</u> |
| Total personal property | <u>1,938,432,797</u> | <u>1,938,384,531</u> | <u>2,000,159,295</u> | <u>2,068,924,705</u> |
| Total locally assessed | <u>18,877,489,197</u> | <u>19,626,887,023</u> | <u>20,746,970,878</u> | <u>21,932,132,731</u> |
| Total taxable property | <u>\$ 21,196,266,937</u> | <u>\$ 21,536,611,128</u> | <u>\$ 22,767,028,923</u> | <u>\$ 23,919,687,619</u> |

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

| <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> |
|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| <u>\$ 1,953,016,576</u> | <u>\$ 1,818,510,466</u> | <u>\$ 2,230,321,708</u> | <u>\$ 2,095,451,540</u> | <u>\$ 1,955,265,731</u> | <u>\$ 2,226,589,243</u> |
| 15,038,672,403 | 16,407,657,935 | 17,932,589,623 | 19,654,604,907 | 21,202,676,115 | 23,820,947,903 |
| 475,841,220 | 480,986,500 | 483,698,920 | 521,610,330 | 561,706,930 | 640,652,530 |
| 6,123,211,850 | 6,659,643,650 | 7,321,506,300 | 7,925,673,530 | 8,548,117,540 | 9,280,932,690 |
| 1,931,070 | 7,757,580 | 7,731,450 | 7,898,210 | 10,132,800 | 11,135,180 |
| 6,290,130 | 69,600 | 69,600 | 69,600 | 75,100 | 78,800 |
| <u>21,645,946,673</u> | <u>23,556,115,265</u> | <u>25,745,595,893</u> | <u>28,109,856,577</u> | <u>30,322,708,485</u> | <u>33,753,747,103</u> |
| 638,454,053 | 686,470,293 | 783,672,463 | 806,495,635 | 779,648,880 | 843,606,564 |
| 36,061,274 | 34,869,829 | 33,876,878 | 32,910,515 | 32,487,788 | 31,701,733 |
| 929,416 | 1,006,222 | 917,825 | 483,769 | 1,053,878 | 2,159,676 |
| <u>1,469,530,445</u> | <u>1,518,533,062</u> | <u>1,575,930,319</u> | <u>1,796,298,892</u> | <u>1,893,403,976</u> | <u>1,935,542,905</u> |
| <u>2,144,975,188</u> | <u>2,240,879,406</u> | <u>2,394,397,485</u> | <u>2,636,188,811</u> | <u>2,706,594,522</u> | <u>2,813,010,878</u> |
| <u>23,790,921,861</u> | <u>25,796,994,671</u> | <u>28,139,993,378</u> | <u>30,746,045,388</u> | <u>33,029,303,007</u> | <u>36,566,757,981</u> |
| <u>\$ 25,743,938,437</u> | <u>\$ 27,615,505,137</u> | <u>\$ 30,370,315,086</u> | <u>\$ 32,841,496,928</u> | <u>\$ 34,984,568,738</u> | <u>\$ 38,793,347,224</u> |

Granite School District

Taxable Value and Fair Market Value of Taxable Property

Last Ten Years - December 31, 2012 through 2021

| Tax Year | Taxable Value * | | | | |
|-------------|-------------------|----------------------------|--------------|----------------|-------------------|
| | Residential | Industrial & Commercial | Agriculture | Personal | Total |
| 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 |
| 2019 | 20,176,215,237 | 11,817,423,962 | 7,967,810 | 839,889,919 | 32,841,496,928 |
| 2020 | 21,764,383,045 | 12,396,787,247 | 10,207,900 | 813,190,546 | 34,984,568,738 |
| 2021 | 24,461,600,433 | 13,443,064,838 | 11,213,980 | 877,467,973 | 38,793,347,224 |

* 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 |
|--------------------------------------|----------------------------------|---|
| 0.007166 | \$ 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% |
| 0.006779 | 41,068,482,398 | 67.24% |
| 0.007822 | 45,070,151,314 | 67.38% |
| 0.007626 | 48,949,464,091 | 67.09% |
| 0.007397 | 52,358,793,750 | 66.82% |
| 0.007105 | 58,309,151,472 | 66.53% |

Granite School District

Direct and Overlapping Property Tax Rates

Last Ten Years - December 31, 2012 through 2021

(Rate per \$1 of assessed value)

| | 2012 | 2013 | 2014 | 2015 |
|---|----------|----------|----------|----------|
| Granite School District Rates: | | | | |
| General fund: | | | | |
| Basic state supported program for regular K-12 instruction (set by state legislature) | 0.001651 | 0.001535 | 0.001419 | 0.001736 |
| Voted leeway program for regular K-12 instruction | 0.001600 | 0.001600 | 0.001526 | 0.001461 |
| Board local levy (1) | 0.002149 | 0.002106 | 0.002227 | 0.002169 |
| Total general fund | 0.005400 | 0.005241 | 0.005172 | 0.005366 |
| Capital projects fund: | | | | |
| Capital outlay equalization (2) | 0.000600 | 0.000600 | 0.000600 | 0.000600 |
| Capital outlay for buildings and other capital needs | 0.000405 | 0.000392 | 0.000298 | 0.000389 |
| Total capital projects fund | 0.001005 | 0.000992 | 0.000898 | 0.000989 |
| Other: | | | | |
| Debt service | 0.000761 | 0.000761 | 0.000761 | 0.000623 |
| Charter school levy (1) | - | - | - | - |
| Total other | 0.000761 | 0.000761 | 0.000761 | 0.000623 |
| Total direct rate | 0.007166 | 0.006994 | 0.006831 | 0.006978 |
| Overlapping Rates: (3) | | | | |
| Salt Lake County, Municipal, and Library | 0.003622 | 0.004101 | 0.003931 | 0.003668 |
| Salt Lake Valley Law Enforcement Service Area (1) | 0.001999 | 0.002230 | 0.002145 | 0.002042 |
| Salt Lake Valley Fire Service Area | 0.002079 | 0.002192 | 0.002097 | 0.002000 |
| Holladay City | 0.001791 | 0.001707 | 0.001596 | 0.001528 |
| Millcreek City (1) | - | - | - | - |
| South Salt Lake City | 0.002757 | 0.002725 | 0.002572 | 0.002454 |
| Taylorsville City | 0.001923 | 0.002104 | 0.001294 | 0.001250 |
| West Valley City | 0.004837 | 0.004633 | 0.004831 | 0.004199 |
| Central Utah Water Conservancy District | 0.000455 | 0.000446 | 0.000422 | 0.000405 |
| Other local taxing entities: | | | | |
| Minimum | 0.000054 | 0.000021 | 0.000020 | 0.000019 |
| Maximum | 0.005517 | 0.005349 | 0.005675 | 0.004862 |

Notes:

- (1) Tax rates begin the first year the entity levied a rate.
- (2) Tax rate discontinued for 2017.
- (3) 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-Certified Property Tax Rates by Year

| <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 0.001675 | 0.001568 | 0.001666 | 0.001661 | 0.001628 | 0.001661 |
| 0.001365 | 0.001287 | 0.001178 | 0.001124 | 0.001069 | 0.000978 |
| 0.002023 | 0.002375 | 0.002256 | 0.002117 | 0.002023 | 0.001846 |
| 0.005063 | 0.005230 | 0.005100 | 0.004902 | 0.004720 | 0.004485 |
| 0.000600 | - | - | - | - | - |
| 0.000195 | 0.000801 | 0.000668 | 0.000638 | 0.000607 | 0.001681 |
| 0.000795 | 0.000801 | 0.000668 | 0.000638 | 0.000607 | 0.001681 |
| 0.000623 | 0.000623 | 0.001957 | 0.001957 | 0.001957 | 0.000831 |
| - | 0.000125 | 0.000097 | 0.000129 | 0.000113 | 0.000108 |
| 0.000623 | 0.000748 | 0.002054 | 0.002086 | 0.002070 | 0.000939 |
| 0.006481 | 0.006779 | 0.007822 | 0.007626 | 0.007397 | 0.007105 |
| 0.003434 | 0.002908 | 0.002648 | 0.002530 | 0.002524 | 0.001777 |
| 0.001925 | 0.002033 | 0.002139 | 0.002079 | 0.002254 | 0.001973 |
| 0.001888 | 0.001812 | 0.001858 | 0.001746 | 0.001717 | 0.001594 |
| 0.001420 | 0.001380 | 0.001311 | 0.001235 | 0.001169 | 0.001605 |
| - | 0.000068 | 0.002012 | 0.001897 | 0.001841 | 0.001699 |
| 0.002303 | 0.002032 | 0.001878 | 0.001715 | 0.001597 | 0.001536 |
| 0.001165 | 0.001090 | 0.001003 | 0.000943 | 0.000904 | 0.000825 |
| 0.004233 | 0.004151 | 0.003706 | 0.003508 | 0.003263 | 0.002995 |
| 0.000400 | 0.000400 | 0.000400 | 0.000400 | 0.000400 | 0.000400 |
| 0.000018 | 0.000017 | 0.000015 | 0.000014 | 0.000013 | 0.000012 |
| 0.004557 | 0.004286 | 0.003977 | 0.003878 | 0.003540 | 0.003424 |



GRANITE SCHOOL DISTRICT

Statistical Section - Debt Capacity

Table of Contents

This part of the District's annual comprehensive 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

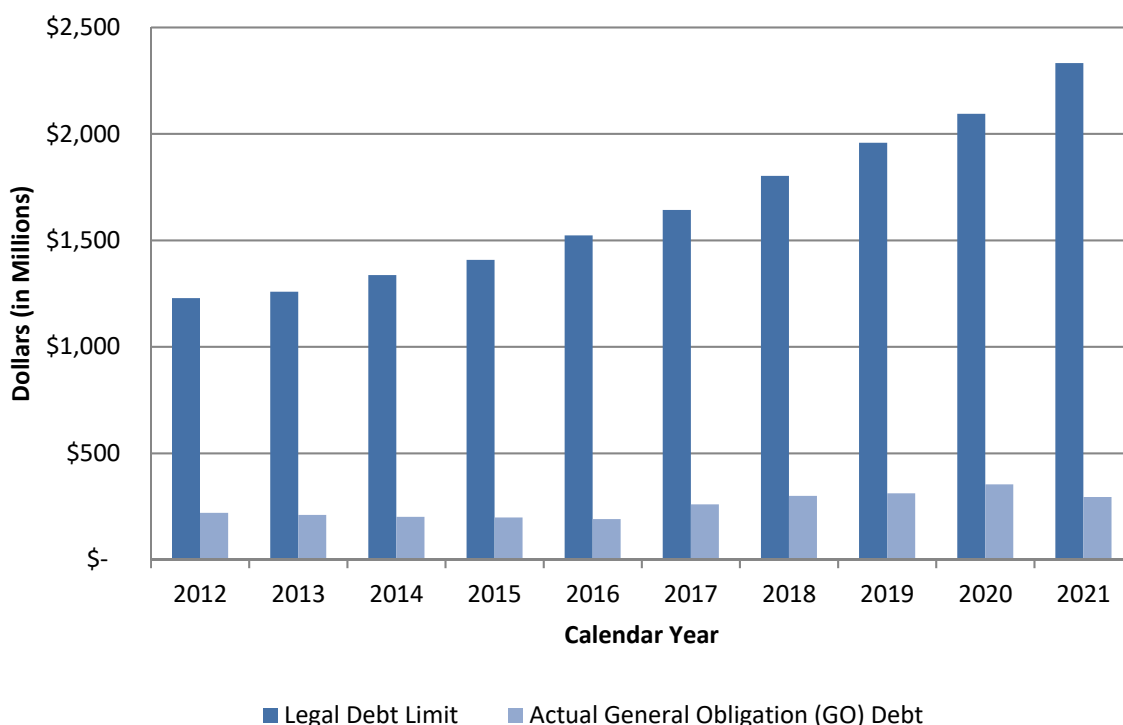
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

| Contents | Page |
|---|------|
| Ratios of Outstanding Debt..... | 120 |
| Debt Service Schedule of Outstanding General Obligation Bonds (Fiscal Year)..... | 122 |
| CUSIP Numbers Associated with Outstanding General Obligation Bonded Indebtedness..... | 124 |
| Direct and Overlapping General Obligation Debt..... | 126 |
| Legal Debt Margin Information..... | 127 |

Sources:

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

Legal Debt Limit and Actual GO Debt



Granite School District

Ratios of Outstanding Debt

Last Ten Fiscal Years - June 30, 2013 through 2022

| Outstanding Debt | | | | | | |
|------------------|--------------------------|--|------------------------------|---------------------------|---------|----------------|
| Fiscal Year | Direct | | | | | |
| | General Obligation Bonds | Less: Amounts Available in Debt Service Fund (1) | Net General Obligation Bonds | Unamortized Bond Premiums | Leases | Subtotal |
| 2013 | \$ 197,785,000 | \$ 169,543 | \$ 197,615,457 | \$ 13,464,872 | \$ - | \$ 211,080,329 |
| 2014 | 189,685,000 | 213,402 | 189,471,598 | 12,547,406 | - | 202,019,004 |
| 2015 | 181,355,000 | 551,976 | 180,803,024 | 11,629,941 | - | 192,432,965 |
| 2016 | 185,800,000 | 178,502 | 185,621,498 | 5,689,286 | - | 191,310,784 |
| 2017 | 177,820,000 | 940,161 | 176,879,839 | 4,880,754 | - | 181,760,593 |
| 2018 | 234,295,000 | 49,954,935 | 184,340,065 | 14,634,861 | - | 198,974,926 |
| 2019 | 234,680,000 | 52,528,163 | 182,151,837 | 14,829,887 | - | 196,981,724 |
| 2020 | 232,355,000 | 3,677,120 | 228,677,880 | 23,723,557 | - | 252,401,437 |
| 2021 | 249,695,000 | 95,509 | 249,599,491 | 49,814,161 | - | 299,413,652 |
| 2022 | 231,345,000 | 134,407 | 231,210,593 | 44,498,302 | 376,918 | 276,085,813 |

| Fiscal Year | Debt as a Percentage of Taxable Value | | Debt as a Percentage of Fair Market Value | | Debt per Personal Income (2) | |
|-------------|---------------------------------------|------------------------|---|------------------------|------------------------------|------------------------|
| | Direct | Direct and Overlapping | Direct | Direct and Overlapping | Direct | Direct and Overlapping |
| 2013 | 1.00% | 1.56% | 0.69% | 1.08% | \$ 4,634 | \$ 7,278 |
| 2014 | 0.94% | 1.49% | 0.64% | 1.02% | 4,350 | 6,902 |
| 2015 | 0.85% | 1.29% | 0.58% | 0.88% | 3,888 | 5,928 |
| 2016 | 0.80% | 1.19% | 0.54% | 0.81% | 3,648 | 5,411 |
| 2017 | 0.71% | 1.07% | 0.48% | 0.72% | 3,237 | 4,902 |
| 2018 | 0.72% | 1.09% | 0.48% | 0.73% | 3,279 | 4,947 |
| 2019 | 0.65% | 0.97% | 0.44% | 0.66% | 3,061 | 4,601 |
| 2020 | 0.77% | 1.03% | 0.52% | 0.69% | 3,666 | 4,907 |
| 2021 | 0.86% | 1.13% | 0.57% | 0.76% | N/A | N/A |
| 2022 | 0.71% | 0.92% | 0.47% | 0.61% | N/A | N/A |

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

(2) 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.

(3) Based on average daily membership

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

| Overlapping | |
|--------------------|--------------------|
| General | Total |
| Obligation | Direct and |
| Debt | Overlapping |
| \$ 120,465,217 | \$ 331,545,546 |
| 118,505,740 | 320,524,744 |
| 100,938,960 | 293,371,925 |
| 92,424,890 | 283,735,674 |
| 93,483,513 | 275,244,106 |
| 101,167,738 | 300,142,664 |
| 99,044,845 | 296,026,569 |
| 85,443,677 | 337,845,114 |
| 97,651,477 | 397,065,129 |
| 79,122,352 | 355,208,165 |

| Debt per | | Debt per | |
|-------------------------|--------------------|--------------------|--------------------|
| Estimated Capita | | Student (3) | |
| Direct | Direct and | Direct | Direct and |
| | Overlapping | | Overlapping |
| \$ 5,003 | \$ 7,859 | \$ 3,180 | \$ 4,994 |
| 4,749 | 7,536 | 3,020 | 4,792 |
| 4,306 | 6,564 | 2,888 | 4,404 |
| 4,091 | 6,068 | 2,865 | 4,250 |
| 3,676 | 5,567 | 2,754 | 4,170 |
| 3,780 | 5,702 | 3,079 | 4,645 |
| 3,553 | 5,339 | 3,123 | 4,694 |
| 4,272 | 5,719 | 4,036 | 5,403 |
| N/A | N/A | 4,974 | 6,596 |
| N/A | N/A | 4,694 | 6,039 |

Granite School District

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

As of June 30, 2022

| Year Ending June 30, | Series 2012 | | Series 2013 | | Series 2017A | | Series 2017B | | Series 2018 | |
|-------------------------|----------------------|---------------------|---------------------|---------------------|----------------------|---------------------|----------------------|---------------------|---------------------|---------------------|
| | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| 2023 | \$ 1,775,000 | \$ 626,325 | \$ 380,000 | \$ 242,900 | \$ 1,065,000 | \$ 894,700 | \$ 3,460,000 | \$ 1,686,019 | \$ 1,180,000 | \$ 316,738 |
| 2024 | 1,855,000 | 573,075 | 480,000 | 223,900 | 1,085,000 | 841,450 | 3,705,000 | 1,513,019 | 1,185,000 | 257,737 |
| 2025 | 1,940,000 | 517,425 | 480,000 | 199,900 | 1,100,000 | 787,200 | 4,055,000 | 1,327,769 | 1,185,000 | 198,488 |
| 2026 | 2,030,000 | 459,225 | 530,000 | 175,900 | 1,125,000 | 732,200 | 4,655,000 | 1,125,019 | 1,185,000 | 139,237 |
| 2027 | 2,130,000 | 398,325 | 590,000 | 149,400 | 1,155,000 | 675,950 | 4,820,000 | 892,269 | 1,185,000 | 79,988 |
| 2028 | 2,225,000 | 334,425 | 630,000 | 122,850 | 1,180,000 | 618,200 | 4,980,000 | 651,269 | 1,185,000 | 32,588 |
| 2029 | 2,330,000 | 256,550 | 650,000 | 94,500 | 1,210,000 | 559,200 | 5,150,000 | 402,268 | - | - |
| 2030 | 2,440,000 | 175,000 | 670,000 | 65,250 | 1,240,000 | 498,700 | 5,515,000 | 144,769 | - | - |
| 2031 | - | 89,600 | - | 35,100 | 1,270,000 | 436,700 | - | - | - | - |
| 2032 | 2,560,000 | 89,600 | 480,000 | 35,100 | 1,305,000 | 373,200 | - | - | - | - |
| 2033 | - | - | 300,000 | 13,500 | 1,340,000 | 307,950 | - | - | - | - |
| 2034 | - | - | - | - | 1,375,000 | 240,950 | - | - | - | - |
| 2035 | - | - | - | - | 1,410,000 | 172,200 | - | - | - | - |
| 2036 | - | - | - | - | 1,450,000 | 115,800 | - | - | - | - |
| 2037 | - | - | - | - | 1,445,000 | 57,800 | - | - | - | - |
| | <u>\$ 19,285,000</u> | <u>\$ 3,519,550</u> | <u>\$ 5,190,000</u> | <u>\$ 1,358,300</u> | <u>\$ 18,755,000</u> | <u>\$ 7,312,200</u> | <u>\$ 36,340,000</u> | <u>\$ 7,742,400</u> | <u>\$ 7,105,000</u> | <u>\$ 1,024,776</u> |

Source: District records

| Series 2019 | | Series 2020 | | Series 2021 | | Total | |
|----------------------|---------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|----------------------|
| Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| \$ 6,260,000 | \$ 2,191,000 | \$ 4,890,000 | \$ 2,335,750 | \$ 595,000 | \$ 2,706,750 | \$ 19,605,000 | \$ 11,000,182 |
| 6,260,000 | 1,878,000 | 5,135,000 | 2,091,250 | 4,145,000 | 2,677,000 | 23,850,000 | 10,055,431 |
| 6,260,000 | 1,565,000 | 5,395,000 | 1,834,500 | 4,355,000 | 2,469,750 | 24,770,000 | 8,900,032 |
| 6,260,000 | 1,252,000 | 5,665,000 | 1,564,750 | 4,515,000 | 2,252,000 | 25,965,000 | 7,700,331 |
| 6,260,000 | 939,000 | 5,945,000 | 1,281,500 | 4,805,000 | 2,026,250 | 26,890,000 | 6,442,682 |
| 6,260,000 | 626,000 | 6,245,000 | 984,250 | 5,315,000 | 1,786,000 | 28,020,000 | 5,155,581 |
| 6,260,000 | 313,000 | 6,555,000 | 672,000 | 5,820,000 | 1,520,250 | 27,975,000 | 3,817,768 |
| - | - | 6,885,000 | 344,250 | 6,155,000 | 1,229,250 | 22,905,000 | 2,457,219 |
| - | - | - | - | 18,430,000 | 921,500 | 19,700,000 | 1,482,900 |
| - | - | - | - | - | - | 4,345,000 | 497,900 |
| - | - | - | - | - | - | 1,640,000 | 321,450 |
| - | - | - | - | - | - | 1,375,000 | 240,950 |
| - | - | - | - | - | - | 1,410,000 | 172,200 |
| - | - | - | - | - | - | 1,450,000 | 115,800 |
| - | - | - | - | - | - | 1,445,000 | 57,800 |
| <u>\$ 43,820,000</u> | <u>\$ 8,764,000</u> | <u>\$ 46,715,000</u> | <u>\$ 11,108,250</u> | <u>\$ 54,135,000</u> | <u>\$ 17,588,750</u> | <u>\$ 231,345,000</u> | <u>\$ 58,418,226</u> |

Granite School District

CUSIP Numbers Associated with Outstanding General Obligation Bonded Indebtedness

As of June 30, 2022

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

| Payment Due June 1, | Series 2012 | | | Series 2013 | | | Series 2017A | | | Series 2017B | | |
|------------------------|---------------------------------|--------|--------|---------------------------------|--------|--------|---------------------------------|--------|--------|---------------------------------|--------|--------|
| | \$36,500,000 Original Par Value | | | \$11,575,000 Original Par Value | | | \$25,000,000 Original Par Value | | | \$42,195,000 Original Par Value | | |
| | Principal | Rate | CUSIP* | Principal | Rate | CUSIP* | Principal | Rate | CUSIP* | Principal | Rate | CUSIP* |
| 2023 | \$ 1,775,000 | 3.000% | LG1 | \$ 380,000 | 5.000% | MA3 | \$ 1,065,000 | 5.000% | NG9 | \$ 3,460,000 | 5.000% | NZ7 |
| 2024 | 1,855,000 | 3.000% | LH9 | 480,000 | 5.000% | MB1 | 1,085,000 | 5.000% | NH7 | 3,705,000 | 5.000% | PA0 |
| 2025 | 1,940,000 | 3.000% | LJ5 | 480,000 | 5.000% | MC9 | 1,100,000 | 5.000% | NJ3 | 4,055,000 | 5.000% | PB8 |
| 2026 | 2,030,000 | 3.000% | LK2 | 530,000 | 5.000% | MD7 | 1,125,000 | 5.000% | NK0 | 4,655,000 | 5.000% | PC6 |
| 2027 | 2,130,000 | 3.000% | LL0 | 590,000 | 4.500% | ME5 | 1,155,000 | 5.000% | NL8 | 4,820,000 | 5.000% | PD4 |
| 2028 | 2,225,000 | 3.500% | LM8 | 630,000 | 4.500% | MF2 | 1,180,000 | 5.000% | NM6 | 4,980,000 | 5.000% | PE2 |
| 2029 | 2,330,000 | 3.500% | LN6 | 650,000 | 4.500% | MG0 | 1,210,000 | 5.000% | NN4 | 5,150,000 | 5.000% | PF9 |
| 2030 | 2,440,000 | 3.500% | LP1 | 670,000 | 4.500% | MH8 | 1,240,000 | 5.000% | NP9 | 5,515,000 | 2.625% | PG7 |
| 2031 | - | - | - | - | - | - | 1,270,000 | 5.000% | NQ7 | - | - | - |
| 2032 | 2,560,000 | 3.500% | LQ9 | 480,000 | 4.500% | MJ4 | 1,305,000 | 5.000% | NR5 | - | - | - |
| 2033 | - | - | - | 300,000 | - | MK1 | 1,340,000 | 5.000% | NS3 | - | - | - |
| 2034 | - | - | - | - | - | - | 1,375,000 | 5.000% | NT1 | - | - | - |
| 2035 | - | - | - | - | - | - | 1,410,000 | 4.000% | NU8 | - | - | - |
| 2036 | - | - | - | - | - | - | 1,450,000 | 4.000% | NV6 | - | - | - |
| 2037 | - | - | - | - | - | - | 1,445,000 | 4.000% | NW4 | - | - | - |
| | <u>\$ 19,285,000</u> | | | <u>\$ 5,190,000</u> | | | <u>\$ 18,755,000</u> | | | <u>\$ 36,340,000</u> | | |

Source: District records

| Series 2018 | | | Series 2019 | | | Series 2020 | | | Series 2021 | | |
|---------------------------------|--------|--------|----------------------------------|--------|--------|---------------------------------|--------|--------|---------------------------------|--------|--------|
| \$50,000,000 Original Par Value | | | \$100,000,000 Original Par Value | | | \$88,000,000 Original Par Value | | | \$53,595,000 Original Par Value | | |
| Principal | Rate | CUSIP* | Principal | Rate | CUSIP* | Principal | Rate | CUSIP* | Principal | Rate | CUSIP* |
| \$ 1,180,000 | 5.000% | PM4 | \$ 6,260,000 | 5.000% | PW2 | \$ 4,890,000 | 5.000% | QF8 | \$ 595,000 | 5.000% | QP6 |
| 1,185,000 | 5.000% | PN2 | 6,260,000 | 5.000% | PX0 | 5,135,000 | 5.000% | QG6 | 4,145,000 | 5.000% | QQ4 |
| 1,185,000 | 5.000% | PP7 | 6,260,000 | 5.000% | PY8 | 5,395,000 | 5.000% | GH4 | 4,355,000 | 5.000% | QR2 |
| 1,185,000 | 5.000% | PQ5 | 6,260,000 | 5.000% | PZ5 | 5,665,000 | 5.000% | QJ0 | 4,515,000 | 5.000% | QS0 |
| 1,185,000 | 4.000% | PR3 | 6,260,000 | 5.000% | QA9 | 5,945,000 | 5.000% | QK7 | 4,805,000 | 5.000% | QT8 |
| 1,185,000 | 2.750% | PS1 | 6,260,000 | 5.000% | QB7 | 6,245,000 | 5.000% | QL5 | 5,315,000 | 5.000% | QU5 |
| - | - | - | 6,260,000 | 5.000% | QC5 | 6,555,000 | 5.000% | QM3 | 5,820,000 | 5.000% | QV3 |
| - | - | - | - | - | - | 6,885,000 | 5.000% | QN1 | 6,155,000 | 5.000% | QW1 |
| - | - | - | - | - | - | - | - | - | 18,430,000 | 5.000% | QX9 |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| <u>\$ 7,105,000</u> | | | <u>\$ 43,820,000</u> | | | <u>\$ 46,715,000</u> | | | <u>\$ 54,135,000</u> | | |

Granite School District
Direct and Overlapping General Obligation Debt
As of June 30, 2022

| <u>Taxing Entity</u> | <u>2021 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 | \$ 142,564,942,406 | \$ 37,949,740,660 | 26.6% | \$ 144,014,463 | \$ 38,335,592 |
| CUWCD (2) | 355,557,707,009 | 37,949,740,660 | 10.7% | 161,310,372 | 17,217,140 |
| Magna Water District | 2,278,269,002 | 2,278,269,002 | 100.0% | 23,475,000 | 23,475,000 |
| West Jordan City | 10,460,211,890 | 351,596,837 | 3.4% | 2,815,000 | 94,620 |
| | | | | Total overlapping general obligation debt | 79,122,352 |
| | | | | Total direct general obligation indebtedness of Granite School District (3) | 275,843,302 |
| | | | | Total direct and overlapping general obligation debt | \$ 354,965,654 |

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.
- (3) General obligation indebtedness includes unamortized bond premiums of \$44,498,302. Net of leases and amounts available in debt service fund.

Source: Utah State Tax Commission, Salt Lake County, CUWCD, Magna Water District, West Jordan City, and Cottonwood Heights Park and Recreation Service Area records for overlapping debt. Otherwise, District records.

Granite School District

Legal Debt Margin Information

Last Ten Tax Years - December 31, 2012 through 2021

| <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> |
|-----------------|--------------------------|--------------------|-------------------------------------|--------------------------|---|
| 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% |
| 2019 | 48,949,464,091 | 1,957,978,564 | 312,132,317 | 1,645,846,247 | 18.96% |
| 2020 | 52,358,793,750 | 2,094,351,750 | 353,694,280 | 1,740,657,470 | 20.32% |
| 2021 | 58,309,151,472 | 2,332,366,059 | 294,741,498** | 2,037,624,561 | 14.46% |

* 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, 2022 which reduced the principal balance of the general obligation debt to \$231,345,000 as of June 30, 2022. The general obligation debt includes unamortized bond premiums.

Source: District records



GRANITE SCHOOL DISTRICT

Statistical Section - Demographic and Economic Information

Table of Contents

This part of the District's annual comprehensive 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.

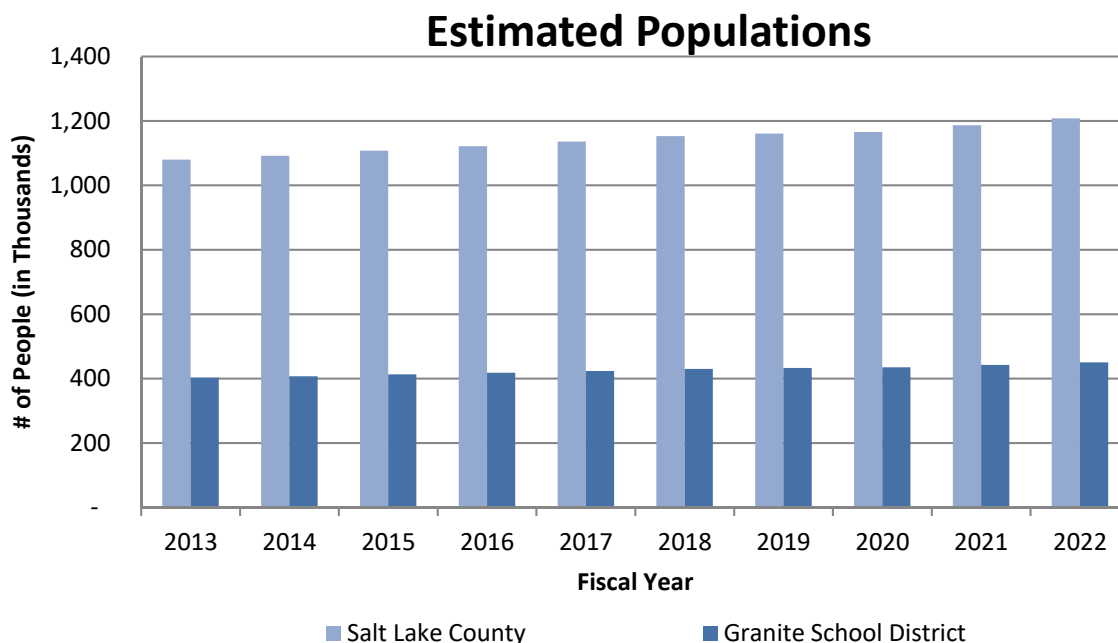
Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

| Contents | Page |
|--|------|
| Demographic and Economic Statistics..... | 130 |
| Principal Employers..... | 131 |

Sources:

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



Granite School District

Demographic and Economic Statistics

Last Ten Fiscal Years - June 30, 2013 through 2022

| 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 |
|-------------|---|---|---|--------------------------------------|--------------------------------------|---|---|
| 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 | 430,030 | 1,152,633 | 60,673,924 | 52,639 | 2.9% | 2,899,665,166 | 32,537 |
| 2019 | 432,944 | 1,160,437 | 64,341,937 | 55,446 | 2.3% | 3,015,289,691 | 32,253 |
| 2020 | 434,840 | 1,165,517 | 68,854,783 | 59,077 | 4.8% | 3,838,632,482 | 32,586 |
| 2021 | 442,677 | 1,186,421 | N/A | N/A | 1.7% | 4,122,671,555 | 35,614 |
| 2022 | 450,571 | 1,207,700 | N/A | N/A | 2.9% | 4,343,554,272 | 33,375 |

* 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 applicable to the District impractical 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 ACFR by year, Utah Construction Information Database, District records

Granite School District
Principal Employers in Salt Lake County
December 31, 2021 and 2012

| Employer | 2021 | | | | | 2012 | | | | |
|-----------------------------|----------------------|-----------|------|--|---|----------------------|----------|------|--|---|
| | 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 | 4.4% | 8.2% | - | - | - | - | - |
| Intermountain Healthcare | 20,000 | + | 2 | 4.4% | 8.2% | 15,000 | - 20,000 | 1 | 4.3% | 8.4% |
| State of Utah** | 10,000 | - 14,999 | 3 | 2.8% | 5.1% | - | - | - | - | - |
| Granite School District | 7,000 | - 9,999 | 4 | 1.9% | 3.5% | 7,000 | - 10,000 | 2 | 2.1% | 4.1% |
| Jordan School District | 5,000 | - 6,999 | 5 | 1.3% | 2.5% | - | - | - | - | - |
| Wal-Mart | 5,000 | - 6,999 | 6 | 1.3% | 2.5% | 4,000 | - 5,000 | 3 | 1.1% | 2.2% |
| Amazon | 5,000 | - 6,999 | 7 | 1.3% | 2.5% | - | - | - | - | - |
| Salt Lake County** | 5,000 | - 6,999 | 8 | 1.3% | 2.5% | - | - | - | - | - |
| Salt Lake City** | 4,000 | - 4,999 | 9 | 1.0% | 1.8% | - | - | - | - | - |
| Canyons School District | 4,000 | - 4,999 | 10 | 1.0% | 1.8% | - | - | - | - | - |
| United States Government | - | - | - | - | - | - | - | - | - | - |
| Delta Airlines | - | - | - | - | - | 3,000 | - 4,000 | 4 | 0.9% | 1.7% |
| L3 Communications Corp. | - | - | - | - | - | 3,000 | - 4,000 | 5 | 0.9% | 1.7% |
| Zions Bank | - | - | - | - | - | 3,000 | - 4,000 | 6 | 0.9% | 1.7% |
| Salt Lake Community College | - | - | - | - | - | 2,000 | - 3,000 | 7 | 0.6% | 1.2% |
| Smith's Marketplace | - | - | - | - | - | 2,000 | - 3,000 | 8 | 0.6% | 1.2% |
| ARUP Laboratories | - | - | - | - | - | 2,000 | - 3,000 | 9 | 0.6% | 1.2% |
| Discover Financial Services | - | - | - | - | - | 2,000 | - 3,000 | 10 | 0.6% | 1.2% |
| Totals | 85,000 | - 102,992 | | 20.9% | 38.5% | 43,000 | - 59,000 | | 14.6% | 24.6% |

* 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 numbers reported do not include employers exempt from reporting payroll employment into the unemployment insurance system administered by the Utah Department of Workforce Services. The number of employees within the District's boundaries for these employers is unavailable.

** The District did not include governmental entities in the list of principal employers in Salt Lake County until 2013.

Source: Utah Department of Workforce Services



GRANITE SCHOOL DISTRICT

Statistical Section - Operating Information

Table of Contents

This part of the District's annual comprehensive 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

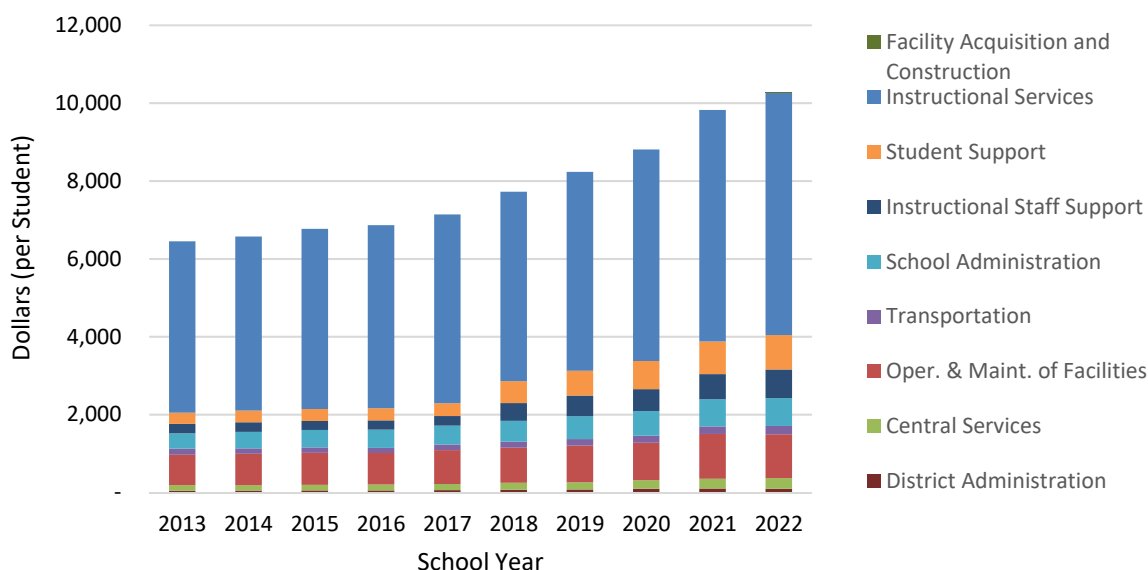
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

| Contents | Page |
|--|------|
| Teacher Compensation Data..... | 134 |
| Students per Instructional Staff..... | 135 |
| Fall Enrollment, Average Daily Membership, and Average Daily Attendance..... | 136 |
| History of High School Graduates..... | 137 |
| Full-Time Equivalents by Functional Category..... | 138 |
| Expenses by Function - Statement of Activities..... | 140 |
| Expenses by Function per Pupil - Statement of Activities..... | 142 |
| Expenditures by Function - General Fund..... | 144 |
| Expenditures by Function per Pupil - General Fund..... | 146 |
| Nutrition Services - Facts and Figures..... | 148 |
| Capital Asset Information..... | 150 |

Sources:

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

General Fund Expenditures by Function per Pupil



Granite School District
Teacher Compensation Data

Last Ten Fiscal Years - June 30, 2013 through 2022

| Fiscal Year | Bachelor Degree 1st Year Teacher Wage | Doctorate Degree 20th Year Teacher Wage | District Average Teacher Wage * | Statewide Median Teacher Wage * |
|------------------------|--|--|--|--|
| 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 | 58,735 | 51,858 |
| 2020 | 43,483 | 84,255 | 61,652 | 54,678 |
| 2021 | 50,380 | 88,258 | 64,086 | 57,226 |
| 2022 | 50,842 | 89,099 | A | A |

Sources: District records

* Superintendent's Annual Report published by the Utah State Board of Education

A) The 2022 numbers were not available when this schedule was prepared.

Granite School District
Students per Instructional Staff

Last Ten Fiscal Years - June 30, 2013 through 2022

| <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> |
|------------------------|---|---|--|
| 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 | 66,007 | 3,306 | 19.97 |
| 2018 | 64,616 | 3,157 | 20.47 |
| 2019 | 63,071 | 3,138 | 20.10 |
| 2020 | 62,531 | 3,081 | 20.29 |
| 2021 | 60,198 | 3,021 | 19.93 |
| 2022 | 58,822 | 3,005 | 19.57 |

Source: District records

Granite School District

Fall Enrollment, Average Daily Membership, and Average Daily Attendance

Last Ten Fiscal Years - June 30, 2013 through 2022

| <u>Fiscal Year</u> | <u>Fall Enrollment (Oct. 1)</u> | <u>Average Daily Membership (ADM)</u> | <u>Average Daily Attendance (ADA)</u> | <u>Ratio of ADM to Fall Enrollment</u> | <u>Ratio of ADA to ADM</u> |
|------------------------|---|---|---|--|--------------------------------|
| 2013 | 67,600 | 66,385 | 63,196 | 98.20% | 95.20% |
| 2014 | 68,106 | 66,888 | 64,149 | 98.21% | 95.91% |
| 2015 | 67,660 | 66,622 | 65,294 | 98.47% | 98.01% |
| 2016 | 67,822 | 66,766 | 63,877 | 98.44% | 95.67% |
| 2017 | 67,177 | 66,007 | 63,064 | 98.26% | 95.54% |
| 2018 | 66,024 | 64,616 | 61,605 | 97.87% | 95.34% |
| 2019 | 64,281 | 63,071 | 60,085 | 98.12% | 95.27% |
| 2020 | 63,989 | 62,531 | 60,247 | 97.72% | 96.35% |
| 2021 | 61,851 | 60,198 | 57,813 | 97.33% | 96.04% |
| 2022 * | 60,371 | 58,822 | 54,130 | 97.43% | 92.02% |

Source: Superintendent's Annual Report published by the Utah State Board of Education

*The 2022 data comes from District records as USBE numbers were not available when this schedule was prepared.

Granite School District
History of High School Graduates
 Last Ten School Years - School Years 2013 through 2022

| | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>Totals</u> |
|------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| Cottonwood | 408 | 403 | 374 | 365 | 343 | 336 | 337 | 314 | 322 | 352 | 3,554 |
| Cyprus | 373 | 392 | 471 | 458 | 502 | 514 | 496 | 529 | 549 | 522 | 4,806 |
| Granger | 348 | 486 | 501 | 613 | 630 | 605 | 646 | 606 | 637 | 585 | 5,657 |
| Hunter | 549 | 600 | 575 | 592 | 565 | 590 | 546 | 566 | 546 | 562 | 5,691 |
| Kearns | 359 | 402 | 403 | 415 | 434 | 481 | 460 | 404 | 491 | 466 | 4,315 |
| Olympus | 433 | 487 | 448 | 482 | 461 | 493 | 504 | 459 | 476 | 498 | 4,741 |
| Skyline | 465 | 440 | 490 | 442 | 508 | 477 | 445 | 446 | 492 | 518 | 4,723 |
| Taylorville | 511 | 480 | 456 | 526 | 490 | 496 | 528 | 508 | 582 | 547 | 5,124 |
| Special Programs | <u>287</u> | <u>255</u> | <u>163</u> | <u>225</u> | <u>287</u> | <u>114</u> | <u>172</u> | <u>167</u> | <u>169</u> | <u>132</u> | <u>1,971</u> |
| Total | <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>3,999</u> | <u>4,264</u> | <u>4,182</u> | <u>40,582</u> |

Source: District records

Granite School District
Full-Time Equivalents by Functional Category
 Last Ten Fiscal Years - June 30, 2013 through 2022

| | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Instructional services | 3,367.47 | 3,324.66 | 3,378.68 | 3,384.19 | 3,305.90 | 3,156.75 |
| Supporting services: | | | | | | |
| Students | 241.37 | 241.61 | 247.52 | 248.19 | 256.10 | 371.01 |
| Instructional staff | 125.07 | 118.79 | 113.96 | 118.37 | 123.27 | 193.87 |
| District administration | 14.27 | 14.25 | 14.30 | 14.30 | 16.30 | 16.30 |
| School administration | 266.00 | 269.00 | 277.50 | 282.50 | 279.50 | 281.50 |
| Central | 91.10 | 88.10 | 88.10 | 90.50 | 92.50 | 92.50 |
| Operation and maintenance of facilities | 457.90 | 469.10 | 469.50 | 473.50 | 473.50 | 464.00 |
| Transportation | 120.85 | 120.86 | 121.84 | 123.38 | 127.61 | 127.36 |
| School lunch services | 115.61 | 116.86 | 120.11 | 118.71 | 126.00 | 132.00 |
| Community services | 11.00 | 14.00 | 12.00 | 13.00 | 12.00 | 18.00 |
| Facility acquisition and construction | <u>2.00</u> | <u>2.00</u> | <u>-</u> | <u>-</u> | <u>2.00</u> | <u>2.00</u> |
| Total full-time equivalents | <u>4,812.64</u> | <u>4,779.23</u> | <u>4,843.51</u> | <u>4,866.64</u> | <u>4,814.68</u> | <u>4,855.29</u> |

Source: District records

| <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|-----------------|-----------------|-----------------|-----------------|
| 3,138.12 | 3,081.48 | 3,020.75 | 3,005.38 |
| 393.33 | 426.18 | 439.86 | 474.65 |
| 217.31 | 234.59 | 260.34 | 268.38 |
| 16.30 | 18.58 | 25.83 | 28.12 |
| 287.50 | 298.50 | 300.00 | 303.00 |
| 94.50 | 100.50 | 102.50 | 103.50 |
| 481.50 | 483.00 | 495.83 | 494.88 |
| 130.19 | 138.94 | 152.21 | 147.52 |
| 128.00 | 132.00 | 136.50 | 140.10 |
| 18.00 | 18.00 | 10.00 | 21.00 |
| 2.00 | - | - | - |
| <u>4,906.75</u> | <u>4,931.77</u> | <u>4,943.82</u> | <u>4,986.53</u> |

Granite School District

Expenses by Function-Statement of Activities

Last Ten Fiscal Years - June 30, 2013 through 2022

| Function | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Instructional services | \$ 348,317,377 66.85% | \$ 320,423,548 63.87% | \$ 335,493,515 64.36% | \$ 355,541,828 64.00% | \$ 369,346,099 63.98% |
| Support services: | | | | | |
| Students | 19,224,610 3.69% | 19,904,590 3.97% | 19,970,557 3.83% | 21,053,440 3.79% | 22,186,753 3.84% |
| Instructional staff | 15,745,255 3.02% | 16,713,385 3.33% | 14,946,518 2.87% | 15,973,484 2.88% | 16,686,210 2.89% |
| District administration | 3,311,703 0.64% | 3,459,222 0.69% | 3,231,125 0.62% | 3,717,258 0.67% | 3,970,098 0.69% |
| School administration | 26,437,244 5.07% | 28,301,884 5.64% | 29,413,760 5.64% | 31,905,955 5.74% | 33,272,812 5.76% |
| Central | 10,471,785 2.01% | 10,299,162 2.05% | 9,931,181 1.91% | 12,809,149 2.31% | 13,243,357 2.29% |
| Operation and maintenance of facilities | 53,044,065 10.18% | 55,594,893 11.08% | 57,466,624 11.02% | 58,918,567 10.61% | 62,909,891 10.90% |
| Transportation | 11,119,258 2.13% | 10,340,619 2.06% | 9,588,698 1.84% | 11,384,960 2.05% | 10,571,801 1.83% |
| School lunch services | 25,185,316 4.83% | 28,341,452 5.65% | 27,396,939 5.26% | 29,697,433 5.35% | 33,023,155 5.72% |
| Community services | 224,767 0.04% | 393,701 0.08% | 966,017 0.19% | 1,399,308 0.25% | 1,312,990 0.23% |
| Contributions to other governments | - - | - - | 5,193,756 1.00% | 5,766,586 1.04% | 4,636,541 0.80% |
| Interest on long-term liabilities | 7,928,415 1.52% | 7,917,255 1.58% | 7,655,679 1.47% | 7,381,897 1.33% | 6,157,330 1.07% |
| Total expenses | <u>\$ 521,009,795</u> | <u>\$ 501,689,711</u> | <u>\$ 521,254,369</u> | <u>\$ 555,549,865</u> | <u>\$ 577,317,037</u> |
| Average daily membership | 66,385 | 66,888 | 66,622 | 66,766 | 66,007 |
| Average expenses per pupil | \$7,848 | \$7,500 | \$7,824 | \$8,321 | \$8,746 |

Source: District records

| 2018 | 2019 | 2020 | 2021 | 2022 |
|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| \$ 348,324,558 59.06% | \$ 372,732,101 58.23% | \$ 388,977,821 57.57% | \$ 379,077,882 56.48% | \$ 352,329,595 56.88% |
| 35,524,217 6.02% | 41,447,698 6.48% | 46,816,092 6.93% | 47,774,638 7.12% | 43,729,987 7.06% |
| 28,706,882 4.87% | 34,598,339 5.41% | 36,628,138 5.42% | 37,131,590 5.53% | 36,249,670 5.85% |
| 4,201,137 0.71% | 5,133,263 0.80% | 6,601,202 0.98% | 6,933,849 1.03% | 5,178,246 0.84% |
| 35,176,036 5.96% | 40,263,205 6.29% | 43,266,788 6.40% | 41,715,340 6.22% | 36,965,962 5.97% |
| 15,267,081 2.59% | 16,156,481 2.52% | 18,837,470 2.79% | 17,786,973 2.65% | 18,350,223 2.96% |
| 61,625,697 10.45% | 65,454,894 10.23% | 66,498,153 9.84% | 73,140,142 10.90% | 64,912,714 10.48% |
| 11,924,768 2.02% | 13,077,960 2.04% | 13,548,580 2.01% | 14,945,774 2.23% | 13,973,444 2.26% |
| 31,814,472 5.39% | 31,567,801 4.93% | 30,249,702 4.48% | 26,927,988 4.01% | 23,565,643 3.80% |
| 1,456,918 0.25% | 2,045,143 0.32% | 1,232,701 0.18% | 2,355,243 0.35% | 2,808,504 0.45% |
| 8,232,386 1.40% | 8,359,646 1.31% | 13,651,109 2.02% | 14,867,072 2.22% | 14,446,664 2.33% |
| 7,551,547 1.28% | 9,242,260 1.44% | 9,364,995 1.39% | 8,502,780 1.27% | 6,911,503 1.12% |
| <u>\$ 589,805,699</u> | <u>\$ 640,078,791</u> | <u>\$ 675,672,751</u> | <u>\$ 671,159,271</u> | <u>\$ 619,422,155</u> |
| 64,616 | 63,071 | 62,531 | 60,198 | 58,822 |
| \$9,128 | \$10,149 | \$10,805 | \$11,149 | \$10,530 |

Granite School District
Expenses by Function Per Pupil-Statement of Activities
Last Ten Fiscal Years - June 30, 2013 through 2022

| Function | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|
| Instructional services | \$ 5,247 66.85% | \$ 4,790 63.87% | \$ 5,036 64.36% | \$ 5,325 64.00% | \$ 5,596 63.98% |
| Support services: | | | | | |
| Students | 290 3.69% | 298 3.97% | 300 3.83% | 315 3.79% | 336 3.84% |
| Instructional staff | 237 3.02% | 250 3.33% | 224 2.87% | 239 2.88% | 253 2.89% |
| District administration | 50 0.64% | 52 0.69% | 48 0.62% | 56 0.67% | 60 0.69% |
| School administration | 398 5.07% | 423 5.64% | 442 5.64% | 478 5.74% | 504 5.76% |
| Central | 158 2.01% | 154 2.05% | 149 1.91% | 192 2.31% | 201 2.29% |
| Operation and maintenance of facilities | 799 10.18% | 831 11.08% | 863 11.02% | 882 10.61% | 953 10.90% |
| Transportation | 167 2.13% | 155 2.06% | 144 1.84% | 171 2.05% | 160 1.83% |
| School lunch services | 379 4.83% | 424 5.65% | 411 5.26% | 445 5.35% | 500 5.72% |
| Community services | 3 0.04% | 6 0.08% | 14 0.19% | 21 0.25% | 20 0.23% |
| Contributions to other governments | - - | - - | 78 1.00% | 86 1.04% | 70 0.80% |
| Interest on long-term liabilities | 119 1.52% | 118 1.58% | 115 1.47% | 111 1.33% | 93 1.07% |
| Total expenses | <u>\$ 7,848</u> | <u>\$ 7,500</u> | <u>\$ 7,824</u> | <u>\$ 8,321</u> | <u>\$ 8,746</u> |
| Average daily membership | 66,385 | 66,888 | 66,622 | 66,766 | 66,007 |

Source: District records

| <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ 5,391 59.06% | \$ 5,910 58.23% | \$ 6,221 57.57% | \$ 6,297 56.48% | \$ 5,990 56.88% |
| 550 6.02% | 657 6.48% | 749 6.93% | 794 7.12% | 743 7.06% |
| 444 4.87% | 549 5.41% | 586 5.42% | 617 5.53% | 616 5.85% |
| 65 0.71% | 81 0.80% | 106 0.98% | 115 1.03% | 88 0.84% |
| 544 5.96% | 638 6.29% | 692 6.40% | 693 6.22% | 628 5.97% |
| 236 2.59% | 256 2.52% | 301 2.79% | 295 2.65% | 312 2.96% |
| 954 10.45% | 1,038 10.23% | 1,063 9.84% | 1,215 10.90% | 1,104 10.48% |
| 185 2.02% | 207 2.04% | 217 2.01% | 248 2.23% | 238 2.26% |
| 492 5.39% | 501 4.93% | 484 4.48% | 447 4.01% | 401 3.80% |
| 23 0.25% | 32 0.32% | 20 0.18% | 39 0.35% | 48 0.45% |
| 127 1.40% | 133 1.31% | 218 2.02% | 247 2.22% | 246 2.33% |
| 117 1.28% | 147 1.44% | 150 1.39% | 141 1.27% | 117 1.12% |
| <u>\$ 9,128</u> | <u>\$ 10,149</u> | <u>\$ 10,805</u> | <u>\$ 11,149</u> | <u>\$ 10,530</u> |
| 64,616 | 63,071 | 62,531 | 60,198 | 58,822 |

Granite School District
Expenditures by Function-General Fund
 Last Ten Fiscal Years - June 30, 2013 through 2022

| Function | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Instructional services | \$ 292,231,153 68.22% | \$ 299,040,857 68.02% | \$ 308,217,928 68.32% | \$ 313,720,152 68.45% | \$ 319,976,784 67.89% |
| Support services: | | | | | |
| Students | 19,177,739 4.48% | 19,850,939 4.52% | 20,538,158 4.55% | 20,864,748 4.55% | 21,608,738 4.58% |
| Instructional staff | 15,898,421 3.71% | 16,649,551 3.79% | 15,431,611 3.42% | 15,941,286 3.48% | 16,462,417 3.49% |
| District administration | 3,042,966 0.71% | 3,152,450 0.72% | 3,394,556 0.75% | 3,439,511 0.75% | 3,879,652 0.82% |
| School administration | 26,386,676 6.16% | 28,194,855 6.41% | 29,877,428 6.62% | 31,232,278 6.81% | 31,915,921 6.77% |
| Central | 9,387,883 2.19% | 9,150,691 2.08% | 9,780,646 2.17% | 10,201,607 2.23% | 10,451,478 2.22% |
| Operation and maintenance of facilities | 51,964,424 12.13% | 54,122,795 12.31% | 54,752,894 12.14% | 53,990,705 11.78% | 57,355,321 12.17% |
| Transportation | 10,247,348 2.39% | 9,504,264 2.16% | 9,112,787 2.02% | 8,925,593 1.95% | 9,652,879 2.05% |
| Facility acquisition and construction | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% |
| Total expenditures | <u>\$ 428,336,610</u> | <u>\$ 439,666,402</u> | <u>\$ 451,106,008</u> | <u>\$ 458,315,880</u> | <u>\$ 471,303,190</u> |
| Average daily membership | 66,385 | 66,888 | 66,622 | 66,766 | 66,007 |
| Average expenditures per pupil | \$6,452 | \$6,573 | \$6,771 | \$6,865 | \$7,140 |

Source: District records

| <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| \$ 314,430,030 62.98% | \$ 322,311,986 62.05% | \$ 339,760,809 61.68% | \$ 357,747,641 60.49% | \$ 366,280,283 60.61% |
| 36,374,578 7.29% | 40,056,602 7.71% | 45,088,198 8.19% | 50,505,182 8.53% | 51,914,203 8.58% |
| 29,410,870 5.89% | 33,386,361 6.43% | 35,266,193 6.40% | 38,958,622 6.58% | 43,526,980 7.19% |
| 4,364,980 0.87% | 4,790,448 0.92% | 5,979,524 1.09% | 6,206,246 1.05% | 5,756,319 0.95% |
| 34,632,807 6.94% | 37,085,152 7.14% | 39,730,343 7.21% | 42,196,594 7.13% | 41,910,931 6.93% |
| 11,823,625 2.37% | 11,659,378 2.24% | 13,639,516 2.48% | 15,013,382 2.54% | 15,992,204 2.65% |
| 58,104,674 11.64% | 59,500,004 11.45% | 60,284,988 10.94% | 69,329,003 11.72% | 66,228,657 10.96% |
| 10,139,277 2.03% | 10,676,487 2.06% | 11,101,283 2.02% | 11,480,438 1.94% | 12,557,342 2.08% |
| - 0.00% | - 0.00% | - 0.00% | - 0.00% | 189,576 0.03% |
| <u>\$ 499,280,841</u> | <u>\$ 519,466,418</u> | <u>\$ 550,850,854</u> | <u>\$ 591,437,108</u> | <u>\$ 604,356,495</u> |
| 64,616 | 63,071 | 62,531 | 60,198 | 58,822 |
| \$7,727 | \$8,236 | \$8,809 | \$9,825 | \$10,274 |

Granite School District
Expenditures by Function Per Pupil-General Fund
 Last Ten Fiscal Years - June 30, 2013 through 2022

| Function | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Instructional services | \$ 4,403 68.22% | \$ 4,471 68.02% | \$ 4,626 68.32% | \$ 4,699 68.45% | \$ 4,848 67.89% | \$ 4,867 62.98% |
| Support services: | | | | | | |
| Students | 289 4.48% | 297 4.52% | 308 4.55% | 312 4.55% | 327 4.58% | 563 7.29% |
| Instructional staff | 239 3.71% | 249 3.79% | 232 3.42% | 239 3.48% | 249 3.49% | 455 5.89% |
| District administration | 46 0.71% | 47 0.72% | 51 0.75% | 51 0.75% | 59 0.82% | 67 0.87% |
| School administration | 397 6.16% | 421 6.41% | 448 6.62% | 468 6.81% | 483 6.77% | 536 6.94% |
| Central | 141 2.19% | 137 2.08% | 147 2.17% | 153 2.23% | 159 2.22% | 183 2.37% |
| Operation and maintenance of facilities | 783 12.13% | 809 12.31% | 822 12.14% | 809 11.78% | 869 12.17% | 899 11.64% |
| Transportation | 154 2.39% | 142 2.16% | 137 2.02% | 134 1.95% | 146 2.05% | 157 2.03% |
| Facility acquisition and construction | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% | - 0.00% |
| Total expenditures | <u>\$ 6,452</u> | <u>\$ 6,573</u> | <u>\$ 6,771</u> | <u>\$ 6,865</u> | <u>\$ 7,140</u> | <u>\$ 7,727</u> |
| Average daily membership | 66,385 | 66,888 | 66,622 | 66,766 | 66,007 | 64,616 |

Source: District records

| <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|--------------------|--------------------|--------------------|--------------------|
| \$ 5,110 62.05% | \$ 5,433 61.68% | \$ 5,945 60.49% | \$ 6,229 60.61% |
| 635 7.71% | 721 8.19% | 838 8.53% | 882 8.58% |
| 530 6.43% | 564 6.40% | 646 6.58% | 739 7.19% |
| 76 0.92% | 96 1.09% | 103 1.05% | 98 0.95% |
| 588 7.14% | 635 7.21% | 701 7.13% | 712 6.93% |
| 184 2.24% | 218 2.48% | 250 2.54% | 272 2.65% |
| 943 11.45% | 964 10.94% | 1,151 11.72% | 1,126 10.96% |
| 170 2.06% | 178 2.02% | 191 1.94% | 214 2.08% |
| - 0.00% | - 0.00% | - 0.00% | 2 0.03% |
| <u>\$ 8,236</u> | <u>\$ 8,809</u> | <u>\$ 9,825</u> | <u>\$ 10,274</u> |
| 63,071 | 62,531 | 60,198 | 58,822 |

Granite School District

Nutrition Services - Facts and Figures

Last Ten Fiscal Years - June 30, 2013 through 2022

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|---|-----------|-----------|-----------|-----------|-----------|-----------|
| Participating schools: | | | | | | |
| Lunch | 97*** | 104*** | 103*** | 102*** | 102*** | 98*** |
| Breakfast | 73 | 77 | 82 | 82 | 82 | 81 |
| Dinner**** | | | | | 19 | 25 |
| Student lunches served: | | | | | | |
| Free | 3,857,384 | 4,188,624 | 4,113,400 | 4,132,230 | 3,935,269 | 3,674,170 |
| Reduced | 640,014 | 664,534 | 690,340 | 663,791 | 654,815 | 650,610 |
| Fully paid | 2,157,488 | 2,234,041 | 2,232,415 | 2,284,802 | 2,234,920 | 2,087,704 |
| Total | 6,654,886 | 7,087,199 | 7,036,155 | 7,080,823 | 6,825,004 | 6,412,484 |
| Student breakfasts served: | | | | | | |
| Free | 2,643,404 | 1,314,999 | 1,531,911 | 2,128,873 | 2,403,597 | 2,232,995 |
| Reduced | 130,558 | 142,838 | 169,619 | 289,266 | 354,902 | 378,593 |
| Fully paid | 210,901 | 233,110 | 301,930 | 779,495 | 982,841 | 986,181 |
| Total | 2,984,863 | 1,690,947 | 2,003,460 | 3,197,634 | 3,741,340 | 3,597,769 |
| Student dinners served: | | | | | | |
| Free | - | - | 16,142 | 83,340 | 117,195 | 154,825 |
| Percentage of free/reduced/fully paid lunches served: | | | | | | |
| Free | 57.96% | 59.10% | 58.46% | 58.36% | 57.66% | 57.29% |
| Reduced | 9.62% | 9.38% | 9.81% | 9.37% | 9.59% | 10.15% |
| Fully paid | 32.42% | 31.52% | 31.73% | 32.27% | 32.75% | 32.56% |
| Percentage of free/reduced/fully paid breakfasts served: | | | | | | |
| Free | 88.56% | 77.76% | 76.46% | 66.57% | 64.24% | 62.07% |
| Reduced | 4.37% | 8.45% | 8.47% | 9.05% | 9.49% | 10.52% |
| Fully paid | 7.07% | 13.79% | 15.07% | 24.38% | 26.27% | 27.41% |
| Average daily participation: | | | | | | |
| Lunch | 37,598 | 40,041 | 39,752 | 40,005 | 38,559 | 32,551 |
| Breakfast | 16,864 | 9,553 | 11,319 | 18,066 | 21,138 | 18,263 |
| Dinner | - | - | 91 | 471 | 662 | 933 |
| Average daily membership: | 66,385 | 66,888 | 66,622 | 66,766 | 66,007 | 64,616 |
| Percentage of students participating in school lunch/breakfast: | | | | | | |
| Lunch | 56.64% | 59.86% | 59.67% | 59.92% | 58.42% | 50.38% |
| Breakfast | 25.40% | 14.28% | 16.99% | 27.06% | 32.02% | 28.26% |
| Dinner | 0.00% | 0.00% | 0.15% | 0.80% | 1.13% | 1.59% |

Source: District records

* Due to the COVID-19 pandemic, distance learning was in effect for all students from March 13, 2020 to the end of the school year. Emergency feeding protocols were in

** Due to the COVID-19 pandemic, all students were not charged for meals beginning September 11, 2020. Reduced and fully paid data represents charges from August 24,

*** Exceeds the total number of District schools as shown on the schedule titled Capital Asset Information due to services provided to non-District schools.

**** Number of schools not participating prior to 2017 is unavailable.

| 2019 | 2020* | 2021** | 2022** |
|-----------|-----------|-----------|-----------|
| 89 | 88 | 86 | 85 |
| 75 | 75 | 71 | 71 |
| 21 | 18 | 13 | 5 |
| 3,065,705 | 3,120,760 | 3,490,203 | 5,172,238 |
| 567,960 | 419,629 | 20,948 | - |
| 2,073,425 | 1,530,270 | 59,139 | - |
| 5,707,090 | 5,070,659 | 3,570,290 | 5,172,238 |
| 2,037,781 | 2,139,289 | 2,054,414 | 2,363,359 |
| 311,273 | 228,578 | 10,383 | - |
| 936,995 | 686,406 | 23,929 | - |
| 3,286,049 | 3,054,273 | 2,088,726 | 2,363,359 |
| 112,709 | 59,640 | 17,335 | 1,006 |
| 53.72% | 61.55% | 97.76% | 100.00% |
| 9.95% | 8.28% | 0.59% | 0.00% |
| 36.33% | 30.18% | 1.66% | 0.00% |
| 62.01% | 70.04% | 98.36% | 100.00% |
| 9.47% | 7.48% | 0.50% | 0.00% |
| 28.51% | 22.47% | 1.15% | 0.00% |
| 32,427 | 23,689 | 16,762 | 24,283 |
| 18,671 | 14,339 | 9,806 | 11,096 |
| 640 | 497 | 144 | 8 |
| 63,071 | 62,531 | 60,198 | 58,822 |
| 51.41% | 37.88% | 27.84% | 41.28% |
| 29.60% | 22.93% | 16.29% | 18.86% |
| 1.09% | 0.84% | 0.24% | 0.01% |

Granite School District

Capital Asset Information

Last Ten Fiscal Years - June 30, 2013 through 2022

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Schools: | | | | | | | | | | |
| Elementary schools: | | | | | | | | | | |
| Number | 62 | 63 | 63 | 63 | 63 | 63 | 63 | 62 | 60 | 60 |
| Square feet | 3,723,340 | 3,873,402 | 3,873,402 | 3,873,402 | 3,873,402 | 3,873,402 | 3,890,708 | 3,842,650 | 3,843,325 | 3,848,060 |
| Capacity | 45,684 | 46,872 | 46,872 | 46,872 | 46,872 | 46,872 | 46,872 | 46,332 | 45,468 | 45,468 |
| Enrollment | 38,042 | 38,336 | 38,045 | 37,432 | 36,765 | 35,159 | 34,123 | 32,507 | 29,614 | 27,081 |
| Middle schools: | | | | | | | | | | |
| Number | 16 | 16 | 16 | 15 | 15 | 15 | 15 | 15 | 15 | 15 |
| Square feet | 2,373,826 | 2,373,826 | 2,373,826 | 2,248,693 | 2,248,693 | 2,248,693 | 2,249,968 | 2,283,473 | 2,155,389 | 2,155,389 |
| Capacity | 20,871 | 20,871 | 20,871 | 19,602 | 19,602 | 19,602 | 19,602 | 19,602 | 18,900 | 18,900 |
| Enrollment | 15,179 | 14,363 | 13,528 | 12,848 | 11,696 | 11,561 | 11,720 | 12,055 | 12,210 | 12,916 |
| High schools: | | | | | | | | | | |
| Number | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Square feet | 2,428,502 | 2,704,094 | 2,704,094 | 2,829,227 | 2,829,227 | 2,829,227 | 2,832,270 | 2,872,926 | 2,872,926 | 2,872,926 |
| Capacity | 18,228 | 19,236 | 19,236 | 20,505 | 20,505 | 20,505 | 20,505 | 19,224 | 19,224 | 19,224 |
| Enrollment | 13,466 | 14,483 | 15,255 | 15,757 | 17,071 | 17,634 | 17,717 | 17,630 | 18,430 | 19,741 |
| Special schools: | | | | | | | | | | |
| Number | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 7 | 7 |
| Square feet | 477,885 | 477,885 | 477,885 | 477,885 | 477,885 | 477,885 | 389,661 | 388,658 | 433,952 | 381,288 |
| Capacity * | | | | | | | | | | |
| Enrollment | 913 | 924 | 832 | 1,785 | 1,645 | 1,670 | 721 | 1,797 | 1,597 | 633 |
| Total schools: | | | | | | | | | | |
| Number | 92 | 93 | 93 | 92 | 92 | 92 | 92 | 91 | 90 | 90 |
| Square feet | 9,003,553 | 9,429,207 | 9,429,207 | 9,429,207 | 9,429,207 | 9,429,207 | 9,362,607 | 9,387,707 | 9,305,592 | 9,257,663 |
| Capacity | 84,783 | 86,979 | 86,979 | 86,979 | 86,979 | 86,979 | 86,979 | 85,158 | 83,592 | 83,592 |
| Enrollment | 67,600 | 68,106 | 67,660 | 67,822 | 67,177 | 66,024 | 64,281 | 63,989 | 61,851 | 60,371 |
| Other buildings: | | | | | | | | | | |
| Number | 17 | 15 | 14 | 13 | 13 | 13 | 23 | 24 | 30 | 32 |
| Square feet | 741,232 | 634,479 | 585,150 | 537,052 | 537,052 | 537,052 | 588,527 | 596,197 | 881,185 | 592,120 |
| Acres of land | | | | | | | | | | |
| | 1,518.3 | 1,485.8 | 1,470.5 | 1,443.3 | 1,451.8 | 1,452.6 | 1,497.3 | 1,491.1 | 1,504.8 | 1,490.0 |
| Number of portables | | | | | | | | | | |
| | 246 | 255 | 256 | 258 | 260 | 262 | 236 | 230 | 219 | 216 |
| Number of vehicles | | | | | | | | | | |
| | 703 | 705 | 707 | 713 | 729 | 733 | 751 | 781 | 775 | 779 |

* 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