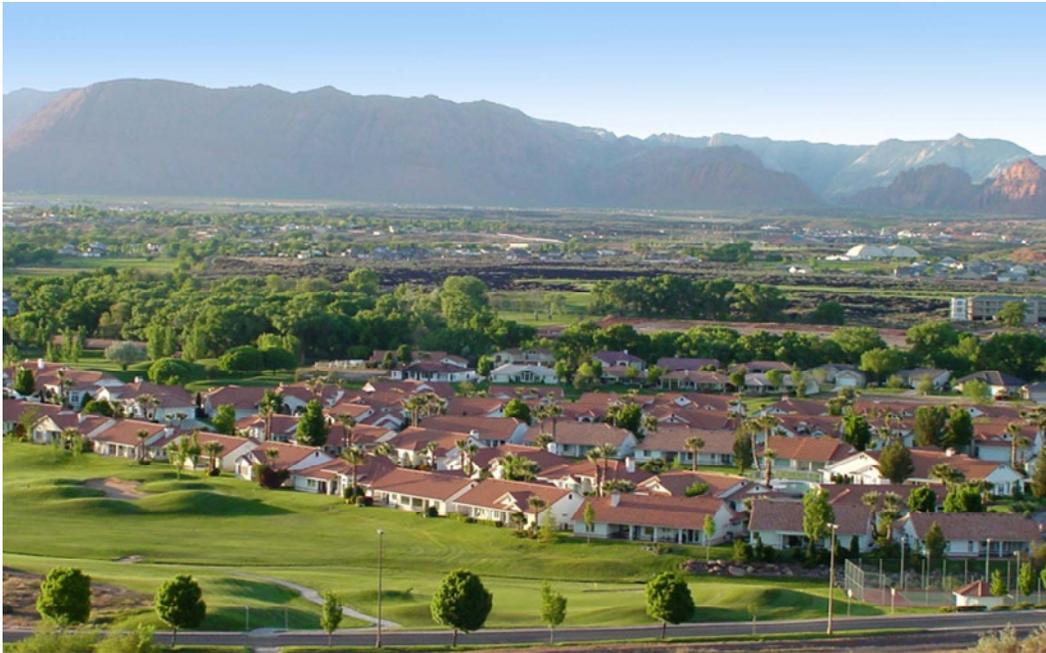


# **Comprehensive Annual Financial Report**

**June 30, 2014**



**WASHINGTON COUNTY  
SCHOOL DISTRICT  
St. George, UT**

# **Comprehensive Annual Financial Report**

For the  
Fiscal Year Ended  
June 30, 2014

## **Washington County School District**

121 West Tabernacle  
St. George, Utah 84770

*Prepared by the Office of the Business Administrator*

Brent L. Bills, Business Administrator  
Amy L. Booth, Finance Program Coordinator



# WASHINGTON COUNTY SCHOOL DISTRICT

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**Washington County School District**

121 West Tabernacle  
St. George, Utah 84770  
Telephone: (435) 673-3553  
Fax: (435) 673-3216

**SUPERINTENDENT LARRY G. BERGESON, M.ED.**

November 30, 2014

Members of the Board of Education, and  
Citizens of the Washington County School District:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Washington County School District for the year ended June 30, 2014. State law requires that school districts publish, within five months of the close of each year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited by a firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller of the United States. This report is published to fulfill that requirement.

This report is published to present complete financial information on all the funds and financial activities of the District for the year. Responsibility for the accuracy of the statements, notes, schedules, and statistical tables rests with the District. The District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and belief this financial report is complete and reliable in all material respects. The reader will be able to gain a comprehensive understanding of the District's financial affairs from studying this report.

Hafen, Buckner, Everett & Graff, PC, a firm of licensed certified public accountants, has issued an unqualified "clean" opinion on the District's financial statements for the year ended June 30, 2014. The independent auditor's report is located at the front of the financial section of this report. The independent audit of the District's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the District's separately issued Single Audit Report. The District also receives a report regarding compliance with state programs as required by the *State of Utah Legal Compliance Audit Guide* from the District's independent auditor.

The report is organized in three sections labeled introductory, financial, and statistical. The introductory section includes this transmittal letter, administrative organization chart, members of the Board of Education, and ASBO Certificate of Excellence for 2013.

The financial section contains the independent auditor's report, management discussion and analysis (MD&A), the basic financial statements, notes to basic financial statements, and combining and individual fund statements and schedules.

The statistical section, which is not audited, presents selected financial and demographic data, generally in multiple year formats and is useful in allowing the reader to note trends and changes in the major activities of the District. This section also includes all disclosures, not contained elsewhere in the CAFR, to comply with the Securities and Exchange Commission continuing disclosure requirements for general obligation debt issues.

### **District Profile**

The District was created as a legally separate entity enjoying all the 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 consisting of seven members. The Board of Education is responsible for, among other things; developing policy, adopting the budget, levying taxes, incurring bonded debt, supervising committees, and hiring both the superintendent and business administrator. The superintendent and business administrator are responsible for implementing policies of the Board of Education and oversee the day-to-day operations of the District. The Board of Education is elected on a non-partisan basis. Board members serve four-year staggered terms with no more than four board members elected every two years.

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

The major purpose of the District is to provide public education for the approximately 27,099 students in grades kindergarten through twelfth grades living within the boundaries of Washington County, which are part of a total population of approximately 149,000 citizens. In accomplishing this goal, the District operates 43 schools comprised of 6 high schools, 5 middle schools, 5 intermediate schools, 24 elementary schools, 2 special schools, and 1 online school. These include adult education opportunities and many programs for at-risk and disabled students, along with programs for highly-motivated students. The Washington County Education Foundation is a component unit that provides enhancements to regular education programs of the District through gifts and contributions.

### **Management's Discussion and Analysis**

GAAP requires management provide a narrative introduction, overview and analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in connection with it. The District's MD&A can be found immediately following the report of the independent auditors.

## **Local Economy**

The Utah Governor's Office of Planning and Budget report the following:

“Utah typically grows more rapidly than the nation after recessions, and this pattern is taking hold in the current recovery. The U.S. employment grew 1.6% in 2013, compared to 3.3% for Utah. While employment increased during 2013, Utah's unemployment rate also improved to 4.8%, lower than the rate in 2012. Though housing stabilized, with building permits at 12,500 in 2013, home-building is not leading the economy as it does during a typical recovery.

Utah's job growth is expected to grow at 3.1%, while the nation is at 1.7%. With job growth near the long-term average, the unemployment rate will decrease to 4.2%. In contrast to the early stages of recovery, housing will provide noticeable support to the expansion. Construction employment will grow 7% in 2014. The continuing housing recovery accounts for most of the strong showing in construction.”

The state school finance program is designed to provide every Utah school district with a basic operation program of \$2,899 per weighted pupil unit (WPU). The 2014 WPU did increase from the 2013 rate of \$2,842. However, the district is still experiencing the budgetary strain from a large reduction in funding from the state due to the reallocation of the “flexible allocation” line item, known in prior years as the social security and retirement line item. Before the major state revenue cuts in 2010 and 2011, the District received \$15.9 million in retirement and social security for 2009. The District received \$1.0 million the flexible allocation program in 2014, an annual reduction of \$14.9 million compared to 2009.

Utah's workforce has a rare and unique skill set that no other state in the county can boast. Utah has an unmatched number of bilingual residents of all ages. Among the full-time student population, Utah has the 9<sup>th</sup> largest per capita who speak a foreign language with just over 18% speaking a variety of languages. This continues into the workforce with 33% of working Utah residents who speak a foreign language. Many businesses in Utah utilize this unique quality and implement workers' skills to further their business capabilities and relationships with their clients. Collectively, Utah residents speak 90% of the world's written languages.

Overall, the economic factors in Washington County have improved over last year. The unemployment rate has dropped to 4.0% for October 2014, down from the peak of 10.4% in 2010. The average monthly wage has increased 5.1% from 2013. Sales tax for second quarter 2014 is up 9.2% over the previous year.

## **State and Federal Funding Effort**

The District receives 61% of general fund revenues from state sources. As a result, state funding effort is one of the most significant factors within the District budget.

The State of Utah ended FY 2014 with a revenue surplus of \$166 million. The total includes \$131 million in education fund and \$35 million in the general fund. The surplus resulted from strong individual and corporate income tax collections in the Education Fund, and strong oil and gas production which generates General Fund revenue. \$112 million will be available for onetime appropriation during the 2015 General Session of the Legislature.

Legislators increased funding for public education by approximately \$241 million, a 4.8% increase from FY 2013 to FY 2014. This includes funding the cost of new public education students and providing for a 2.0% increase in the value of the Weighted Pupil Unit.

The Governor's Office anticipates combined General Fund and Education Fund revenue growth of 3.8% in FY 2015. The long-term average annual revenue growth rate, adjusted for inflation, is approximately 4.3%. This equals approximately \$451.6 million in new revenue.

District federal funding is expected to increase \$0.8 million in 2015 largely due to additional funds provided for Title I and Special Education students.

Despite state revenue reductions in funding over the past few years and the small increase in federal funding, the District is in good financial condition due to necessary and tough decisions made to reduce expenses and keep spending within available revenues.

### **Long-term Financial Planning**

The state's population is projected to grow from 2.8 million in 2012 to 3.7 by 2020, 4.4 million by 2030, 5.2 million by 2040, 6.0 million by 2050 and 6.8 million by 2060.

Based on information from Utah's Bureau of Vital Records, the District expects kindergarten enrollment to increase for the next two years and then flatten out reflecting birth rate trends for Washington County. Due to the current economic conditions, the District also expects migration into the District to flatten. The District anticipates an estimated 3,500 students in the next 5 years primarily due to the fact that student population of the lower grades moving up in the system is greater than the 12<sup>th</sup> grade leaving the system.

Charter schools are increasing the degree of uncertainty in projecting student growth. Charter schools are independent of the District and are primarily funded by the state. Charter schools have a major impact on the placement and need for additional schools to accommodate growth in northern Utah County. Charter school enrollment within District boundaries was 2,623 as of October 1, 2013.

Most of the growth of the District has occurred in the past 30 years. Approximately two-thirds of the total square footage in the District has been constructed after 1978. As a result, the District is primarily composed of newer buildings that require less ongoing maintenance. Many of the older buildings in the District have recently been remodeled or replaced to upgrade plumbing, electrical and energy efficiency.

### **Major Initiatives**

The District uses student achievement as a benchmark for every decision we make, resulting in *Improving Student Achievement* as our mission statement. Each program is reviewed during the budgeting process to analyze if it is effectively meeting our goal as a district. As budgets are presented for the new fiscal year, the expenditures are again analyzed to verify the effect on student achievement. Schools receiving special NCLB funds, like Title I Program Improvement, are visited & reviewed throughout the year to determine if funds are being expended in ways to assist those students in making AYP (Adequate Yearly Progress).

The District has recently implemented a new Language Arts and Math curriculum based on a need to improve test results for those two core subjects. We were pleased to see a major improvement in the CRT testing for those subjects in FY 2013 as a result of the new curriculum and focus on Professional Learning Communities (PLC) at the schools. Those PLC groups use collaboration time with site staff developers and develop student interventions or remediation plans for targeting students.

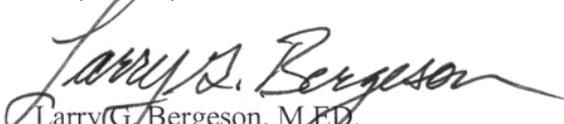
### **Awards and Acknowledgements**

The District received the Association of School Business Officials (ASBO) International's Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the year ended June 30, 2013. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted 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 the sixth year the District has received this prestigious award.

The timely preparation of this report was accomplished through the efficiency and dedication of the business department staff. We would like to express appreciation to all members of the department who assisted in the preparation of this report. Credit must also be given to members of the Board of Education for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances.

Respectfully submitted,



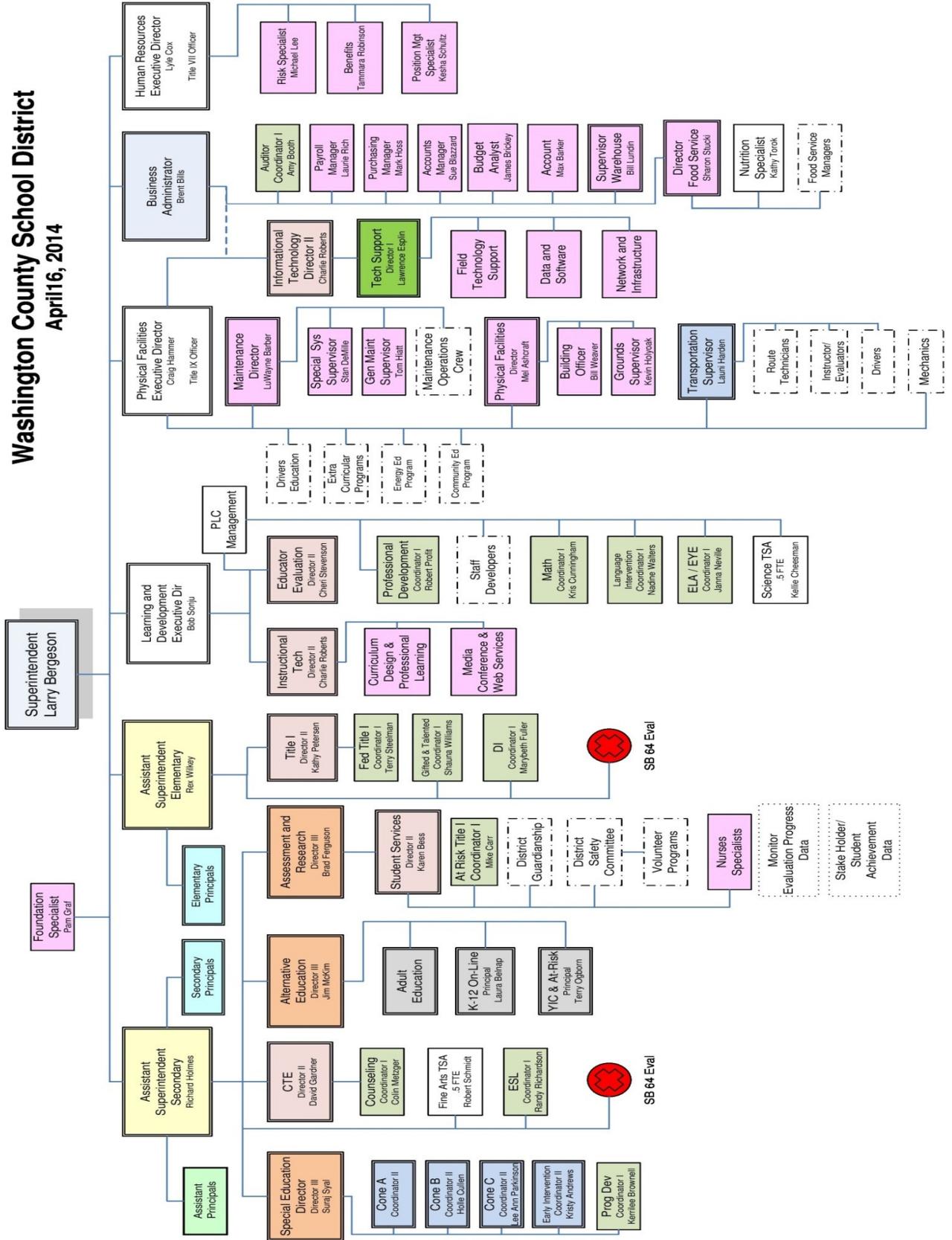
Larry G. Bergeson, M.Ed.  
Superintendent of Schools



Brent L. Bills, M.B.A.  
Business Administrator

# Washington County School District

## April 16, 2014



# *Washington County School District*

## **Board of Education**

Cal Durfey – President

Laura Hesson – Vice President

Barbara Beckstrom

Kelly Blake

Wes Christiansen

Craig Seegmiller

Debra Zockoll

## **Administration**

Larry G. Bergeson - Superintendent

Brent L. Bills - Business Administrator

Richard S. Holmes - Assistant Superintendent

Rex W. Wilkey - Assistant Superintendent

Craig Hammer – Executive Director Secondary Education

Bob Sonju – Executive Director K-12 Student Learning

Lyle Cox - Director of Human Resources

Suraj Syal – Director of Special Education

Dave Gardner - Director of Career and Technical Education

Brad Ferguson - Director of Assessment and Research

Charlie Roberts – Director of Technology

Karen Bess – Director of Student Services

# Association of School Business Officials International



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

## **Washington County School District**

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2013*

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



A handwritten signature in black ink, reading 'Terrie S. Simmons'.

Terrie S. Simmons, RSBA, CSBO  
President

A handwritten signature in black ink, reading 'John D. Musso'.

John D. Musso, CAE, RSBA  
Executive Director

## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Washington District School District  
St. George, UT 84770

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington District School District (the District), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## **Opinions**

In our opinion, the 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 the Washington District School District, as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### **Required Supplementary Information**

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

### **Other Information**

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

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

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

## Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 18, 2014, on our consideration of the Washington District School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Washington District School District's internal control over financial reporting and compliance.

*Hafen, Buckner, Everett & Graff, PC*

Hafen, Buckner, Everett, & Graff, PC

St. George, UT  
November 18, 2014



## Management's Discussion and Analysis

This section of the Washington County School District's comprehensive annual financial report presents management's discussion and analysis of the District's financial performance during the year ending June 30, 2014.

### Financial Highlights

- The District is dependent on state aid. State aid increased by \$9.1 million driven primarily by the additional students in the district for FY 2014 and subsequent staff needed for instruction, both of which are partially funded by the state. The District also received an increase in the WPU, which generated additional funds per student.
- The District's net position exceeded liabilities by \$188.1 million at the close of the most recent fiscal year.
- The District realized student growth again in FY 2014. Student enrollment increased by 968 students to a total of 27,099 students as of October 1, 2013. Property tax revenues decreased \$3.9 million or 4.4% primarily as a result of fewer funds needed to meet bond taxation needs.
- In June of 2006 the public voted to authorize the District to issue \$150 million of general obligation school building bonds for new school construction, land acquisitions, renovation of existing school facilities and related equipment and improvements. The District issued \$20 million of general obligation bonds during fiscal year 2014.
- The cost of various District construction projects underway for the year ended June 30, 2014 are projected at a total cost of \$28.8 million. The largest of those projects are the Dixie Middle replacement projected at a total cost of \$24.7 million, and the Pine View Middle addition projected at a total cost of \$3.2 million.

### Overview of the Financial Statements

The discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

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

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

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

The government-wide financial statements can be found on pages 23 to 24 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the debt service fund, and the capital projects fund, each of which are considered to be major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 25-29 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 29 to 43 of this report.

**Other information.** The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 46 to 55 of this report.

### **Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$188.1 million at the close of the most recent fiscal year.

## WASHINGTON COUNTY SCHOOL DISTRICT'S Net Position

(in millions of dollars)  
June 30, 2014 and 2013

	Governmental activities		Total
	2014	2013	change 2014-2013
Current and other assets	\$ 173.5	\$ 176.5	\$ (3.0)
Capital assets	368.1	359.6	8.5
Total assets	541.6	536.1	5.5
Deferred outflows of Resources	1.9	1.1	0.8
Total assets and deferred outflows of resources	543.5	537.2	6.3
Current and other liabilities	139.1	134.0	5.1
Long-term liabilities outstanding	216.2	222.0	-5.8
Total liabilities	355.3	356.0	-0.7
Net position:			
Net investment in capital assets	158.1	143.1	15.0
Restricted	12.7	19.4	(6.7)
Unrestricted	17.3	18.7	(1.4)
Total net position	\$ 188.1	\$ 181.2	\$ 6.9

- The largest portion of the District's net position (84.1%) reflects its investment in capital assets (e.g., land, water stock, furniture, buildings and improvements, and equipment net of accumulated depreciation), less any related debt (general obligation bonds payable and obligations under capital leases less unspent bond proceeds) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.
- An additional portion of the District's net position (6.7%) represents resources that are subject to external restrictions on how they may be used. The majority of the restricted balance is for capital projects.
- The remaining balance of *unrestricted net position* (9.2%) may be used to meet the District's obligations to students, employees, and creditors and to honor next year's budget.

At the end of the current fiscal year, the District is able to report positive balances in all three categories of net assets. The same situation held true for the prior fiscal year.

Restricted net position reduced by \$6.7 million during the year ended June 30, 2014. This resulted primarily from a reduction of resources earmarked for debt service.

The District's net position increased by \$6.9 million during the current year. The following discussion and analysis on governmental activities focuses on this increase:

## WASHINGTON COUNTY SCHOOL DISTRICT'S Changes in Net Position

(in millions of dollars)  
Years Ended June 30, 2014 and 2013

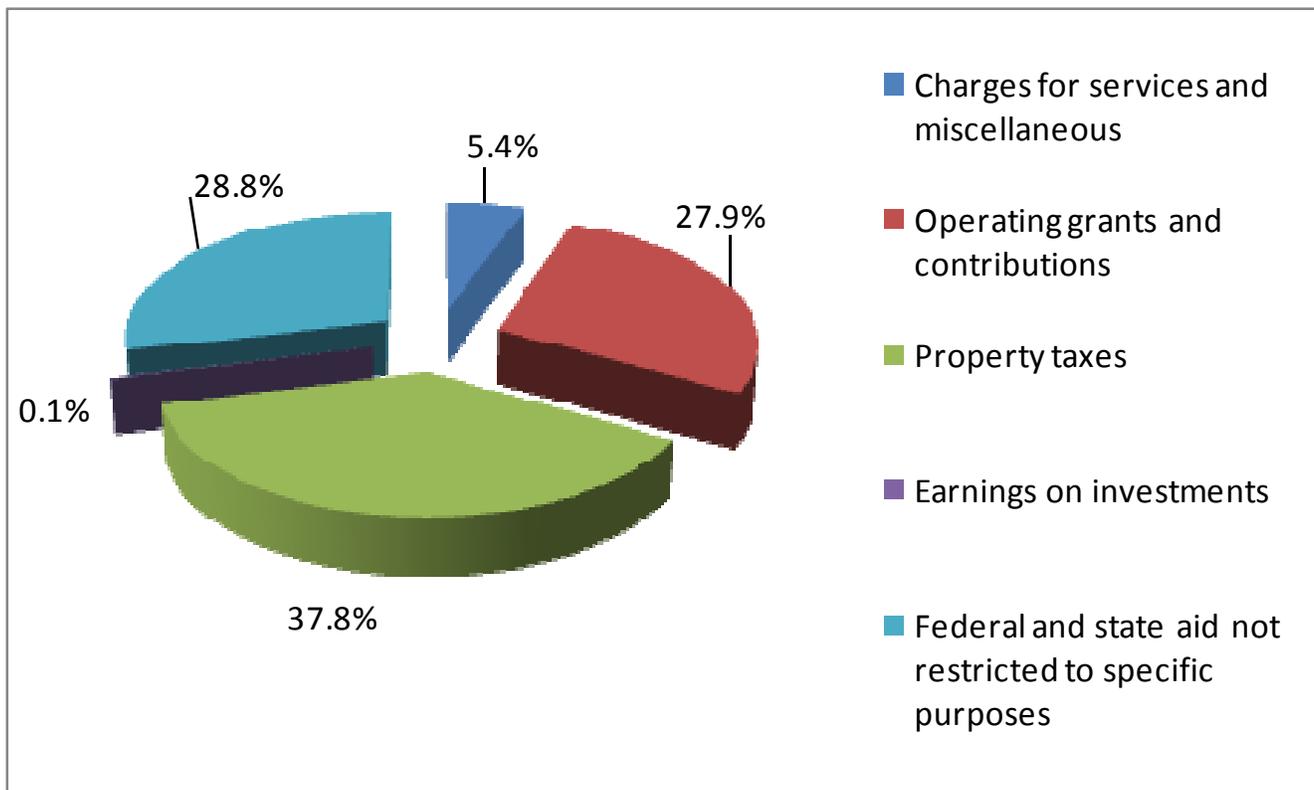
	Governmental activities		Total
	2014	2013	change 2014-2013
Revenues:			
Program revenues:			
Charges for services	\$ 3.2	\$ 2.8	\$ 0.4
Federal and state operating grants	62.4	62.2	0.2
General revenues:			
Property taxes	84.8	88.7	(3.9)
Federal and state aid not restricted to specific purposes	64.5	56.7	7.8
Earnings on investments	0.3	0.5	(0.2)
Miscellaneous	8.9	7.5	1.4
Total revenues	224.1	218.4	5.7
Expenses:			
Instruction	140.3	133.1	7.2
Supporting services:			
Students	8.1	8.1	0.0
Instructional staff	9.3	9.1	0.2
District administration	0.6	0.5	0.1
School administration	14.1	13.6	0.5
Business	3.3	3.0	0.3
Operation and maintenance of facilities	18.4	17.3	1.1
Transportation	6.0	6.0	0.0
School lunch services	9.4	9.2	0.2
Interest on long-term liabilities	7.6	8.2	(0.6)
Total expenses	217.1	208.1	9.0
Increase in net position	7.0	10.3	(3.3)
Net position - beginning	181.1	170.9	10.2
Net position - ending	\$ 188.1	\$ 181.2	\$ 6.9

### Governmental activities.

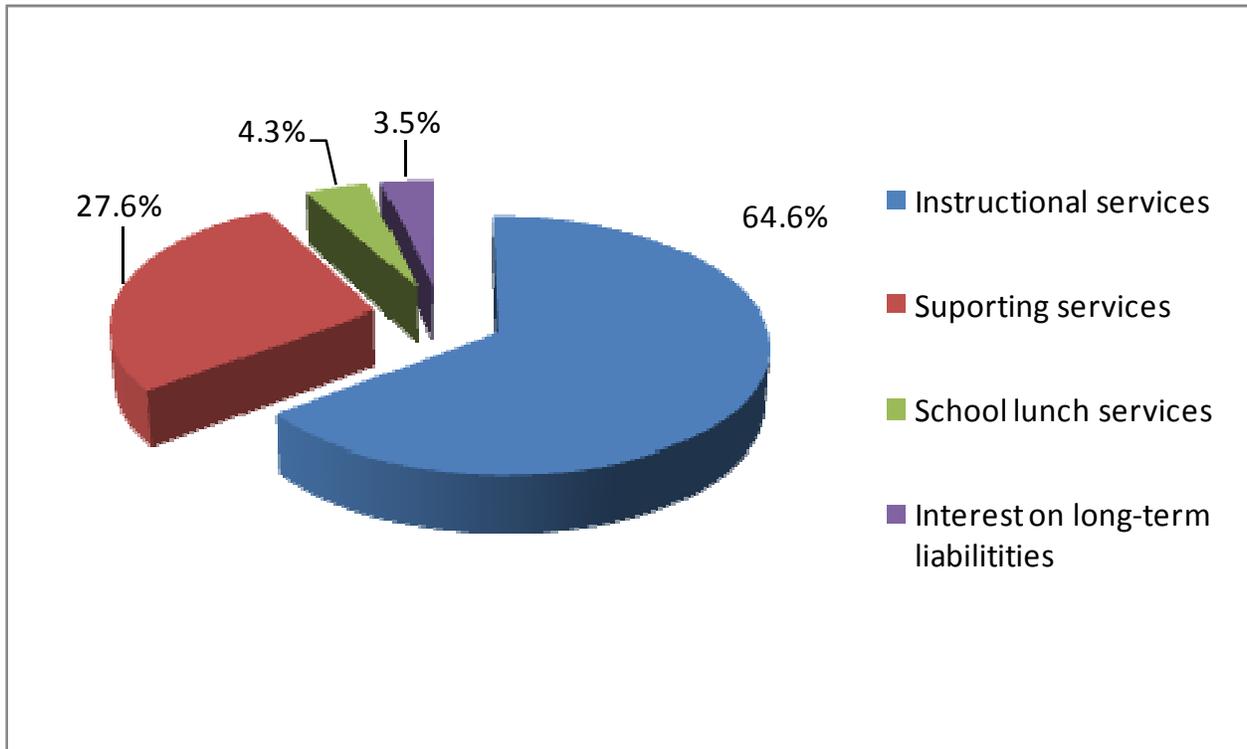
The key elements of the increase of the District's net position for the year ended June 30, 2014 are as follows:

- Federal aid decreased by \$1.0 million largely as a result of a reduction in federal grants. State aid increased by \$9.1 million largely due to an increase in the unrestricted minimum school program resulting from additional funding.
- State aid is based primarily on weighted pupil units (WPU) and other appropriations. If a student is in membership a full 180 days, the state awards the District one WPU. The state guarantees that if local taxes do not provide revenue equal to the amount guaranteed by the WPU, the state will make up the difference with additional state funding. Certain special students receive a weighting greater than one. The value of the WPU (\$2,899) increased from \$2,842 in FY 2013.
- Central Services were reclassified under Business Services to align with the designated function classification by the State Office of Education.
- Property tax revenues decreased by 3.9% primarily from as a reduction in debt service collections required to meet bond payments. District taxable property values in tax year 2014 increased 4.0%.

### Revenues by Source – Governmental Activities



## Expenditures by Function – Governmental Activities



### Financial Analysis of the District's Funds

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

**Governmental funds.** The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The debt service fund decreased by \$4.3 million due to reducing the amount of property taxes collected. The general fund balance decreased by \$2.0 million resulting in a year-end balance of \$13.5 million. In addition, the following other changes in fund balances should be noted:

- Expenditures for general District purposes totaled \$171.4 million, an increase of 2.8% from the prior fiscal year. Instructional services represent 67.0% of general fund expenditures.
- General fund salaries totaled \$100.0 million while the associated employee benefits of retirement, social security, and insurance (health and accident, industrial, and unemployment) added \$49.9 million to arrive at 87.5% of total general fund expenditures.

Governmental funds report the differences between their assets and liabilities as fund balance, which is divided into nonspendable, restricted, and unrestricted portions. Nonspendable includes inventories and prepaid expenditures that are not expected to be converted to cash. Restricted includes net fund resources of the District that are subject to external constraints due to state or federal laws, or externally imposed conditions by grantors or creditors. 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 and other governmental funds are those that do not meet the requirement 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. As of June 30, 2014, the District's combined governmental fund balance is \$37.4 million (\$0.6 million is nonspendable, \$19.7 million is restricted, \$8.5 million is committed, \$4.7 million is assigned, and \$3.9 million is unassigned fund balances).

The District has committed \$8.5 million of the governmental fund balance for the following purposes:

- *Committed to economic stabilization* of \$3.3 million or 1.9% of general fund budgeted expenditures. As allowed by state law, the District has established an undistributed reserve within the general fund; this amount is set aside for contingencies or possible reductions in state funding and is not to be used in the negotiation or settlement of contract salaries. The maintenance of a sufficient reserve is key credit consideration in the District's bond rating.
- *Committed to future growth reserve* of \$2.3 million is set aside to deal with maintenance and operational expenditures related to opening new buildings and providing District level support to the increased property and staff.
- *Committed to students* of \$2.9 million held in the other governmental funds by the student activity fund.

The District has assigned \$4.7 million of the governmental fund balance for the following purposes:

- *Assigned to local school reserve* of \$3.1 million is designated to the schools for instructional and operational supply budget roll-over balances.
- *Assigned to district program reserve* of \$1.6 million is set aside for programs operating with general District funds.

### **General Fund Budgetary Highlights**

During the year, the Board revised the District's budget. Budget amendments were to reflect changes in programs and related funding. The difference between the original budget and the final amended budget was insignificant, but adjustments were made between function areas as job descriptions were reclassified. The most significant budgetary adjustments may be summarized as follows:

- \$3.9 million or 3.5% increase in instruction, to reflect funds assigned to local & district programs that were available to spend in the fiscal year.
- \$1.6 million or 18.9% increase in counseling and health services due to a reclassification of support staff employees to accurately reflect their functional purpose.
- \$0.7 million or 6.9% increase in media & supervision to reflect funds assigned to local programs that were available to spend in the fiscal year.
- \$0.7 million or 4.4% increase in operation and maintenance services to reflect utility costs under-projection in the original budget.

Even with these budget adjustments, actual expenditures were \$3.9 million below final budgeted amounts. The most significant variances may be summarized as follows:

- \$1.9 million or 1.7% positive variance in instructional services due to unspent local & district program allocations.
- \$1.7 million or 17.4% positive variance in student services due to unspent contracted services allocations.
- \$0.8 million or 7.9% positive variance in instructional staff support services due to unspent local program supply allocations.

Resources available for appropriation were just slightly below the final budgeted amounts. Variances in state and federal revenues primarily result from expenditure-driven grants that are included in the budgets at their full amounts. Such grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met; unspent grant amounts are carried forward and included in the succeeding year's budget. Therefore, actual grant revenues and expenditures are normally less than the amounts budgeted. The district deferred \$10.3 million in unearned state and federal revenue at June 30, 2014.

### Capital Asset and Debt Administration

**Capital Assets.** The capital projects fund is used to account for the costs incurred in acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing educational programs for all students within the District. The District began various projects during 2014 at a projected cost of \$28.8 million. At the end of the year \$5.5 million of the restricted fund balance will be used to fulfill the required costs to complete these various projects in progress at June 30, 2014.

Capital assets at June 30, 2014 and 2013 are outlined below:

**WASHINGTON COUNTY SCHOOL DISTRICT'S Capital Assets**  
(net of accumulated depreciation, in millions of dollars)  
June 30, 2014 and 2013

	Governmental activities		Total
	2014	2013	change 2014-2013
Sites	\$ 53.3	\$ 53.2	\$ 0.1
Construction in progress	77.2	56.9	20.3
Buildings	235.6	247.0	-11.4
Furniture and equipment	2.1	2.5	(0.4)
<b>Total capital assets, net</b>	<b>\$ 368.2</b>	<b>\$ 359.6</b>	<b>\$ 8.6</b>

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

**Debt Administration.** In June of 2006 the public voted to authorize the District to issue \$150 million of general obligation school building bonds for new school construction, land acquisitions, renovation of existing school facilities and related equipment and improvements. On December 5, 2007, the District issued \$50 million of bonds, \$20 million of general obligation bonds were issued on January 13, 2009, the District issued \$20 million of bonds on February 4, 2010, \$20 million of bonds were issued on February 17, 2011, the District issued \$20 million on September 11, 2012, and the final \$20 million were issued on November 12, 2013.

The general obligation bonded debt of the District is limited by state law to 4% of the fair market value of the total taxable property in the District. The legal debt limit at June 30, 2014 is \$593.7 million. General obligation debt at June 30, 2014 is \$206.6 million, resulting in a legal debt margin of \$387.1 million.

Although it is not unusual for governments to have a 30-year bond payoff schedule, the District maintains an aggressive schedule to retire all of its general obligation bonds by 2028.

**WASHINGTON COUNTY SCHOOL DISTRICT'S Outstanding Debt**  
 (net of unamortized and deferred amounts, in millions of dollars)  
 June 30, 2014 and 2013

	Governmental activities		Total
	2014	2013	change 2014-2013
General obligation bonds	\$ 206.6	\$ 215.5	\$ (8.9)
Deferred amounts	7.9	5.3	2.6
General obligation bonds, net	\$ 214.5	\$ 220.8	\$ (6.3)

Additional information on the District's long-term debt can be found in Note 9 to the basic financial statements.

**Post-Employment Benefits**

The District changed its other post employment benefits (OPEBs) on January 10, 2006. The new policy replaces the OPEBs with a lower cost termination benefit. The District's liability for OPEBs will end August 2014.

**Requests for Information**

This financial report is designed to provide a general overview of the Washington County School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Business Administrator, Washington County School District, 121 W. Tabernacle, St. George, UT 84770.

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Financial Statements**

Year Ended June 30, 2014

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Statement of Net Position**  
June 30, 2014

	<b>Governmental Activities</b>
<b>Assets:</b>	
Cash and investments	\$ 63,615,039
Receivables:	
Property taxes	102,549,274
Other governments	5,858,840
Other	747,882
Inventories	652,194
Prepays	-
Capital assets:	
Land and construction in progress	130,541,314
Other capital assets, net of depreciation	237,621,868
Total assets	541,586,411
Deferred Outflows of Resources:	
Deferred charges on refundings	1,556,216
Bond issue costs	314,417
Total assets and deferred outflows of resources	543,457,044
<b>Liabilities:</b>	
Accounts payable	11,121,333
Accrued interest	3,111,399
Accrued liabilities	13,332,428
Unearned revenue:	
Property taxes	101,100,448
Other governments	10,305,674
Local sources	122,552
Noncurrent liabilities:	
Due within one year	22,714,000
Due in more than one year	193,526,127
Total liabilities	355,333,961
<b>Net Position:</b>	
Net investment in capital assets	158,105,134
Restricted for:	
School lunch	-
Foundation	1,483,614
Debt service	(32,127)
Capital projects	11,262,047
Unrestricted	17,304,415
Total net position	\$ 188,123,083

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

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Statement of Activities**  
Year Ended June 30, 2014

<b>Functions</b>	<b>Expenses</b>	<b>Program Revenues</b>		<b>Net (Expense)</b>
		<b>Charges for</b>	<b>Operating</b>	<b>Revenue and</b>
		<b>Services</b>	<b>Grants and</b>	<b>Changes in</b>
			<b>Contributions</b>	<b>Net Position</b>
				<b>Total</b>
				<b>Governmental</b>
				<b>Activities</b>
<b>Governmental activities:</b>				
Instructional services	\$ 140,302,096	\$ 562,834	\$ 43,678,251	\$ (96,061,011)
Supporting services:				
Students	8,101,619	-	3,146,347	(4,955,272)
Instructional staff	9,329,269	-	2,570,055	(6,759,214)
District administration	565,008	-	-	(565,008)
School administration	14,153,377	-	235,128	(13,918,249)
Business	3,312,499	-	163,701	(3,148,798)
Operation and maintenance of facilities	18,382,941	-	732,006	(17,650,935)
Transportation	6,037,130	554,096	4,145,571	(1,337,463)
Central	-	-	-	-
School lunch services	9,420,078	2,072,084	7,822,354	474,360
Interest on long-term liabilities	7,611,702	-	-	(7,611,702)
Total school district	<u>\$ 217,215,717</u>	<u>\$ 3,189,014</u>	<u>\$ 62,493,413</u>	<u>(151,533,291)</u>
<b>General revenues:</b>				
Property taxes levied for:				
General purposes				48,395,204
Transportation				-
Recreation				-
Debt service				31,933,639
Capital outlay				4,497,696
Federal and state aid not restricted to specific purposes				64,519,292
Earnings on investments				304,030
Miscellaneous				8,891,976
Total general revenues				<u>158,541,837</u>
Change in net position				7,008,546
<b>Net position - beginning</b>				<u>181,114,537</u>
<b>Net position - ending</b>				<u>\$ 188,123,083</u>

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

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Balance Sheet**

**Governmental Funds**

June 30, 2014

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General	Debt Service	Capital Projects		
<b>Assets:</b>					
Cash and investments	\$ 34,317,743	\$ 2,218,949	\$ 21,975,113	\$ 5,103,234	\$ 63,615,039
Receivables:					
Property taxes	54,759,229	39,810,302	7,979,743	-	102,549,274
Other governments	5,021,402	-	-	837,438	5,858,840
Other receivables	737,196	-	484	10,202	747,882
Inventory	321,356	-	13,044	317,794	652,194
Prepays	-	-	-	-	-
Total assets	<u>\$ 95,156,926</u>	<u>\$ 42,029,251</u>	<u>\$ 29,968,384</u>	<u>\$ 6,268,668</u>	<u>\$ 173,423,229</u>
<b>Liabilities and fund balances:</b>					
Liabilities:					
Accounts payable	\$ 5,661,607	\$ -	\$ 4,060,631	\$ 1,399,095	\$ 11,121,333
Accrued salaries	12,118,219	-	-	-	12,118,219
Retainable Payable	-	-	1,214,209	-	1,214,209
Deferred revenue:					
Property taxes	53,932,365	39,264,396	7,903,118	569	101,100,448
Other governments	9,883,650	-	-	422,024	10,305,674
Local sources	40,929	-	-	81,623	122,552
Total liabilities	<u>81,636,770</u>	<u>39,264,396</u>	<u>13,177,958</u>	<u>1,903,311</u>	<u>135,982,435</u>
Fund Balances:					
Nonspendable:					
Inventories	321,356	-	13,044	317,794	652,194
Restricted for:					
Debt service	-	2,764,855	-	-	2,764,855
Capital Projects	-	-	15,732,558	-	15,732,558
School Lunch	-	-	-	(317,794)	(317,794)
Community Recreation	-	-	-	-	-
Schools	-	-	-	1,483,614	1,483,614
Committed to:					
Economic Stabilization	3,300,000	-	-	-	3,300,000
Future Growth	2,291,179	-	-	-	2,291,179
Students	-	-	-	2,881,743	2,881,743
Assigned to:					
Local School	2,086,985	-	1,044,824	-	3,131,809
District Programs	1,550,972	-	-	-	1,550,972
Unassigned	3,969,664	-	-	-	3,969,664
Total fund balances	<u>13,520,156</u>	<u>2,764,855</u>	<u>16,790,426</u>	<u>4,365,357</u>	<u>37,440,794</u>
Total liabilities and fund balances	<u>\$ 95,156,926</u>	<u>\$ 42,029,251</u>	<u>\$ 29,968,384</u>	<u>\$ 6,268,668</u>	<u>\$ 173,423,229</u>

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

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**

June 30, 2014

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<b>Total fund balances for governmental funds</b>	\$	37,440,794
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Total net position reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds.

Those assets consist of:

Land	53,305,693	
Construction in progress	77,235,621	
Buildings and improvements, net of \$178,448,275 accumulated depreciation	235,570,502	
Furniture and equipment, net of \$14,918,777 accumulated depreciation	<u>2,051,366</u>	368,163,182

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. Accrued interest for general obligation bonds is \$3,111,399.		(3,111,399)
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Bond issuance costs are reported as expenditures in the governmental funds. The cost is \$469,895 and accumulated amortization is \$155,478.		314,417
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Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net assets. Balances at year-end are:

Bonds payable	(206,585,000)	
Unamortized premiums	(9,512,819)	
Unamortized refunding	1,556,216	
Notes payable	(142,308)	
Early retirement payable	<u>0</u>	(214,683,911)

<b>Total net position of governmental activities</b>	\$	<u><u>188,123,083</u></u>
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The notes to the financial statements are an integral part of this statement.

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
Year Ended June 30, 2014

	<b>Major Funds</b>			<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
	<b>General</b>	<b>Debt Service</b>	<b>Capital Projects</b>		
<b>Revenues:</b>					
Property taxes	\$ 48,337,004	\$ 31,999,369	\$ 4,490,166	\$ -	\$ 84,826,539
Earnings on investments	170,801	-	121,024	12,205	304,030
School lunch sales	-	-	-	2,072,084	2,072,084
Other local sources	3,902,714	-	15,670	6,762,479	10,680,863
State aid	102,613,597	-	81,896	3,280,145	105,975,638
Federal aid	14,399,067	-	-	6,638,000	21,037,067
Total revenues	<u>169,423,183</u>	<u>31,999,369</u>	<u>4,708,756</u>	<u>18,764,913</u>	<u>224,896,221</u>
<b>Expenditures:</b>					
Current:					
Instructional services	114,851,525	-	-	8,211,962	123,063,487
Supporting services:					
Students	8,101,619	-	-	-	8,101,619
Instructional staff	9,332,602	-	-	-	9,332,602
District administration	521,448	-	-	-	521,448
School administration	13,062,905	-	-	-	13,062,905
Business	3,057,118	-	-	-	3,057,118
Operation and maintenance of facilities	16,936,621	-	-	29,065	16,965,686
Transportation	5,583,091	-	-	-	5,583,091
Central	-	-	-	-	-
School lunch services	-	-	-	10,092,035	10,092,035
Capital outlay	-	-	29,228,836	-	29,228,836
Debt service:					
Principal retirement	-	27,694,175	-	-	27,694,175
Loan retirement	-	18,000	-	-	18,000
Interest and fiscal charges	-	8,400,707	-	-	8,400,707
Bond issuance costs	-	154,295	-	-	154,295
Total expenditures	<u>171,446,929</u>	<u>36,267,177</u>	<u>29,228,836</u>	<u>18,333,062</u>	<u>255,276,004</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,023,746)</u>	<u>(4,267,808)</u>	<u>(24,520,080)</u>	<u>431,851</u>	<u>(30,379,783)</u>
<b>Other financing sources (uses):</b>					
Transfers	-	-	-	-	-
Debt issuance	-	-	20,000,000	-	20,000,000
Premium related to debt issuance	-	2,238,220	2,045,647	-	4,283,867
Refunded bonds redeemed	-	18,880,000	-	-	18,880,000
Payment to refunded bond escrow agent	-	(21,118,220)	-	-	(21,118,220)
Sale of capital assets	50	-	42,233	-	42,283
Total other financing sources (uses)	<u>50</u>	<u>-</u>	<u>22,087,880</u>	<u>-</u>	<u>22,087,930</u>
Net change in fund balances	(2,023,696)	(4,267,808)	(2,432,200)	431,851	(8,291,853)
<b>Fund balances - beginning</b>	<u>15,543,852</u>	<u>7,032,663</u>	<u>19,222,626</u>	<u>3,933,506</u>	<u>45,732,647</u>
<b>Fund balances - ending</b>	<u>\$ 13,520,156</u>	<u>\$ 2,764,855</u>	<u>\$ 16,790,426</u>	<u>\$ 4,365,357</u>	<u>\$ 37,440,794</u>

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

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Government Funds to the Statement of Activities**  
Year Ended June 30, 2014

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**Net change in fund balances-total governmental funds** \$ (8,291,853)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 for furniture and equipment and \$25,000 for buildings and improvements are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 22,103,435	
Gain on disposal of capital assets	42,283	
Proceeds from sales of capital assets	(42,283)	
Depreciation expense	<u>(13,554,115)</u>	8,549,320

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

General obligation bond proceeds	(38,880,000)	
Bond premium	(4,283,867)	
Bond issuance costs	1,870,575	
Repayment of bond principal	47,784,000	
Amortization of bond issuance costs	(26,352)	
Amortization of bond premium	28,220	
Interest expense - general obligation bonds	<u>72,900</u>	6,565,476

The Governmental funds report note proceeds as financing sources, while repayment of note principal is reported as an expenditure. In the statement of net assets, however, issuing notes increases long-term liabilities and does not affect the statement of activities and repayment of principal reduces the liability. Interest is recognized as an expenditure in the governmental funds when it is due. The net effect of these differences in the treatment of notes payable and related items is as follows:

Note principal payment		18,000
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In the statement of activities, certain operating expenses - special termination benefits (early retirement) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). During this year, early retirement payable decreased by \$167,603.

167,603

**Change in net position of governmental activities** \$ 7,008,546

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

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**General Fund**  
Year Ended June 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property taxes	\$ 45,348,482	\$ 45,507,885	\$ 48,337,004	\$ 2,829,119
Earnings on investments	350,000	350,000	170,801	(179,199)
Other local sources	7,000,000	5,261,615	3,902,714	(1,358,901)
State aid	98,851,770	106,288,601	102,613,597	(3,675,004)
Federal aid	16,301,779	14,352,951	14,399,067	46,116
Total revenues	<u>167,852,031</u>	<u>171,761,052</u>	<u>169,423,183</u>	<u>(2,337,869)</u>
<b>Expenditures:</b>				
Current:				
Instructional services	112,904,815	116,801,653	114,851,525	1,950,128
Supporting services:				
Students	8,251,479	9,812,461	8,101,619	1,710,842
Instructional staff	9,472,006	10,127,662	9,332,602	795,060
District administration	551,052	530,704	521,448	9,256
School administration	12,499,098	12,486,469	13,062,905	(576,436)
Business	2,079,767	2,424,536	3,057,118	(632,582)
Operation and maintenance of facilities	15,967,326	16,671,278	16,936,621	(265,343)
Transportation	5,415,640	5,690,558	5,583,091	107,467
Central	710,848	814,550	-	814,550
Total expenditures	<u>167,852,031</u>	<u>175,359,871</u>	<u>171,446,929</u>	<u>3,912,942</u>
Excess of revenues over expenditures	<u>-</u>	<u>(3,598,819)</u>	<u>(2,023,746)</u>	<u>1,575,073</u>
<b>Other financing sources (uses):</b>				
Sale of Fixed Assets	-	-	50	(50)
Net change in fund balances	-	(3,598,819)	(2,023,696)	(1,575,123)
<b>Fund balances - beginning</b>	<u>15,543,852</u>	<u>15,543,852</u>	<u>15,543,852</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 15,543,852</u>	<u>\$ 11,945,033</u>	<u>\$ 13,520,156</u>	<u>\$ (1,575,123)</u>

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



**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Notes to Financial Statements**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Reporting entity** – The Board of Education, comprised of seven elected individuals, is the primary governing authority for the District. As required by GAAP, these financial statements present the District and its component unit, Washington County School District Foundation, for which the District is considered to be financially accountable. The District is not a component unit of any other primary government. A blended component unit, although a legally separate entity, is, in substance, part of the District’s operations.

- *Blended component unit.* The Washington County School District Foundation is a nonprofit organization established under Internal Revenue Service regulations as a conduit for tax-deductible donations to the District. The Foundation exclusively services the District. The Foundation is presented as a special revenue fund of the District.

**Government-wide and fund financial statements** – The *government-wide financial statements* (the statement of net position and the statement of changes in net position) display information about the primary government (the District) and its blended component unit. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double-counting of internal activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District’s governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to a particular function. Depreciation expense for capital assets that can specifically be identified with a function are included in its direct expenses. Depreciation expense for “shared” capital assets (for example, a school building is used primarily for instructional, school administration, operation and maintenance of facilities, and school lunch services) are ratably included in the direct expenses of the appropriate functions. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Interest on general long-term liabilities is considered an indirect expense and is reported in the statement of activities as a separate line item. Program revenues include 1) fees and charges paid by students and other recipients of goods or services offered by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including property taxes, are presented as general revenues.

The *fund financial statements* provide information about the District’s funds, including the blended component unit. 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.

The District reports the following major governmental funds:

- The *general fund* is the District’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *debt service fund* accounts for resources accumulated and payments made for principal and interest on general obligation school building bonds.
- The *capital projects fund* accounts for resources accumulated and payments made for the acquisition and improvement of sites; construction and remodel of facilities; and procurement of equipment, textbooks, and supplies necessary for providing educational programs for all students within the District.

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

*Governmental fund financial statements* are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes and interest are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when the District receives cash. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt and claims which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

**Budgetary Data** – Budgets are presented on the modified accrual basis of accounting for all governmental funds except the Washington County School District Foundation special revenue fund. Budgets are not adopted on a District level for the Washington County School District Foundation special revenue fund. All annual appropriations lapse at fiscal year-end with the exception of those indicated as a fund balance reserve. The following procedures are used in establishing the budgetary data reflected in the financial statements.

- During May of each year, the District superintendent submits to the Board a proposed operating budget for the next fiscal year commencing July 1st. This budget includes proposed expenditures and the means of financing them. Included also is a final budget for the current year ending June 30th.

- Copies of the proposed budget are made available for public inspection and review by the patrons of the District.
- If the District does not exceed the certified tax rate, a public hearing is held prior to June 22 at which the budget is legally adopted by resolution of the Board after obtaining taxpayer input. If the District exceeds the certified tax rate, the budget is adopted in August when data is available to set the rates.
- Once adopted, the budget can be amended by subsequent Board action. The Board upon recommendation of the superintendent can approve reductions in appropriations, but increases in appropriations by fund require a public hearing prior to amending the budget. In accordance with Utah state law, interim adjustments may be made by administrative transfer of money from one appropriation to another within any given fund.
- Expenditures may not legally exceed budgeted appropriations at the fund level.

Encumbrance accounting is employed in the governmental funds. Encumbrances (e.g., purchase orders and contracts) outstanding at year-end are reported as restrictions or commitments of fund balances and do not constitute expenditures or liabilities because the encumbrances will be included in the budget and honored during the subsequent year.

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

**Deposits and Investments** – The cash balances of governmental activities are pooled and invested by the District for the purpose of increasing earnings through investment activities and providing efficient management of temporary investments. The District’s investments are reported at fair value at year-end. The Utah Public Treasurers’ Investment Fund operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares. Changes in the fair value of investments are recorded as investment earnings. Earnings on pooled funds are apportioned and paid or credited to the funds based on the average balance of each participating fund.

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

**Inventories** – Inventories are valued at cost or, if donated, at fair value when received, using the first in, first out method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Donated food commodities are reported in the governmental funds as revenue when received.

**Prepays** – The District records a prepaid asset if services or materials were paid before the services were incurred or the materials were actually received. Prepaid assets are recorded as expenditures when consumed rather than when purchased. The district has no prepaid expenditures for FY 2014.

**Capital Assets** – Capital assets, which include land, water stock, buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 for furniture and equipment and \$25,000 for land, water stock, buildings and improvements and an estimated useful life in excess of two years. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extended assets’ lives are not capitalized.

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

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

Assets	Years
Buildings	30
Building improvements and portable classrooms	30
Maintenance equipment	15
Vocational education equipment	15
Buses	10
Musical instruments	10
Furniture	10
Office equipment	10
Athletic equipment	8
Vehicles	8
Site Improvements	7
Audio visual equipment	5
Computer equipment	3

**Compensated Absences** - Under terms of association agreements, twelve-month or full-year employees earn vacation and sick leave in amounts varying with tenure and classification. No reimbursement or accrual is made for unused sick leave.

**Long-term Obligations** – In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net assets. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued and premiums or discounts are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Deferred Outflows/Inflows of Resources** – In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District only has two items that qualify for reporting in this category. It is the deferred charge on refunding and bond issue costs reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. Bond issue costs are recognized through the life of the bond. These amounts are deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

**Net Position / Fund Balance Classifications** – The residual of all other elements presented in a statement of net position is *net position* on the government-wide financial statements and the residual of all other elements presented in a balance sheet on the governmental fund financial statements is *fund balance*.

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

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

Fund balance classifications are summarized as follows:

*Nonspendable fund balances* represent residual equities (assets) that *cannot be spent* because of contractual or legal requirements.

*Restricted fund balances* represent residual equities that are available for use but which have external enforceable legal restrictions as to how these resources may be used.

*Committed fund balances* represent resources whose use is constrained by limitations imposed by the District's Board of Education. The District's Board of Education is the highest level of decision making authority for committed fund balances. Committed fund balances are established through Board of Education formal budget adoption, policy or action item adoption, and/or through Board of Education resolution.

*Assigned fund balances* represent resources whose use is constrained by limitations imposed by the District's administration. The District administration is generally the highest level of decision-making authority for assigned fund balances. The Board of Education delegates authority to District administration to determine specific purposes for these fund balances. However, the Board of Education retains the right to change these assigned fund balances if needed.

*Unassigned fund balances* represent resources which have not been classified as nonspendable, restricted, committed, or assigned fund balance classifications. A negative fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

*Flow Assumptions* - When multiple categories of fund equity are used to fund expenditures, fund equity categories will be used based upon the adopted budget plan by the Board of Education. Generally, unassigned fund balances will be used first before assigned and committed fund balances.

**Comparative Data, Reclassifications, and Restatements** – Comparative data for the prior year has been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations.

## 2. DEPOSITS AND INVESTMENTS

The District follows the requirements of the Utah Money Management Act (Section 51, Chapter 7 of the Utah Code) in handling its depository and investing transactions. District funds are deposited in qualified depositories as defined by the Act. The Act also authorizes the District to invest in the Utah Public Treasurers' Investment Fund (PTIF), certificates of deposit, U.S. Treasury obligations, U.S. agency issues, high-grade commercial paper, banker's acceptances, repurchase agreements, corporate bonds, restricted mutual funds, and obligations of governmental entities within the State of Utah.

The PTIF is invested in accordance with the Act. The State Money Management 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.

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. If a qualified depository should become ineligible to hold public funds, public treasurers are notified immediately. The District considers the actions of the Council to be necessary and sufficient for adequate protection of its uninsured bank deposits.

Deposits and investments are carried at fair value. Deposits and investments at June 30, 2014 appear in the financial statements as summarized below:

Cash	\$ 31,288,927
Investments	<u>32,326,112</u>
Total cash and investments	<u><u>\$ 63,615,039</u></u>

Cash and investments-governmental activities, statement of net position \$ 63,615,039

**Deposits** – The District's carrying amount of bank deposits at June 30, 2014 is \$31,288,927 and the bank balance is \$18,366,389. Of the bank balance, \$3,025,531 is covered by federal depository insurance and \$15,340,858 was uninsured. No deposits are collateralized, nor are they required to be by state statute.

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of a bank failure, a government's deposits may not be returned to it. The District does not have a formal deposit policy for custodial credit risk.

**Investments** - At year-end, the District's investment balances of \$45,906,939 were held in the Public Treasurers' Investment Fund, and \$1,089,090 were held in CDs at various local banks and credit unions.

During the year ended June 30, 2014, the District used an overnight sweep agreement (classified as a Category 2 investment) to a government money market portfolio that primarily invests in obligations of the United States Treasury, agencies or instrumentalities of the United States that meet allowable investments of the Utah Money Management Act.

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 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. Except for endowments, the Act further limits the remaining term of maturity on all investments in commercial paper and bankers' acceptances to 270 days or less and fixed-income securities to 365 days or less. In addition, variable-rate securities may not have a remaining term to final maturity exceeding two years.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's policy for reducing its exposure to credit risk is to comply with the Act and related rules. The Act and related rules limit investments in commercial paper to a first tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody's Investors Service, Inc. or by Standard and Poor's Corporation. The District has no investment policy that would further limit its investment choices.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's policy for managing this risk is to comply with the Act and related rules. The Act limits investments in commercial paper and or corporate obligations to 5% of the District's total portfolio with a single issuer. The District places no other limits on the amount it may invest in any one issuer.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The District's policy for managing this risk is to comply with the Act and related rules. The District places no other limit on the amount of investments to be held by counterparties.

### **3. PROPERTY TAXES**

The property tax revenue of the District is collected and distributed by the Washington County Treasurer as an agent of the District. Utah statutes establish the process by which taxes are levied and collected. The county assessor is required to assess real property as of January 1 and complete the tax rolls by May 15. By July 21, the County auditor is to mail assessed value and tax notices to property owners. A taxpayer may then petition the County Board of Equalization between August 1 and August 15 for a revision of the assessed value. The County auditor makes approved changes in assessed value by November 1 and on this same date the County auditor is to deliver the completed assessment rolls to the County treasurer.

Tax notices are mailed with a due date of November 30. Delinquent taxes are subject to a 2% penalty, with a \$10 minimum penalty. If delinquent taxes and penalties are not paid by January 15 of the following year, these delinquent taxes, including penalties, are subject to an interest charge at an annual rate equal to the federal discount rate plus 6%; the interest period is from January 1 until date paid.

Beginning January 1, 1992, an annual uniform fee based on the value of motor vehicles was levied in lieu of an ad valorem tax on motor vehicles. This uniform fee was 1.5% of the fair market statewide value of the property, as established by the State Tax Commission. Effective January 1, 1999, legislation required motor vehicles be subject to an “age-based” fee that is due each time a vehicle is registered. The age-based fee is for passenger type vehicles and ranges from \$10 to \$150 based on the age of the vehicle. The revenues collected in each county from motor vehicle fees is distributed by the county to each taxing entity in which the property is located in the same proportion in which revenue collected from ad valorem real property tax is distributed. The District recognizes motor vehicle fees as property tax revenue when the County collects it.

As of June 30, 2014, property taxes receivable by the District includes uncollected taxes assessed as of January 1, 2014 or earlier. It is expected that all assessed taxes (including delinquencies plus accrued interest and penalties) will be collected within a five-year period, after which time the county treasurer may force sale of property to collect the delinquent portion.

#### **4. RECEIVABLES**

The District has the following types of receivables owed as of June 30, 2014:

- \* \$747,882 - Receivables from local sources - Total owed to the District by the school or local sources due to grants or services provided by the District. This will be paid in FY 2015.
- \* \$950,413 - Receivables from the State of Utah – Total owed to the District from the State of Utah for funds submitted for reimbursement from state grants as well as the final liquor tax payment owed to Food Services.
- \* \$4,908,427 - Receivables from the federal government – Total owed to the District from the Department of Education for funds submitted for reimbursement from federal grants.

## 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2014 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated				
Land	\$ 53,181,822	\$ 144,687	\$ (20,816)	\$ 53,305,693
Construction in progress	56,964,675	21,701,789	(1,430,843)	77,235,621
Total capital assets, not being depreciated	110,146,497	21,846,476	(1,451,659)	130,541,314
Capital assets, being depreciated:				
Buildings and improvements	412,558,088	1,460,689	-	414,018,777
Furniture and equipment	16,722,214	247,929	-	16,970,143
Total capital assets, being depreciated	429,280,302	1,708,618	-	430,988,920
Accumulated depreciation for:				
Buildings and improvements	(165,568,997)	(12,879,278)	-	(178,448,275)
Furniture and equipment	(14,243,940)	(674,837)	-	(14,918,777)
Total accumulated depreciation	(179,812,937)	(13,554,115)	-	(193,367,052)
Total capital assets, being depreciated, net	249,467,365	(11,845,497)	-	237,621,868
Governmental activities capital assets, net	\$ 359,613,862	\$ 10,000,979	\$ (1,451,659)	\$ 368,163,182

The District changed capitalization thresholds effective July 1, 2002. The capitalization threshold for purchases of furniture and equipment was changed from \$1,000 to \$5,000, and the capitalization threshold for land and buildings and improvements was raised from \$1,000 to \$25,000.

For the year ended June 30, 2014, depreciation expense was charged to functions of the District as follows:

<b>Governmental activities:</b>	
Instructional services	\$ 10,280,297
Supporting services:	
District administration	43,560
School administration	1,091,230
Business	255,381
Operation and maintenance of facilities	1,417,255
Transportation	466,392
Central	0
Total depreciation expense, governmental activities	\$ 13,554,115

The District is obligated at June 30, 2014, under construction commitments as follows:

Project	Project Authorized	Costs to Date	Costs to Complete
Dixie Middle Replacement	\$ 24,745,000	\$ 21,854,754	\$ 2,890,246
Panorama Elementary	849,000	494,026	354,975
Pine View Middle	3,238,071	935,405	2,302,666
Total	<u>\$ 28,832,071</u>	<u>\$ 23,284,185</u>	<u>\$ 5,547,887</u>

## 6. RETIREMENT PLANS

**Defined Benefit Plans** – The District contributes to the State and School Contributory Retirement System and State and the School Noncontributory Retirement System (collectively, the Systems) which are cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (URS). URS provides refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953, as amended. The Utah State Retirement Act in Chapter 49 provides for the administration of the URS and plans under the direction of the Utah State Retirement Board whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Systems. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

Plan members in the State and School Contributory Retirement System are required to contribute 6.00% of annual covered salary, and the District contributes 11.83% of annual covered salary. For employees participating in the State and School Noncontributory System, the District contributes 20.46% of annual covered salary. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Utah State Retirement Board.

**Defined Contribution Plans** – The District also participates in a defined contribution plan under Internal Revenue Code Section 401(k) to supplement retirement benefits accrued by participants in the Systems. Employees covered by the State and School Non-contributory Retirement System have a contribution of 1.5% of covered salaries automatically made by the District. Employees participating in the Systems can make additional contributions to the 401(k) plan up to specified limits. Contributions and earnings may be withdrawn by the employee upon termination or may be used as supplemental income upon retirement. The 401(k) plan funds are fully vested to the participants at the time of deposit. Plan assets are administered and held by URS.

<u>System</u>	<u>Year</u>	<u>Employee Paid Contributions</u>	<u>Employer Paid for Employee Contributions</u>	<u>Employer Contributions</u>	<u>Salary Subject to Retirement Contributions</u>
State and School-Contributory	2014	N/A	\$12,110	\$31,672	\$201,830
	2013	N/A	14,376	33,377	239,604
	2012	N/A	15,123	31,363	252,048
State and School-Noncontributory	2014	N/A	N/A	17,300,696	95,713,883
	2013	N/A	N/A	16,034,483	94,249,062
	2012	N/A	N/A	14,798,980	92,103,148
401 (k) Contributions	2014	1,564,297	1,517,515	N/A	96,667,076
	2013	1,625,622	1,440,787	N/A	95,712,531
	2012	1,645,476	1,377,144	N/A	89,462,701

The District offers its employees two deferred compensation plans created in accordance with Internal Revenue Code Section 457. Plan assets are administered by the State of Utah and an independent plan administrator. Investments are primarily in various mutual funds and annuity contracts as selected by participating employees. The plans permit employees to defer a portion of their salary until future years. Only upon termination, retirement, death, or an unforeseen emergency is the deferred compensation available to an employee.

All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of the participants or their beneficiaries rather than assets of the District.

**Early Retirement Incentive** – The District provides a voluntary early retirement incentive program. This benefit is subject to change and benefits are not vested until the employee is eligible for and has applied for Utah State Retirement, signed a District Application for Incentive Participation, and received Board approval for an ERI (Early Retirement Incentive) Application. To qualify for the benefit the applicant must:

- Have been continuously employed by the District for a minimum of ten (10) consecutive years just prior to retirement under contracts that were established for at least 20 hours per week for a minimum of 180 days per contract year, and
- Qualify for retirement benefits from the Utah Retirement Systems (URS) as of the date of retirement from the District, and
- Apply for retirement benefits from the URS at least 30 days prior to the date of retirement, and
- Not be receiving retirement benefits from the URS because of an earlier retirement.

The potential liability at June 30, 2014 for compensation due to participants who have qualified for benefits is \$0 to provide wages and accident insurance benefits respectively. The District recognizes the liability and expenditure in the year in which an employee retires for its retirees using current insurance premiums as the basis for determining the liability. The District's direct payments to retirees for the years ended June 30, 2014 and 2013 are \$145,886 and \$158,077.

Early Retirement Incentive (ERI) Program has replaced the old "Phase-Out" ERI Program beginning January 31, 2009. The Benefit payment identified below will be adjusted by the employee's average FTE over the last 10 years of service.

<b>Years of Qualifying Employment Service Credit at time of retirement (see § 3.2.1)</b>	<b>Maximum Lump Sum Benefit Payment to a qualified Tax Sheltered Annuity Plan</b>
0 to 9.9	Ineligible
10 to 14.9	\$5,000
15 to 19.9	\$10,000
20 to 24.9	\$15,000
25 or more	\$25,000

Amounts will be adjusted at the same rate as the cost of living adjustments made to the teacher's salary schedule beginning after the 2006-07 school year.

**7. MEDICAL PLAN, AND LIFE AND LONG-TERM DISABILITY (LTD)**

The district provides \$25,000 employee life insurance, \$2,420 dependent life insurance, and long-term disability coverage that is maintained on a premium basis. The District also provides three months salary in term life insurance, \$2,000 for dependent life insurance that is maintained on a self-insured basis.

**8. RISK MANAGEMENT**

The District is exposed to various risks of loss related to worker's compensation, torts, errors and omissions, violation of civil rights, natural disasters, as well as theft of, damage to, and destruction of assets. These risks are covered by the District's participation in the Utah School Boards Risk Management Mutual Insurance Association for worker's compensation claims and the Utah State Risk Management system for property, casualty, and liability exposure. These are pooled arrangements whereby districts pay experienced rated annual premiums which are designed to pay claims and build sufficient reserves to enable the pool to protect the participating entities with its own capital. The pools reinsure excess losses to preserve the capital base. Property physical damage is insured to replacement value with a \$1,000 deductible; automobile physical damage is insured to actual value with a \$350 deductible; other liability is limited to the lesser of \$10 million or the statutory limit. Insurance coverage by major category of risk has remained relatively constant as compared to the prior fiscal year. Insurance settlements have not exceeded insurance coverage for the past three years.

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

## 9. LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2014 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 215,489,000	\$ 38,880,000	\$ (47,784,000)	\$ 206,585,000	\$ 22,695,000
Deferred amounts for issuance premium	6,285,567	4,283,867	(1,056,615)	9,512,819	-
Deferred amounts on refunding	(868,331)	340,510	(1,028,395)	(1,556,216)	-
Total bonds payable, net	220,906,236	43,504,377	(49,869,010)	214,541,603	22,695,000
Obligations under capital leases	-	-	-	-	-
Notes Payable	160,308	-	(18,000)	142,308	19,000
Early retirement payable	167,603	-	(167,603)	-	-
Total governmental activity long-term liabilities	<u>\$ 221,234,147</u>	<u>\$ 43,504,377</u>	<u>\$ (50,054,613)</u>	<u>\$ 214,683,911</u>	<u>\$ 22,714,000</u>

Payments on the general obligation bonds are made by the debt service fund from property taxes and earnings on investments. The obligations under capital leases are paid by the capital projects fund. Early retirement benefits will be paid by the fund in which the employee worked.

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2014, including interest payments are listed as follows:

Year ending June 30,	Principal	Interest	Total
2015	22,695,000	8,475,943	31,170,943
2016	23,605,000	7,583,493	31,188,493
2017	23,500,000	6,841,999	30,341,999
2018	22,350,000	5,920,669	28,270,669
2019	21,510,000	4,964,313	26,474,313
2020-24	76,490,000	11,908,150	88,398,150
2025-28	16,435,000	1,243,200	17,678,200
Total	<u>\$206,585,000</u>	<u>\$ 46,937,767</u>	<u>\$253,522,767</u>

**General Obligation Bonds** – The District passed a \$150 million dollar bond in June of 2006 to finance the construction of several new schools and renovation of existing schools. Of that \$150 million approved bond, \$20 million was authorized and issued on November 12, 2013.

General obligation school building bonds payable at June 30, 2014, with their outstanding balance are comprised of the following individual issues:

\$31,000,000 2005 general obligation refunding bonds, due in annual installments of \$475,000 to \$2,850,000, through March 1, 2020, interest from 2.5% to 5.0%	2,305,000
\$40,000,000 2005A general obligation refunding bonds, due in annual installments of \$2,015,000 to \$3,575,000, through March 1, 2021, interest from 4.0% to 5.0%	21,755,000
\$59,000,000 2006 general obligation refunding bonds, due in annual installments of \$950,000 to \$5,065,000, through March 1, 2022, interest from 3.625% to 5.0%	35,180,000
\$50,000,000 2007 general obligation refunding bonds, due in annual installments of \$1,355,000 to \$4,290,000, through March 1, 2023, interest from 3.125% to 5.0%	32,700,000
\$20,000,000 2009 general obligation refunding bonds, due in annual installments of \$885,000 to \$1,835,000, through March 1, 2024, interest from 2.5% to 4.0%	14,825,000
\$11,275,000 2010A general obligation refunding bonds, due in annual installments of \$885,000 to \$1,835,000, through March 1, 2025, interest from 2.5% to 4.0%	3,635,000
\$11,950,000 2010B general obligation refunding bonds, due in annual installments of \$885,000 to \$1,835,000, through March 1, 2025, interest from 2.5% to 4.0%	11,950,000
\$25,270,000 2011 general obligation refunding bonds, due in annual installments of \$1,100,000 to \$2,315,000, through March 1, 2026, interest from 2% to 4.125%	19,930,000
\$31,760,000 2012 general obligation refunding bonds, due in annual installments of \$1,225,000 to \$3,750,000, through March 1, 2027, interest from 1.5% to 5%	27,000,000
\$38,880,000 2013 general obligation refunding bonds, due in annual installments of \$1,270,000 to \$5,320,000, through March 1, 2028, interest from 1.25% to 5%	37,305,000
	<u>\$206,585,000</u>

The general obligation bonded debt of the District is limited by state law to 4% of the fair market value of the total taxable property in the District. The legal debt limit at June 30, 2014, is \$552,481,996. General obligation debt at June 30, 2014 is \$206,585,000, resulting in a legal debt margin of \$345,896,996.

**Advance Refundings** – On November 12, 2013, the District issued \$18,880,000 of general obligation refunding bonds with a premium of \$2,238,220. The bonds were issued at an effective interest rate of 2.29% and will mature on March 1, 2028. The District issued the bonds to advance refund \$23,425,000 of outstanding Series 2004, Series 2004A, and Series 2005 general obligation bonds. The District deposited the net proceeds along with other resources in an irrevocable trust to provide for all future debt service on the refunded portion of the bonds. As a result, the refunded portion of those bonds is considered defeased, and the District has removed the liability from its accounts. The advanced refunding will reduce total debt service payments over the next 15 years by \$4,472,388. This results in an economic gain (difference between the present value of the old and new debt) of \$4,208,517.

**Woodward Restoration** - During 2000, the District was awarded a \$150,000 grant and a \$350,000 loan from the State of Utah Community Impact Board (CIB) for the restoration of a vacant historic school (Woodward) to be used as a community facility. The loan was funded through the issuance of taxable revenue lease bonds by the Municipal Building Authority of the City of St. George. Although the bonds are issued in the name of the Building Authority, the District is required to make the following annual interest and principal payments:

Year <u>Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	19,000	3,650	22,650
2016	19,000	3,225	22,225
2017	20,000	2,800	22,800
2018	20,000	1,875	21,875
Thereafter	<u>64,308</u>	<u>0</u>	<u>64,308</u>
<b>Total</b>	<b><u>\$142,308</u></b>	<b><u>\$11,550</u></b>	<b><u>\$153,858</u></b>

#### 10. DESIGNATED FOR UNDISTRIBUTED RESERVE

Utah state law allows for the establishment of an undistributed reserve. The Board must authorize expenditures from the undistributed reserve. This reserve is for contingencies. According to State law, the District may not use undistributed reserves in the negotiation or settlement of contract salaries for District employees. The undistributed reserve may not exceed 5% of the current fiscal year's total general fund budgeted expenditures. Use of the reserve requires a written resolution adopted by a majority vote of the Board filed with the Utah State Board of Education and State Auditor.

#### 11. LITIGATION

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

#### 12. GRANTS

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

### **13. OPEB**

Due to the increased costs of and in anticipation of new accounting rules of the Government Accounting Standards Board, the School Board changed the early retirement policy to phase out the District's so-called "other post-employment benefits" ("OPEBs") and replace them with lower cost termination benefits. Effective January 10, 2006, OPEBs, which consist of medical premium payments and payroll stipends, are being phased out with the final payments to be made in August 2014. The amount of liability for the remaining benefit is \$0.

## **Nonmajor Governmental Funds**

### **Special Revenue Funds**

**School Lunch Fund** – This fund is used 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. Government to help ensure that student's receive low-cost, nutritionally balanced meals.

**Student Activity Fund** – This fund is used to account for the school based operations. The fund is newly reported in the financial reports as a special revenue fund as of the 2007-08 fiscal year. The revenue is comprised of interest earnings, gate receipts, fundraisers, and student fees. Expenditures support curricular and extra-curricular activities.

**Non K-12 Programs Fund** – This fund is used to account for programs that are not part of the basic educational program of kindergarten, elementary, and secondary students. These areas include: adult education, preschool for disabled students, and the recreation fund. The recreation fund is used to account for costs to provide for recreation activities. Financing is provided primarily by recreation property tax levy, which is authorized by Utah Code 11-2-7 and does not have a maximum statutory rate.

**Washington County School District Foundation Fund** – This fund is used to account for donations received by the District. The Foundation was formed October 16, 1985, to provide a continuing organization, outside the public school system, for the benefit of Washington County School District. The activities of the Foundation are governed by a ten to thirty-member board of directors: one is a member of the Washington County School District Board of Education, one the Superintendent of the District, one the Development Director of the District, and all remaining members from the general public. Although the Foundation's activities and records are operated and maintained separate from the District, the District is considered to be financially accountable for the Foundation.

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
 June 30, 2014

	Special Revenue				Total Nonmajor Governmental Funds
	School Lunch	Student Activity	Non K-12 Programs	Washington School District Foundation	
<b>Assets:</b>					
Cash and investments	-	\$ 3,216,212	\$ 397,320	\$ 1,489,702	\$ 5,103,234
Receivables:					
Property taxes	-				-
Other governments	728,719		108,719		837,438
Other receivables	702		9,500		10,202
Inventory	317,794				317,794
Prepays	-				-
Total assets	<u>\$ 1,047,215</u>	<u>\$ 3,216,212</u>	<u>\$ 515,539</u>	<u>\$ 1,489,702</u>	<u>\$ 6,268,668</u>
<b>Liabilities:</b>					
Accounts payable	1,047,215	\$ 334,469	\$ 11,323	\$ 6,088	\$ 1,399,095
Wages payable					-
Deferred revenue:					-
Property taxes			569		569
Other governments			422,024		422,024
Local sources			81,623		81,623
Total liabilities	<u>1,047,215</u>	<u>334,469</u>	<u>515,539</u>	<u>6,088</u>	<u>1,903,311</u>
<b>Fund balances:</b>					
Nonspendable:					
Inventories	317,794				317,794
Restricted for:					
School Lunch	(317,794)				(317,794)
Community Recreation Schools				1,483,614	1,483,614
Committed to:					
Students		2,881,743			2,881,743
Total fund balances	<u>-</u>	<u>2,881,743</u>	<u>-</u>	<u>1,483,614</u>	<u>4,365,357</u>
Total liabilities and fund balances	<u>\$ 1,047,215</u>	<u>\$ 3,216,212</u>	<u>\$ 515,539</u>	<u>\$ 1,489,702</u>	<u>\$ 6,268,668</u>

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
Year Ended June 30, 2014

	Special Revenue					Total Nonmajor Governmental Funds
	School Lunch	Student Activity	Non K-12 Programs	Washington School District Foundation	Total	
<b>Revenues:</b>						
Property tax	-	-	-	-	-	-
Student fees	-	2,215,140	-	-	-	2,215,140
Lunch sales	2,072,084	-	-	-	-	2,072,084
Earnings on investments	-	3,865	-	8,340	-	12,205
Other local revenues	-	3,829,998	47,496	669,845	-	4,547,339
State aid	1,539,056	-	1,741,089	-	-	3,280,145
Federal aid	6,283,298	-	354,702	-	-	6,638,000
Total revenues	9,894,438	6,049,003	2,143,287	678,185	-	18,764,913
<b>Expenditures:</b>						
Current:						
Instructional services	-	5,725,171	2,114,222	372,569	-	8,211,962
Supporting services:						
Operation and maintenance of facilities	-	-	29,065	-	-	29,065
School lunch services	10,092,035	-	-	-	-	10,092,035
Total expenditures	10,092,035	5,725,171	2,143,287	372,569	-	18,333,062
Excess of revenues over expenditures	(197,597)	323,832	0	305,616	-	431,851
<b>Other financing sources:</b>						
Transfer in	-	-	-	-	-	-
Net change in fund balances	(197,597)	323,832	0	305,616	-	431,851
<b>Fund balances - beginning</b>	197,597	2,557,911	(0)	1,177,998	-	3,933,506
<b>Fund balances - ending</b>	\$ 0	\$ 2,881,743	\$ 0	\$ 1,483,614	\$ -	\$ 4,365,357

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**School Lunch**  
**Nonmajor Special Revenue Fund**  
Year Ended June 30, 2014  
With Comparative Totals for 2013

	<u>2014</u>			<u>2013</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Actual Amounts</u>
<b>Revenues:</b>				
Local sources:				
Lunch sales - children	\$ 2,005,514	\$ 1,982,916	\$ (22,598)	\$ 1,818,772
Lunch Sales - adult	85,160	89,168	4,008	90,651
Other local sales	-	-	-	(52)
Total local sources	<u>2,090,674</u>	<u>2,072,084</u>	<u>(18,590)</u>	<u>1,909,371</u>
State sources:				
State lunch program	<u>1,591,172</u>	<u>1,539,056</u>	<u>(52,116)</u>	<u>1,509,064</u>
Total state sources	<u>1,591,172</u>	<u>1,539,056</u>	<u>(52,116)</u>	<u>1,509,064</u>
Federal sources:				
Federal lunch program	820,000	864,112	44,112	833,983
Free and reduced assistance	4,163,675	3,961,263	(202,412)	3,948,748
Breakfast program	873,888	856,068	(17,820)	889,854
Other	<u>625,000</u>	<u>601,855</u>	<u>(23,145)</u>	<u>530,296</u>
Total federal sources	<u>6,482,563</u>	<u>6,283,298</u>	<u>(199,265)</u>	<u>6,202,881</u>
Total revenues	<u>10,164,409</u>	<u>9,894,438</u>	<u>(269,971)</u>	<u>9,621,316</u>
<b>Expenditures:</b>				
Current:				
Salaries	2,823,595	2,706,518	117,077	2,606,614
Employee benefits	1,405,093	1,477,166	(72,073)	1,450,628
Purchased services	33,000	17,057	15,943	29,384
Supplies	429,923	349,616	80,307	383,006
Food	4,591,550	4,218,415	373,135	4,205,851
Equipment	40,000	6,283	33,717	4,888
Indirect cost allocation	413,845	671,957	(258,112)	902,503
USDA Commodities	<u>625,000</u>	<u>645,023</u>	<u>(20,023)</u>	<u>551,464</u>
Total expenditures	<u>10,362,006</u>	<u>10,092,035</u>	<u>269,971</u>	<u>10,134,338</u>
Net change in fund balances	(197,597)	(197,597)	-	(513,022)
<b>Fund balances - beginning</b>	<u>197,597</u>	<u>197,597</u>	<u>-</u>	<u>710,619</u>
<b>Fund balances - ending</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ -</u>	<u>\$ 197,597</u>

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
*Student Activity*  
**Nonmajor Special Revenue Fund**  
Year Ended June 30, 2014  
With Comparative Totals for 2013

	2014			2013
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	Actual Amounts
<b>Revenues:</b>				
Local sources:				
Transportation Fees	\$ 614,927	\$ 434,134	\$ (180,793)	\$ 330,317
Earnings on investments	8,245	3,865	(4,380)	4,741
Student Fees	2,144,988	2,215,140	70,152	2,142,492
School Vending	183,247	226,958	43,711	177,622
Other Local Sources	2,477,704	3,168,906	691,202	2,774,869
	5,429,111	6,049,003	619,892	5,430,041
<b>Expenditures:</b>				
Current:				
Purchased professional services	537,417	387,440	149,977	388,300
Purchased property services	62,171	31,534	30,637	34,589
Other purchased services	663,557	744,451	(80,894)	695,162
Supplies	4,106,028	4,375,250	(269,222)	3,846,264
Property	259,938	186,496	73,442	275,412
	5,629,111	5,725,171	(96,060)	5,239,727
Total expenditures				
Net change in fund balances	(200,000)	323,832	523,832	190,314
<b>Fund balances - beginning</b>	2,557,911	2,557,911	-	2,367,597
<b>Fund balances - ending</b>	\$ 2,357,911	\$ 2,881,743	\$ 523,832	\$ 2,557,911

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
*Non K-12 Programs*  
**Nonmajor Special Revenue Fund**  
Year Ended June 30, 2014  
With Comparative Totals for 2013

	<b>2014</b>			<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>	<b>Actual Amounts</b>
<b>Revenues:</b>				
Local sources:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Miscellaneous revenues	126,948	47,496	(79,452)	-
Total local sources	126,948	47,496	(79,452)	-
State sources:				
Adult high school completion	355,072	336,148	(18,924)	272,673
Preschool	1,692,159	1,297,824	(394,335)	1,513,852
Retirement and social security	108,757	107,117	(1,640)	-
Total state sources	2,155,988	1,741,089	(414,899)	1,786,525
Federal sources:				
Special education preschool grant	147,805	147,805	-	79,840
Adult education	206,897	206,897	-	205,580
Total federal sources	354,702	354,702	-	285,420
Total revenues	2,637,638	2,143,287	(494,351)	2,071,945
<b>Expenditures:</b>				
Current:				
Salaries	1,480,109	1,310,901	169,208	1,729,895
Employee benefits	706,674	632,953	73,721	584,930
Purchased services	16,736	29,144	(12,408)	8,560
Utilities	34,560	29,065	5,495	28,450
Supplies	213,730	118,512	95,218	94,905
Equipment	60,934	22,712	38,222	20,782
Total expenditures	2,512,743	2,143,287	369,456	2,467,522
Excess (deficiency) of revenues over (under) expenditures	124,895	-	(124,895)	(395,577)
<b>Fund balances - beginning</b>	(0)	(0)	-	395,577
<b>Fund balances - ending</b>	\$ 124,895	\$ (0)	\$ (124,895)	\$ (0)

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Comparative Statements of Revenues, Expenditures and Changes in Fund Balances**  
*Washington County School District Foundation*  
**Nonmajor Special Revenue Fund**  
Years Ended June 30, 2014 and 2013

	<b>2014</b>	<b>2013</b>
<b>Revenues:</b>		
Local sources:		
Contributions to schools	\$ 667,428	\$ 396,366
Sterling Scholar	2,357	2,535
Woodward Restoration	60	60
Earnings on investments	8,340	9,461
Total revenues	678,185	408,422
<b>Expenditures:</b>		
Current:		
Program services - supplies and materials donated to schools	372,569	357,056
Sterling Scholar	-	-
Woodward Restoration	-	-
Total expenditures	372,569	357,056
Excess (deficiency) of revenues over (under) expenditures	305,616	51,366
<b>Fund balances - beginning</b>	1,177,998	1,126,632
<b>Fund balances - ending</b>	\$ 1,483,614	\$ 1,177,998



## Major Governmental Funds

By definition, the general fund is a major fund. However, the general fund is presented in the basic financial statements.

**Debt Service** – The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest due annually. Financing is provided by an annual property tax levy not to exceed .0024 plus an additional levy in an amount not to exceed 10% of the cost of the basic program as authorized by Utah Code 53A-16-104 and 53A-17a-145.

**Capital Projects Fund** – The Capital Projects Fund is used to account for the costs incurred in acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing educational programs for all students within the District. Financing is provided by an annual property tax levy not to exceed .0024 plus an additional levy in an amount not to exceed 10% of the cost of the basic program as authorized by Utah Code 53A-16-104 and 53A-17a-145. Utah law defines the Capital Projects Fund as the Capital Outlay Fund.

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Major Debt Service Fund**  
Year Ended June 30, 2014  
With Comparative Totals for 2013

	<b>2014</b>		<b>Variance with Final Budget - Positive (Negative)</b>	<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>		<b>Actual Amounts</b>
<b>Revenues:</b>				
Property tax	\$ 29,923,255	\$ 31,999,369	\$ 2,076,114	\$ 34,669,918
Other Local Sources	2,225,952	-	(2,225,952)	-
Total revenues	<u>32,149,207</u>	<u>31,999,369</u>	<u>(2,225,952)</u>	<u>34,669,918</u>
	-			
<b>Expenditures:</b>				
Debt service:				
Bond principal	27,694,175	27,694,175	-	23,085,000
Bond interest	8,781,657	8,390,407	391,250	8,780,277
Paying agent fees	6,500	6,250	250	6,750
Bank Loan	18,000	18,000	-	18,000
Bank Interest	4,500	4,050	450	4,500
Bond issuance costs	-	154,295	(154,295)	95,280
Total expenditures	<u>36,504,832</u>	<u>36,267,177</u>	<u>237,655</u>	<u>31,989,807</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,355,625)</u>	<u>(4,267,808)</u>	<u>(1,988,297)</u>	<u>2,680,111</u>
<b>Other financing sources (uses):</b>				
Bonf Premium	2,238,220	2,238,220	-	1,468,964
Refunding bonds issued	18,880,000	18,880,000	-	11,760,000
Payment to refunded bond escrow agent	<u>(21,118,220)</u>	<u>(21,118,220)</u>	<u>-</u>	<u>(13,133,684)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>95,280</u>
Net change in fund balances	<u>(4,355,625)</u>	<u>(4,267,808)</u>	<u>(1,988,297)</u>	<u>2,775,391</u>
<b>Fund balance - beginning</b>	<u>7,032,663</u>	<u>7,032,663</u>	<u>-</u>	<u>4,257,272</u>
<b>Fund balance - ending</b>	<u>\$ 2,677,038</u>	<u>\$ 2,764,855</u>	<u>\$ (1,988,297)</u>	<u>\$ 7,032,663</u>

**WASHINGTON COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Major Capital Projects Fund**  
Year Ended June 30, 2014  
With Comparative Totals for 2013

	<b>2014</b>		<b>Variance with Final Budget - Positive (Negative)</b>	<b>2013</b>
	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>		<b>Actual Amounts</b>
<b>Revenues:</b>				
Local sources:				
Property taxes	\$ 4,229,249	\$ 4,490,166	\$ 260,917	\$ 4,548,481
Earnings on investments	200,000	121,024	(78,976)	203,119
Other local	399,054	15,670	(383,384)	(245,782)
Total local sources	4,828,303	4,626,860	(201,443)	4,505,818
State sources:				
Other	81,896	81,896	-	41,156
Total state sources	81,896	81,896	-	41,156
Federal sources:				
Other	-	-	-	-
Total federal sources	-	-	-	-
Total revenues	4,910,199	4,708,756	(201,443)	4,546,974
<b>Expenditures:</b>				
Salaries	148,088	147,553	535	145,885
Benefits	55,804	52,671	3,133	52,344
Professional Services	2,144,686	1,512,775	631,911	2,049,921
Sites & improvements	8,885,843	1,234,163	7,651,680	847,031
Buildings	28,188,700	21,175,668	7,013,032	27,140,337
Priority equipment	2,869,500	2,610,602	258,898	1,634,363
Other equipment	150,000	1,098,768	(948,768)	-
New school equipment	368,781	1,206,531	(837,750)	224,718
Asbestos removal	20,000	9,605	10,395	3,017
Bond issuance costs	200,000	180,500	19,500	166,946
Total expenditures	43,031,402	29,228,836	13,802,566	32,264,562
Excess (deficiency) of revenues over (under) expenditures	(38,121,203)	(24,520,080)	13,601,123	(27,717,588)
<b>Other Financing Sources (Uses):</b>				
General obligation bond proceeds	20,000,000	20,000,000	-	20,000,000
Bond premium	2,045,647	2,045,647	-	2,562,666
Transfer out	-	-	-	-
Sale of capital assets	40,700	42,233	1,533	12,194
Total other financing sources (uses)	22,086,347	22,087,880	1,533	22,574,860
Net change in fund balances	(16,034,856)	(2,432,200)	13,602,656	(5,142,728)
<b>Fund balance - beginning</b>	19,222,626	19,222,626	-	24,365,354
<b>Fund balance - ending</b>	\$ 3,187,770	\$ 16,790,426	\$ 13,602,656	\$ 19,222,626



**STATISTICAL  
SECTION**



# WASHINGTON COUNTY SCHOOL DISTRICT

## STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	61-64
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	65-70
<b>Debt Capacity</b> 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.	71-75
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	76-77
<b>Operating Information</b> 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.	78-87
<b>Continuing Disclosure Information</b> These schedules are required as part of the District's ongoing General Obligation Bonded debt disclosures and give additional information to investors about the financial trends and tax base of the District.	88-91



## WASHINGTON COUNTY SCHOOL DISTRICT

### Net Position by Component

#### Last Ten Fiscal Years

June 30, 2005 through 2014

(accrual basis of accounting)

<u>Fiscal Year Ending June 30,</u>	<u>Invested in capital assets, net of related debt</u>	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total Net Position</u>
2005	46,516,024	11,640,313	10,853,786	69,010,123
2006	59,905,019	12,339,529	8,393,753	80,638,301
2007	45,869,535	42,404,054	8,438,960	96,712,549
2008	99,118,625	7,849,734	14,146,090	121,114,449
2009	118,360,389	8,030,221	15,204,591	141,595,201
2010	118,718,819	14,620,949	17,559,090	150,898,858
2011	127,955,624	18,824,013	19,321,640	166,101,277
2012	132,195,693	19,466,066	19,274,488	170,936,247
2013	143,075,565	19,476,680	18,669,079	181,221,324
2014	158,105,134	12,713,534	17,304,415	188,123,083

**WASHINGTON COUNTY SCHOOL DISTRICT**

Changes in Net Position  
Last Ten Fiscal Years  
June 30, 2005 through 2014  
(accrual basis of accounting)

	Fiscal Year Ended June 30									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>Expenses</b>										
Instruction	\$ 140,302,096	\$ 133,106,562	\$ 134,562,943	\$ 127,050,476	\$ 126,148,065	\$ 119,128,502	\$ 120,207,168	\$ 99,802,169	\$ 88,899,226	\$ 77,102,577
Support services:										
Students	8,101,619	8,134,314	7,897,628	9,074,614	9,062,436	8,309,284	6,765,462	5,669,314	4,992,940	4,014,073
Instructional staff	9,329,269	9,151,303	8,746,413	8,681,603	9,312,296	9,332,796	7,013,980	4,988,141	4,093,852	4,131,487
General district administration	565,008	558,971	483,563	467,053	535,185	546,123	491,737	584,059	415,640	374,495
School administration	14,153,377	13,580,695	12,735,740	12,696,483	12,844,669	12,627,914	11,740,797	10,200,554	8,758,482	7,887,933
Accounting and purchasing services	3,312,499	2,958,822	2,984,850	2,897,453	2,669,512	2,068,717	2,702,809	1,281,667	1,219,843	976,592
Operation and maintenance of buildings	18,382,941	17,288,652	17,111,042	16,674,881	16,513,955	15,952,802	14,532,093	12,795,615	12,112,954	10,186,333
Student transportation	6,037,130	5,971,924	5,683,670	5,535,245	5,537,455	7,436,424	5,554,915	5,757,960	4,656,288	4,991,540
Personnel, planning, and data processing	-	-	-	-	-	626,975	609,686	528,835	481,400	426,121
Nutrition services	9,420,078	9,231,516	8,951,733	7,826,804	7,016,335	7,013,089	6,442,445	5,991,412	5,601,810	4,680,626
Interest on long-term liabilities	7,611,702	8,166,740	8,840,945	9,108,852	9,744,806	10,437,638	10,284,612	7,618,840	5,832,240	7,112,024
Total Expenses	217,215,717	208,149,500	207,998,527	200,013,464	199,384,714	193,480,265	186,345,704	155,218,567	137,064,673	121,883,802
<b>Program Revenues</b>										
Charges for services:										
Instruction	562,834	567,192	477,988	492,253	487,352	517,456	451,957	430,727	513,108	382,882
Supporting services	554,096	351,302	248,221	229,951	289,501	210,330	288,181	286,998	295,386	255,797
Nutrition services	2,072,084	1,909,371	2,010,728	2,080,369	2,141,371	2,427,125	2,571,910	2,416,978	2,073,017	1,928,245
Operating grants and contributions	62,493,413	62,244,061	59,729,955	63,111,872	60,825,662	68,593,600	53,525,979	41,373,114	36,187,393	34,761,653
Total Program Revenues	65,682,427	65,071,926	62,466,892	65,914,445	63,743,886	71,748,511	56,838,027	44,507,817	39,068,904	37,328,577
Net (Expense)/Revenue	(151,533,290)	(143,077,574)	(145,531,635)	(134,099,019)	(135,640,828)	(121,731,754)	(129,507,677)	(110,710,750)	(97,995,769)	(84,555,225)
<b>General Revenues and Other Changes in Net Assets</b>										
Property taxes	84,826,539	88,708,766	85,487,215	83,939,663	81,861,837	79,265,217	75,771,380	62,795,681	52,055,880	46,908,676
Federal and state revenue not restricted to specific purposes	64,519,292	56,708,886	57,622,719	57,588,730	55,926,958	53,941,000	66,357,202	58,087,201	53,564,501	47,488,611
Interest	304,030	481,576	594,815	657,196	731,686	1,776,931	3,858,484	3,645,003	2,384,746	1,852,677
Miscellaneous	8,891,976	7,463,424	6,875,826	7,133,189	6,422,314	7,229,359	6,533,161	2,258,806	1,617,697	1,290,563
Total General and Other	158,541,837	153,362,652	150,580,575	149,318,778	144,942,795	142,212,507	152,520,227	126,786,691	109,622,824	97,540,527
Change in Net Assets	7,008,546	10,285,078	5,048,942	15,219,760	9,301,967	20,480,752	23,012,550	16,075,941	11,627,055	12,985,302
Net Assets - Beginning	181,114,537	170,936,246	165,887,305	150,881,517	141,596,891	121,114,449	98,101,899	80,636,608	69,011,246	45,141,854
Prior Period Adjustment										10,882,967
Net Assets - Ending	\$ 188,123,083	\$ 181,221,324	\$ 170,936,247	\$ 166,101,277	\$ 150,898,858	\$ 141,595,201	\$ 121,114,449	\$ 96,712,549	\$ 80,638,301	\$ 69,010,123

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
June 30, 2005 through 2014  
(modified accrual basis of accounting)**

Fiscal Year Ended June 30,	General Fund					Total
	Nonspendable	Committed	Assigned	Unassigned		
2005	-	5,391,179	-	7,983,908	13,375,087	
2006	-	5,391,179	-	7,589,168	12,980,347	
2007	-	5,591,179	-	8,944,459	14,535,638	
2008	-	5,591,179	-	14,210,560	19,801,739	
2009	-	5,591,179	-	14,544,891	20,136,070	
2010	648,768	5,591,179	3,757,047	10,946,833	20,943,827	
2011	612,530	5,591,179	3,665,445	11,067,154	20,936,307	
2012	329,741	5,591,179	7,285,565	6,589,334	19,795,819	
2013	331,642	5,591,179	6,133,624	3,487,407	15,543,852	
2014	321,356	5,591,179	3,637,957	3,969,664	13,520,156	

Fiscal Year Ended June 30,	All Other Governmental Funds							Total
	Nonspendable	Special Revenue	Restricted		Debt Service	Committed	Assigned	
			Capital Projects					
2005	-	1,385,366	21,606,124	-	2,302,257	-	-	25,293,747
2006	-	1,552,718	22,522,293	-	552,365	-	-	24,627,376
2007	-	1,484,355	31,997,044	-	943,215	-	-	34,424,614
2008	-	3,099,698	27,202,600	-	1,426,880	-	-	31,729,178
2009	-	3,227,662	28,736,116	-	946,593	-	-	32,910,371
2010	266,674	2,190,441	37,683,478	-	886,495	2,102,456	1,296,432	44,425,976
2011	231,254	2,576,454	47,917,534	-	1,605,232	2,245,714	672,635	55,248,823
2012	251,207	1,988,941	23,140,764	-	4,257,272	2,367,597	1,217,270	33,223,051
2013	200,470	1,177,998	18,324,526	-	7,032,663	2,557,911	895,227	30,188,795
2014	330,838	1,165,820	15,732,558	-	2,764,855	2,881,743	1,044,824	23,920,638

FY 2010 was the implementation year for the GASB 54 fund balance classifications. Prior years were restated for comparability but the District didn't have a reserve for inventory or assign fund balance for programs in those years.

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Changes in Fund Balances, Governmental Funds**

Last Ten Fiscal Years  
June 30, 2005 through 2014  
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>Revenues</b>										
Property taxes	\$ 84,826,539	\$ 88,708,766	\$ 85,487,215	\$ 83,939,663	\$ 81,861,837	\$ 79,265,217	\$ 75,771,380	\$ 62,796,681	\$ 52,055,880	\$ 46,908,676
Other local sources	13,056,977	11,675,368	11,107,620	11,484,795	10,945,153	12,929,164	14,484,196	9,691,742	7,449,258	6,263,526
State of Utah	105,975,638	96,886,683	96,132,346	93,821,880	91,877,619	99,290,649	106,610,774	85,871,973	77,362,447	69,872,754
Federal government	21,037,067	22,066,264	21,220,328	26,878,722	24,875,001	23,243,951	13,272,407	13,588,342	12,389,447	12,377,510
Total revenues	224,896,221	219,337,081	213,947,510	216,125,060	209,559,610	214,728,981	210,148,757	171,947,738	149,257,033	135,422,466
<b>Expenditures</b>										
Instruction	114,851,525	112,526,956	105,456,677	106,505,811	102,755,922	104,331,254	99,145,862	84,464,947	77,283,356	69,092,164
Supporting services:										
Students	8,101,619	8,136,831	7,936,734	9,148,533	9,137,356	8,378,799	6,843,867	5,530,353	4,813,897	4,033,364
Instructional staff	9,332,602	9,155,491	8,775,328	8,741,861	9,316,404	9,357,570	7,026,037	4,981,117	4,130,221	3,993,834
General district administration	521,448	513,006	450,845	434,875	495,652	533,772	487,216	514,546	407,103	369,319
School administration	13,062,905	12,467,196	11,773,123	11,768,779	11,818,745	12,053,118	10,888,597	9,461,734	8,135,056	7,341,261
Accounting and purchasing	3,057,118	2,715,513	2,730,556	2,645,333	2,421,140	1,948,063	2,532,319	1,213,150	1,151,673	926,761
Operation and maintenance of buildings	16,936,621	15,839,899	15,643,964	15,233,579	15,013,674	15,081,778	13,585,305	11,952,772	11,137,975	9,366,190
Student transportation	5,583,091	5,485,539	5,215,124	5,097,896	5,056,078	6,955,527	5,178,541	5,383,441	4,259,397	4,637,983
Personnel, planning, and data processing	10,092,035	10,134,338	9,867,292	8,772,629	7,967,580	590,408	571,228	492,321	446,829	395,939
Nutrition services	2,143,287	2,467,522	3,041,368	2,796,334	2,930,821	3,077,708	2,827,721	2,767,600	2,453,129	2,101,797
Non K-12 programs	372,569	357,056	256,452	253,936	319,617	291,243	516,413	415,970	342,723	331,049
Foundation	5,725,171	5,239,727	5,096,062	4,929,082	4,559,668	4,622,250	4,547,360	-	-	-
Student Activity	29,228,836	32,264,562	29,252,934	17,497,205	14,846,239	27,063,010	72,791,879	61,261,478	48,715,531	32,230,559
Capital outlay	27,694,175	23,085,000	22,290,000	23,530,000	22,955,000	21,270,000	19,715,000	17,380,000	14,435,000	12,590,000
Debt Service:	8,555,002	8,886,807	9,326,373	9,708,120	10,087,751	10,138,789	9,296,223	7,757,667	6,636,963	5,605,079
Bond principal	18,000	18,000	17,000	17,000	17,000	16,000	16,000	629,013	455,786	976,445
Bond interest and fees	255,276,004	249,293,443	237,129,832	227,080,973	219,698,647	233,555,990	263,278,825	220,814,066	190,786,748	159,260,719
Total expenditures	(30,379,783)	(29,956,362)	(23,182,322)	(10,955,913)	(10,139,037)	(18,827,009)	(53,130,068)	(48,866,328)	(41,529,716)	(23,836,252)
Excess (deficiency) of revenues over (under) expenditures	20,000,000	20,000,000	-	20,000,000	20,000,000	20,000,000	50,000,000	59,000,000	40,000,000	31,000,000
<b>Other financing sources (uses)</b>										
General obligation bond proceeds	18,880,000	11,760,000	-	5,270,000	-	-	-	-	-	-
Refunding bonds proceeds	4,283,867	4,031,630	-	520,574	220,483	290,800	996,768	1,144,360	310,436	-
Bond premium	(21,118,220)	(13,133,684)	-	(5,343,971)	-	-	-	-	-	-
Payment to refunded bond escrow	42,283	12,194	16,063	1,324,637	2,241,916	51,734	3,314,614	74,498	158,169	42,712
Sale of capital assets	22,087,930	22,670,140	16,063	21,771,240	22,462,399	20,342,534	54,311,382	60,218,858	40,468,605	31,042,712
Total other financing sources (uses)	(8,291,853)	(7,286,222)	(23,166,259)	10,815,327	12,323,362	1,515,525	1,181,314	11,352,530	(1,061,111)	7,204,459
Net change in fund balance	45,732,647	53,018,870	76,185,129	65,369,803	53,046,441	51,530,916	50,349,603	37,607,722	38,668,833	30,089,733
Fund Balance - Beginning	-	-	-	-	-	-	-	-	-	-
Prior period adjustment	-	-	-	-	-	-	-	-	-	-
Fund Balance - Ending	\$ 37,440,794	\$ 45,732,647	\$ 53,018,870	\$ 76,185,130	\$ 65,369,803	\$ 53,046,441	\$ 51,550,917	\$ 48,960,252	\$ 37,607,722	\$ 38,668,833
Ratio of Debt Service Expenditures to Noncapital Expenditures	14.2%	12.8%	13.3%	14.6%	15.0%	13.5%	11.0%	11.7%	11.3%	12.0%

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Tax Years  
December 31, 2005 through 2014**

Tax Year	Centrally Assessed	Residential	Industrial & Commercial	Agriculture	Personal	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2005	345,776,814	4,438,021,515	788,509,410	1,189,924,105	622,641,900	7,384,873,744	0.006131	11,027,384,215	66.97%
2006	345,494,174	6,184,136,610	887,360,322	1,783,167,870	727,982,987	9,928,141,963	0.005600	14,959,138,944	66.37%
2007	386,642,903	7,694,537,297	1,088,020,469	2,629,353,924	742,174,298	12,540,728,891	0.005655	18,604,380,335	67.41%
2008	500,284,142	8,442,189,216	1,638,399,778	2,608,557,920	700,330,211	13,889,761,267	0.005637	19,816,500,030	70.09%
2009	379,881,275	6,944,736,417	1,251,839,400	2,161,414,320	662,640,548	11,400,511,960	0.006919	16,627,141,984	68.57%
2010	383,204,520	6,174,209,722	1,105,283,412	1,659,226,300	674,988,059	9,996,912,013	0.007804	14,881,509,947	67.18%
2011	371,731,379	5,989,353,914	1,072,191,232	1,609,549,073	654,778,920	9,697,604,518	0.008227	14,424,519,586	67.23%
2012	411,500,345	6,073,120,455	1,602,182,450	1,459,046,615	431,545,548	9,977,395,413	0.008201	14,840,689,295	67.23%
2013	432,055,679	6,510,720,374	1,621,516,541	1,435,641,562	378,044,131	10,377,978,287	0.007544	15,436,528,762	67.23%
2014	428,639,946	7,094,906,492	1,832,080,012	1,564,457,088	389,077,552	11,309,161,090	0.007221	16,821,599,122	67.23%

Source: Property Tax Division, Utah State Tax Commission

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Direct and Overlapping Property Tax Rates  
Last Ten Tax Years  
December 31, 2005 through 2014  
(rate per \$1 of assessed value)**

	Tax Rates for the Tax Year Ended December 31,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Washington County direct rates										
Basic Program (1)	0.001419	0.001535	0.001651	0.001591	0.001495	0.001433	0.001250	0.001311	0.001515	0.001720
Voted Leeway (2)	0.001000	0.000968	0.001100	0.001100	0.001085	0.001100	0.001100	0.001100	0.000600	0.000600
Board Voted Leeway (3)	-	-	-	0.000400	0.000394	0.000400	0.000400	0.000400	0.000400	0.000400
K-3 Reading Program (4)	-	-	-	0.000121	0.000117	0.000100	0.000092	0.000100	0.000105	0.000121
Board Local Levy (5)	0.001827	0.001801	0.001830							
Special Transportation (6)	-	-	-	0.000200	0.000149	0.000043	0.000114	0.000035	0.000107	0.000090
Tort Liability (7)	-	-	-	0.000026	0.000024	0.000020	0.000020	0.000020	0.000020	0.000020
Non K-12, Recreation (8)	-	-	-	0.000108	0.000100	0.000085	0.000080	0.000080	0.000087	0.000130
Capital Projects (9)	0.000275	0.000400	0.000420	0.000424	0.000449	0.000245	0.000381	0.000409	0.000436	0.000200
10% of Basic - Other (10)	-	-	-	0.000957	0.000836	0.000701	-	-	-	0.000090
Debt Service (11)	0.002700	0.002840	0.003200	0.003300	0.003155	0.002792	0.002200	0.002200	0.002330	0.002760
Total direct rate	0.007221	0.007544	0.008201	0.008227	0.007804	0.006919	0.005637	0.005655	0.005600	0.006131

Limitations per Utah State Statute:

- (1) Rate established annually by Utah State Legislature
- (2) Maximum rate is 0.001600
- (3) Maximum rate is 0.000400
- (4) Maximum rate is 0.000121
- (5) Maximum rate is 0.002500
- (6) Maximum rate is 0.000300
- (7) Maximum rate is 0.000100
- (8) No maximum rate
- (9) Maximum rate is 0.002400
- (10) Maximum rate based on formula and changes annually
- (11) No maximum rate, but must have voter approval for bonds issued

Source: Utah Foundation *Statistical Review of Government in Utah* as compiled from property tax records of the Utah State Tax Commission and Utah Taxpayers Association's website

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Principal Property Tax Payers  
Current Year and Nine Years Ago  
December 31, 2013 and 2004**

Taxpayer	December 31, 2013		December 31, 2004	
	Taxable Value	Percent of District's Total Taxable Value (1)	Taxable Value	Percent of District's Total Taxable Value (1)
Pacificorp	\$ 111,641,011	22.53%	\$ 43,588,873	0.80%
Kern River Gas Transmission Co	96,907,943	19.56%	139,790,123	2.50%
Questar Gas	50,949,995	10.29%	15,390,507	0.30%
IHC Health Services	46,581,000	9.40%	7,540,020	0.10%
Wal-Mart Distribution Center	38,003,000	7.67%	56,565,835	1.00%
Family Dollar Utah DC LLC	35,886,100	7.25%		
Family Dollar Services	31,978,002	6.46%		
Dixie Escalante Rural Elec. Asso.	29,278,451	5.91%	12,639,411	0.20%
Qwest Corp	27,873,723	5.63%	58,327,735	1.10%
Wal-Mart Stores Inc	26,470,400	5.30%		
Totals	<u>\$ 495,569,625</u>	<u>100.00%</u>	<u>\$ 333,842,504</u>	<u>6.00%</u>

Source: Washington County Assessor's Office

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

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Property Tax Levies and Collections (detail)  
Last Ten Tax Years  
December 31, 2005, through 2014**

Row #	Description	Formula	2014	2013	2012	2011
1	Estimated Fair Market Value		\$ 16,821,599,122	\$ 15,436,528,762	\$ 14,840,689,295	\$ 14,424,519,586
2	Assessed Value *		11,309,161,090	10,377,978,287	9,977,395,413	9,697,604,518
3	Assessed Value as % of Fair Market Value	2/1	67.23%	67.23%	67.23%	67.23%
4	Tax Rate		0.007221	0.007544	0.008201	0.008227
5	Taxes Assessed **		83,938,295	80,668,066	84,407,866	82,160,476
6	Taxes Waived (RDA) **		2,274,843	2,376,598	2,583,574	2,378,284
7	Waived as % of Assessed Value	6/5	2.71%	2.95%	3.06%	2.89%
8	Taxes Levied		81,663,452	78,291,468	81,824,292	79,782,192
9	Collected In Calendar Year of the Levy **		352,736	73,320,677	74,724,791	73,114,099
10	Collected In Calendar Year of Levy as % of Taxes Levied That Year	9/8	0%	93.65%	91.32%	91.64%
11	Uncollected In Year of the Levy **	8-9	81,310,716	4,970,791	7,099,501	6,668,093
12	Prior Years Uncollected Collected in this Year **		-	4,076,257	1,144,933	586,967
13	Total Collections in this Year **	9+12	352,736	77,396,934	75,869,724	73,701,066
14	Total Collections as % of Taxes Levied	13/8	0.43%	98.86%	92.72%	92.38%
15	Total Collections as % of Taxes Assessed	13/5	0.42%	95.94%	89.88%	89.70%
16	Taxes Levied this Year and Collected in Subsequent Years		-	-	859,041	2,573,571
17	Total Collections on This Years Levy	16+9	352,736	73,320,677	75,583,832	75,687,670
18	Total Collections on This Years Levy as % Of Taxes Levied	17/8	0.43%	93.65%	92.37%	94.87%

\* Source: Property Tax Division, Utah State Tax Commission (includes Fee in Lieu property).

\*\* Source: Washington County Auditor's Office (includes Property Tax and Motor Vehicle Fee in Lieu).

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

Property Tax Year Ended December 31,

2010	2009	2008	2007	2006	2005
\$ 14,881,509,947	\$ 16,627,141,984	\$ 19,816,500,030	\$ 18,604,380,335	\$ 14,959,138,944	\$ 11,027,384,215
9,996,912,013	11,400,511,960	13,889,761,267	12,540,728,891	9,928,141,963	7,384,873,744
67.18%	68.57%	70.09%	67.41%	66.37%	66.97%
0.007804	0.006919	0.005637	0.005655	0.005600	0.006131
80,058,411	79,195,387	78,553,418	71,113,844	55,883,328	45,961,468
2,042,510	315,245	256,834	196,023	285,733	684,807
2.55%	0.40%	0.33%	0.28%	0.51%	1.49%
78,015,901	78,880,142	78,296,584	70,917,822	55,597,595	45,276,661
70,810,137	71,136,801	68,052,623	64,731,395	53,351,410	42,785,965
90.76%	90.18%	86.92%	91.28%	95.96%	94.50%
7,205,764	7,743,341	10,243,961	6,186,427	2,246,185	2,490,695
1,543,074	1,476,527	1,709,875	1,992,918	1,784,582	1,896,856
72,353,211	72,613,328	69,762,498	66,724,313	55,135,992	44,682,821
92.74%	92.06%	89.10%	94.09%	99.17%	98.69%
90.38%	91.69%	88.81%	93.83%	98.66%	97.22%
3,814,522	5,076,879	4,877,063	2,427,480	995,969	561,224
74,624,659	76,213,680	72,929,686	67,158,876	54,347,379	43,347,189
95.65%	96.62%	93.15%	94.70%	97.75%	95.74%

## WASHINGTON COUNTY SCHOOL DISTRICT

### Property Tax Levies and Collections (summary)

#### Last Ten Tax Years

December 31, 2005 through 2014

Tax Year Ended December 31,	Taxes Levied For The Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	45,276,661	42,785,965	94.50%	561,224	43,347,189	95.74%
2006	55,597,595	53,351,410	95.96%	995,969	54,347,379	97.75%
2007	70,917,822	64,731,395	91.28%	2,427,480	67,158,876	94.70%
2008	78,296,584	68,052,623	86.92%	4,877,063	72,929,686	93.15%
2009	78,880,142	71,136,801	90.18%	5,076,879	76,213,680	96.62%
2010	78,015,901	70,810,137	90.76%	3,814,522	74,624,659	95.65%
2011	79,782,192	73,114,099	91.64%	2,573,571	75,687,670	94.87%
2012	81,824,292	74,724,791	91.32%	859,041	75,583,832	92.37%
2013	78,291,468	73,320,677	93.65%	-	73,320,677	93.65%
2014	81,663,452	352,736	0.43%	-	352,736	0.43%

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

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Ratios of Outstanding Debt  
Last Ten Fiscal Years  
June 30, 2005 through 2014**

Fiscal Year Ended June 30,	Outstanding General Obligation Bonds	Amount in Debt Service Fund	General Bonded Debt As Percentage of Actual Value	Net Bonded Debt Per Capita	Net Bonded Debt Per Student	Capital Leases	Total Net Debt	Debt As Percentage of Taxable Value	Debt Per Capita	Debt Per Student
2005	152,199,000	2,302,257	1.38%	1,197	7,047	1,064,305	153,263,305	2.08%	1,206	7,097
2006	177,764,000	552,365	1.19%	1,402	7,717	652,648	178,416,648	1.80%	1,407	7,746
2007	219,384,000	943,215	1.18%	1,659	9,120	-	219,384,000	1.75%	1,659	9,120
2008	249,669,000	1,426,880	1.26%	1,842	10,025	-	249,669,000	1.80%	1,842	10,025
2009	248,399,000	946,593	1.49%	1,812	9,758	-	248,399,000	2.18%	1,812	9,758
2010	245,374,000	886,495	1.65%	1,777	9,730	-	245,374,000	2.45%	1,777	9,730
2011	241,984,000	1,605,232	1.68%	1,708	9,970	-	241,984,000	2.50%	1,708	9,970
2012	219,694,000	4,257,272	1.48%	1,517	8,439	-	219,694,000	2.20%	1,517	8,439
2013	215,489,000	7,032,663	1.40%	1,476	8,209	-	215,489,000	2.08%	1,476	8,209
2014	206,585,000	2,764,855	1.23%	1,415	7,677	-	206,585,000	1.83%	1,415	7,677

Source: Utah Department of Workforce Services

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Direct and Overlapping Governmental Activities Debt  
As of June 30, 2014**

Taxing Entity (1)	2013 Taxable Value (2)	Washington School District's Portion of Taxable Value	District's Percentage (3)	Entity's General Obligation Debt	District's Portion of G. O. Debt
<b>Overlapping:</b>					
Washington County	\$ 10,629,374,265	\$ 10,629,374,265	100.0%	\$ 16,355,000	\$ 16,355,000
Washington Co. Water Conservancy Dist.	10,629,374,265	10,629,374,265	100.0%	4,295,000	4,295,000
Total Overlapping Principal General Obligation Debt					<u>20,650,000</u>
Total Direct General Obligation Debt					<u>206,585,000</u>
Total Direct and Overlapping Principal General Obligation Debt					<u><u>\$ 227,235,000</u></u>

(1) The State's general obligation debt is not included in overlapping debt because the State currently levies no property tax for payment of its general obligation bonds.

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

(3) The District's Percentage of the overlapping debt is 100% due to the fact that the district covers the entire area of Washington County and the Washington County Water Conservancy District.

Source: Utah Department of Workforce Services

## WASHINGTON COUNTY SCHOOL DISTRICT

### Legal Debt Margin Information Last Ten Fiscal Years June 30, 2005 through 2014

<u>Fiscal Year Ended June 30,</u>	<u>Estimated Fair Market Value</u>	<u>Debt Limit 4% of Fair Market Value</u>	<u>Less General Obligation Debt</u>	<u>Legal Debt Margin</u>	<u>Percentage of Debt To Debt Limit</u>
2005	11,027,384,215	441,095,369	152,199,000	\$ 288,896,369	34.50%
2006	14,959,138,944	598,365,558	177,764,000	\$ 420,601,558	29.71%
2007	18,604,380,335	744,175,213	219,384,000	\$ 524,791,213	29.48%
2008	19,816,500,030	792,660,001	249,669,000	\$ 542,991,001	31.50%
2009	16,627,141,984	665,085,679	248,399,000	\$ 416,686,679	37.35%
2010	14,881,509,947	595,260,398	245,374,000	\$ 349,886,398	41.22%
2011	14,424,519,586	576,980,783	241,984,000	\$ 334,996,783	41.94%
2012	14,230,857,054	569,234,282	219,694,000	\$ 349,540,282	38.59%
2013	13,812,049,897	552,481,996	215,489,000	\$ 336,992,996	39.00%
2014	14,841,529,705	593,661,188	206,585,000	\$ 387,076,188	34.80%

The general obligation indebtedness of the District is limited by Utah law to 4% of the fair market value of taxable property in the District. The legal debt margin (additional debt incurring capacity of the District) is based on estimated assessed value. As determined by the Utah State Auditor and Utah State Treasurer, the deferred amounts associated with debt issuances are to be included in the calculation of debt margin.

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

Source: Utah Department of Workforce Services

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Debt Service Schedule of Outstanding General Obligation Bonds (Fiscal Year)  
As of June 30, 2014**

		<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Series 2005	Principal	2,305,000	-	-	-	-	-	-
\$ 31,000,000	Interest	115,250	-	-	-	-	-	-
Series 2005A	Principal	2,700,000	2,815,000	2,940,000	3,085,000	3,240,000	3,400,000	3,575,000
\$ 40,000,000	Interest	942,531	831,156	715,038	593,763	462,650	324,950	178,750
Series 2006	Principal	3,810,000	3,965,000	4,125,000	4,290,000	4,460,000	4,640,000	4,825,000
\$ 59,000,000	Interest	1,506,100	1,353,700	1,195,100	1,030,100	858,500	680,100	494,500
Series 2007	Principal	3,050,000	3,180,000	3,325,000	3,475,000	3,615,000	3,760,000	3,920,000
\$ 50,000,000	Interest	1,382,363	1,267,988	1,148,738	1,024,050	885,050	740,450	585,350
Series 2009	Principal	1,190,000	1,240,000	1,300,000	1,365,000	1,430,000	1,500,000	1,575,000
\$ 20,000,000	Interest	542,381	494,781	445,181	393,181	350,525	307,625	257,000
Series 2010A	Principal	1,180,000	1,210,000	1,245,000	-	-	-	-
\$ 11,275,000	Interest	86,843	63,243	32,993	-	-	-	-
Series 2010B	Principal	-	-	-	1,275,000	1,325,000	1,375,000	1,450,000
\$ 11,950,000	Interest	544,000	544,000	544,000	544,000	489,813	430,850	367,600
Series 2011	Principal	2,200,000	2,255,000	2,315,000	1,260,000	1,300,000	1,340,000	1,400,000
\$ 25,270,000	Interest	679,675	630,175	573,800	515,925	478,125	426,125	372,525
Series 2012	Principal	3,465,000	3,620,000	3,750,000	2,935,000	1,225,000	1,285,000	1,350,000
\$ 31,760,000	Interest	1,134,900	996,300	851,500	664,000	517,250	456,000	391,750
Series 2013	Principal	2,795,000	5,320,000	4,500,000	4,665,000	4,915,000	3,220,000	1,270,000
\$ 38,880,000	Interest	1,541,900	1,402,150	1,335,650	1,155,650	922,400	676,650	515,650
Total		<u>\$ 31,170,943</u>	<u>\$ 31,188,493</u>	<u>\$ 30,342,000</u>	<u>\$ 28,270,669</u>	<u>\$ 26,474,313</u>	<u>\$ 24,562,750</u>	<u>\$ 22,528,125</u>
Total Principal		\$ 22,695,000	\$ 23,605,000	\$ 23,500,000	\$ 22,350,000	\$ 21,510,000	\$ 20,520,000	\$ 19,365,000
Total Interest		<u>8,475,943</u>	<u>7,583,493</u>	<u>6,842,000</u>	<u>5,920,669</u>	<u>4,964,313</u>	<u>4,042,750</u>	<u>3,163,125</u>
Total		<u>\$ 31,170,943</u>	<u>\$ 31,188,493</u>	<u>\$ 30,342,000</u>	<u>\$ 28,270,669</u>	<u>\$ 26,474,313</u>	<u>\$ 24,562,750</u>	<u>\$ 22,528,125</u>

2022	2023	2024	2025	2026	2027	2028	Total
-	-	-	-	-	-	-	2,305,000
-	-	-	-	-	-	-	115,250
-	-	-	-	-	-	-	21,755,000
-	-	-	-	-	-	-	4,048,837
5,065,000	-	-	-	-	-	-	35,180,000
253,250	-	-	-	-	-	-	7,371,350
4,085,000	4,290,000	-	-	-	-	-	32,700,000
418,750	214,500	-	-	-	-	-	7,667,239
1,650,000	1,740,000	1,835,000	-	-	-	-	14,825,000
201,875	140,825	73,400	-	-	-	-	3,206,774
-	-	-	-	-	-	-	3,635,000
-	-	-	-	-	-	-	183,079
1,525,000	1,575,000	1,675,000	1,750,000	-	-	-	11,950,000
303,800	235,175	162,725	84,000	-	-	-	4,249,963
1,450,000	1,510,000	1,570,000	1,630,000	1,700,000	-	-	19,930,000
316,525	258,525	198,125	135,325	70,125	-	-	4,654,975
1,415,000	1,485,000	1,545,000	1,595,000	1,640,000	1,690,000	-	27,000,000
324,250	253,500	194,100	147,750	99,900	50,700	-	6,081,900
1,335,000	1,400,000	1,455,000	1,515,000	1,575,000	1,640,000	1,700,000	37,305,000
452,150	385,400	315,400	257,200	196,600	133,600	68,000	9,358,400
<u>\$ 18,795,600</u>	<u>\$ 13,487,925</u>	<u>\$ 9,023,750</u>	<u>\$ 7,114,275</u>	<u>\$ 5,281,625</u>	<u>\$ 3,514,300</u>	<u>\$ 1,768,000</u>	<u>\$ 253,522,767</u>
\$ 16,525,000	\$ 12,000,000	\$ 8,080,000	\$ 6,490,000	\$ 4,915,000	\$ 3,330,000	\$ 1,700,000	\$ 206,585,000
2,270,600	1,487,925	943,750	624,275	366,625	184,300	68,000	46,937,767
<u>\$ 18,795,600</u>	<u>\$ 13,487,925</u>	<u>\$ 9,023,750</u>	<u>\$ 7,114,275</u>	<u>\$ 5,281,625</u>	<u>\$ 3,514,300</u>	<u>\$ 1,768,000</u>	<u>\$ 253,522,767</u>

# WASHINGTON COUNTY SCHOOL DISTRICT

## Demographic and Economic Statistics

### Last Ten Fiscal Years

June 30, 2005 through 2014

<u>Fiscal Year Ended June 30,</u>	<u>Washington County Estimated Population</u>	<u>Washington County Total Personal Income</u>	<u>Washington County Per Capita Income</u>	<u>Washington County Unemployment Rate</u>
2005	127,127	2,784,300,000	23,353	4.10%
2006	126,796	3,223,600,000	25,439	3.00%
2007	132,277	3,558,000,000	26,892	2.80%
2008	135,552	3,815,000,000	28,141	4.60%
2009	137,088	3,641,000,000	26,560	10.20%
2010	138,115	3,666,000,000	26,468	10.40%
2011	141,666	3,848,000,000	27,159	8.60%
2012	144,809	4,141,000,000	28,597	7.00%
2013	147,800	n/a	n/a	5.10%
2014	149,000	n/a	n/a	5.40%

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

Source: Utah Department of Workforce Services

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Principal Employers  
Current Year and Nine Years Ago  
June 30, 2014 and 2005**

<u>Employer</u>	<u>June 30, 2014</u>		<u>June 30, 2005</u>	
	<u>Number of Employees</u>	<u>Percent of District's Total Estimated Population</u>	<u>Number of Employees</u>	<u>Percent of District's Total Estimated Population</u>
Washington County School District	3,000-3,999	2.35%	2,000-2,999	1.97%
IHC Hospital	2,000-2,999	1.68%	1,000-1,999	1.18%
Wal-Mart Associates, Inc.	1,000-1,999	1.01%	1,000-1,999	1.18%
City of St. George	500-999	0.50%	250-499	0.29%
Dixie State University	500-999	0.50%	1,000-1,999	1.18%
Skywest Airlines, Inc.	250-499	0.25%	250-499	0.29%
Washington County	250-499	0.25%	250-499	0.29%
Andrus Transportation Services Inc.	250-499	0.25%	100-249	0.14%
City of Washington	250-499	0.25%	100-249	0.14%
Costco Wholesale Corporation	100-249	0.12%	100-249	0.14%
Red Mountain Spa Management LLC	100-249	0.12%	100-249	0.14%
Totals	<u>8,200-13,489</u>	<u>7.28%</u>	<u>6,150-11,489</u>	<u>6.94%</u>

Source: Utah Department of Workforce Services

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Full-time Equivalents  
Last Ten Fiscal Years  
June 30, 2005 through 2014**

	Full-time Equivalent Employees as of June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Instruction	1,572.00	1,553.00	1,540.00	1,521.00	1,505.50	1,413.25	1,433.85	1,432.20	1,379.90	1,317.00
Supporting services:										
Students	118.20	117.00	117.00	116.50	118.30	54.00	54.00	41.10	38.10	38.10
Instructional staff	104.00	104.00	102.00	112.80	113.80	128.00	118.00	91.10	90.10	89.40
General district administration	7.00	7.00	7.00	7.00	7.00	2.00	2.00	2.00	2.00	2.00
School administration	167.30	166.30	166.30	166.30	166.30	179.00	179.00	176.00	172.00	166.00
Accounting and purchasing	29.20	27.20	27.20	27.20	27.20	12.50	12.50	12.50	11.00	11.00
Operation and maintenance of buildings	173.50	169.50	169.50	169.50	169.50	165.00	165.00	124.10	116.10	113.30
Student transportation	61.00	60.00	59.00	61.00	61.80	66.00	66.00	60.50	57.50	54.10
Personnel, planning, and data processing	-	-	-	-	-	7.10	7.10	7.10	7.10	5.50
Other support services	-	-	-	-	-	2.00	2.00	2.00	2.00	2.00
Nutrition services	107.50	105.50	104.50	104.50	105.68	102.75	102.75	94.00	89.00	85.00
Non K-12 programs	44.60	44.20	45.10	45.10	45.10	15.50	16.50	13.00	13.00	13.00
Capital projects	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
<b>Total</b>	<b>2,386.30</b>	<b>2,355.70</b>	<b>2,339.60</b>	<b>2,332.90</b>	<b>2,322.18</b>	<b>2,149.10</b>	<b>2,160.70</b>	<b>2,057.60</b>	<b>1,979.80</b>	<b>1,898.40</b>
Licensed (teachers)	1,505.00	1,482.00	1,471.00	1,471.00	1,455.25	1,216.00	1,226.20	1,147.90	1,097.90	1,039.30
Classified (support)	881.30	873.70	868.60	861.90	866.93	933.10	934.50	909.70	881.90	859.10
<b>Total</b>	<b>2,386.30</b>	<b>2,355.70</b>	<b>2,339.60</b>	<b>2,332.90</b>	<b>2,322.18</b>	<b>2,149.10</b>	<b>2,160.70</b>	<b>2,057.60</b>	<b>1,979.80</b>	<b>1,898.40</b>

Source: Washington County School District Personnel Department

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Expenses by Function - Statement of Activities**

**Last Ten Fiscal Years**

**June 30, 2005 through 2014**

Function	Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Instruction	\$ 140,302,096 64.59%	\$ 133,106,562 63.95%	\$ 134,562,943 64.69%	\$ 127,050,476 63.52%	\$ 126,148,065 63.27%	\$ 119,128,502 61.57%	\$ 120,207,168 64.51%	\$ 99,802,169 64.30%	\$ 88,899,226 64.86%	\$ 77,102,577 63.26%
Support Services:										
Students	8,101,619 3.73%	8,134,314 3.91%	7,897,628 3.80%	9,074,614 4.54%	9,062,436 4.55%	8,309,284 4.29%	6,765,462 3.63%	5,669,314 3.65%	4,992,940 3.64%	4,014,073 3.29%
Instructional staff	9,329,269 4.29%	9,151,303 4.40%	8,746,413 4.21%	8,681,603 4.34%	9,312,296 4.67%	9,332,796 4.82%	7,013,980 3.76%	4,988,141 3.21%	4,093,852 2.99%	4,131,487 3.39%
General district administration	565,008 0.26%	558,971 0.27%	483,563 0.23%	467,053 0.23%	535,185 0.27%	546,123 0.28%	491,737 0.26%	584,059 0.38%	415,640 0.30%	374,495 0.31%
School administration	14,153,377 6.52%	13,580,695 6.52%	12,735,740 6.12%	12,696,483 6.35%	12,844,669 6.44%	12,627,914 6.53%	11,740,797 6.30%	10,200,554 6.57%	8,758,482 6.39%	7,887,933 6.47%
Accounting and purchasing services	3,312,499 1.52%	2,958,822 1.42%	2,984,850 1.44%	2,897,453 1.45%	2,669,512 1.34%	2,068,717 1.07%	2,702,809 1.45%	1,281,667 0.83%	1,219,843 0.89%	976,592 0.80%
Operation and maintenance of buildings	18,382,941 8.46%	17,288,652 8.31%	17,111,042 8.23%	16,674,881 8.34%	16,513,955 8.28%	15,952,802 8.25%	14,532,093 7.80%	12,795,615 8.24%	12,112,954 8.84%	10,186,333 8.36%
Student transportation	6,037,130 2.78%	5,971,924 2.87%	5,683,670 2.73%	5,535,245 2.77%	5,537,455 2.78%	7,436,424 3.84%	5,554,915 2.98%	5,757,960 3.71%	4,656,288 3.40%	4,991,540 4.10%
Personnel, planning, and data processing	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	626,975 0.32%	609,686 0.33%	528,835 0.34%	481,400 0.35%	426,121 0.35%
Nutrition services	9,420,078 4.34%	9,231,516 4.44%	8,951,733 4.30%	7,826,804 3.91%	7,016,335 3.52%	7,013,089 3.62%	6,442,445 3.46%	5,991,412 3.86%	5,601,810 4.09%	4,680,626 3.84%
Interest on long-term liabilities	7,611,702 3.50%	8,166,740 3.92%	8,840,943 4.25%	9,108,852 4.55%	9,744,806 4.89%	10,437,638 5.39%	10,284,612 5.52%	7,618,840 4.91%	5,832,240 4.26%	7,112,024 5.84%
<b>Total</b>	<b>\$ 217,215,717</b>	<b>\$ 208,149,499</b>	<b>\$ 207,998,525</b>	<b>\$ 200,013,464</b>	<b>\$ 199,384,714</b>	<b>\$ 193,480,265</b>	<b>\$ 186,345,704</b>	<b>\$ 155,218,567</b>	<b>\$ 137,064,673</b>	<b>\$ 121,883,802</b>
Average Daily Membership	26,909	26,249	26,032	24,272	25,218	25,456	24,904	24,055	23,034	21,597
Average Expenses Per Pupil	\$ 8,072	\$ 7,930	\$ 7,990	\$ 8,241	\$ 7,906	\$ 7,601	\$ 7,483	\$ 6,453	\$ 5,951	\$ 5,644

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

Source: Washington County School District Personnel Department

## WASHINGTON COUNTY SCHOOL DISTRICT

### Expenses by Function Per Pupil - Statement of Activities Last Ten Fiscal Years June 30, 2005 through 2014

Function	Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Instruction	\$ 5,214 0.00%	\$ 5,071 63.95%	\$ 5,169 64.69%	\$ 5,234 63.52%	\$ 5,002 63.27%	\$ 4,680 61.57%	\$ 4,827 64.51%	\$ 4,149 64.30%	\$ 3,859 64.86%	\$ 3,570 63.26%
Support Services:										
Students	301 0.00%	310 3.91%	303 3.80%	374 4.54%	359 4.55%	326 4.29%	272 3.63%	236 3.65%	217 3.64%	186 3.29%
Instructional staff	347 0.00%	349 4.40%	336 4.21%	358 4.34%	369 4.67%	367 4.82%	282 3.76%	207 3.21%	178 2.99%	191 3.39%
General district administration	21 0.00%	21 0.27%	19 0.23%	19 0.23%	21 0.27%	21 0.28%	20 0.26%	24 0.38%	18 0.30%	17 0.31%
School administration	526 0.00%	517 6.52%	489 6.12%	523 6.35%	509 6.44%	496 6.53%	471 6.30%	424 6.57%	380 6.39%	365 6.47%
Accounting and purchasing services	123 0.00%	113 1.42%	115 1.44%	119 1.45%	106 1.34%	81 1.07%	109 1.45%	53 0.83%	53 0.89%	45 0.80%
Operation and maintenance of buildings	683 0.00%	659 8.31%	657 8.23%	687 8.34%	655 8.28%	627 8.25%	584 7.80%	532 8.24%	526 8.84%	472 8.36%
Student transportation	224 0.00%	228 2.87%	218 2.73%	228 2.77%	220 2.78%	292 3.84%	223 2.98%	239 3.71%	202 3.40%	231 4.10%
Personnel, planning, and data processing	0 0.00%	0 0.00%	0 0.00%	0 0.00%	0 0.00%	25 0.32%	24 0.33%	22 0.34%	21 0.35%	20 0.35%
Nutrition services	350 0.00%	352 4.44%	344 4.30%	322 3.91%	278 3.52%	275 3.62%	259 3.46%	249 3.86%	243 4.09%	217 3.84%
Interest on long- term liabilities	283 0.00%	311 3.92%	340 4.25%	375 4.55%	386 4.89%	410 5.39%	413 5.52%	317 4.91%	253 4.26%	329 5.84%
<b>Total</b>	<b>\$ 8,072</b>	<b>\$ 7,930</b>	<b>\$ 7,990</b>	<b>\$ 8,241</b>	<b>\$ 7,906</b>	<b>\$ 7,601</b>	<b>\$ 7,483</b>	<b>\$ 6,453</b>	<b>\$ 5,951</b>	<b>\$ 5,644</b>
Average Daily Membership	26,909	26,249	26,032	24,272	25,218	25,456	24,904	24,055	23,034	21,597

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

Source: Washington County School District Personnel Department

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Expenditures by Function - General Fund  
Last Ten Fiscal Years  
June 30, 2005 through 2014**

Function	Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Instruction	\$ 114,851,525 66.99%	\$ 112,526,956 67.45%	\$ 105,456,677 66.75%	\$ 106,505,811 66.74%	\$ 102,755,922 65.86%	\$ 104,331,254 65.52%	\$ 99,145,862 67.79%	\$ 84,464,947 68.12%	\$ 77,283,356 69.15%	\$ 69,092,164 68.98%
Support Services:										
Students	8,101,619 4.73%	8,136,831 4.88%	7,936,734 5.02%	9,148,533 5.73%	9,137,356 5.86%	8,378,799 5.26%	6,843,867 4.68%	5,530,353 4.46%	4,813,897 4.31%	4,033,364 4.03%
Instructional staff	9,332,602 5.44%	9,155,491 5.49%	8,775,328 5.55%	8,741,861 5.48%	9,316,404 5.97%	9,357,570 5.88%	7,026,037 4.80%	4,981,117 4.02%	4,130,221 3.70%	3,993,834 3.99%
General district administration	521,448 0.30%	513,006 0.31%	450,845 0.29%	434,875 0.27%	495,652 0.32%	533,772 0.34%	487,216 0.33%	514,546 0.41%	407,103 0.36%	369,319 0.37%
School administration	13,062,905 7.62%	12,467,196 7.47%	11,773,123 7.45%	11,768,779 7.37%	11,818,745 7.58%	12,053,118 7.57%	10,888,597 7.44%	9,461,734 7.63%	8,135,056 7.28%	7,341,261 7.33%
Accounting and purchasing services	3,057,118 1.78%	2,715,513 1.63%	2,730,556 1.73%	2,645,333 1.66%	2,421,140 1.55%	1,948,063 1.22%	2,532,319 1.73%	1,213,150 0.98%	1,151,673 1.03%	926,761 0.93%
Operation and maintenance of buildings	16,936,621 9.88%	15,839,899 9.49%	15,643,964 9.90%	15,233,579 9.55%	15,013,674 9.62%	15,081,778 9.47%	13,585,305 9.29%	11,952,772 9.64%	11,137,975 9.97%	9,366,190 9.35%
Student transportation	5,583,091 3.26%	5,485,539 3.29%	5,215,124 3.30%	5,097,896 3.19%	5,056,078 3.24%	6,955,527 4.37%	5,178,541 3.54%	5,383,441 4.34%	4,259,397 3.81%	4,637,983 4.63%
Personnel, planning, and data processing	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	590,408 0.37%	571,228 0.39%	492,321 0.40%	446,829 0.40%	395,939 0.40%
<b>Total</b>	<b>\$ 171,446,929</b>	<b>\$ 166,840,431</b>	<b>\$ 157,982,351</b>	<b>\$ 159,576,667</b>	<b>\$ 156,014,971</b>	<b>\$ 159,230,289</b>	<b>\$ 146,258,972</b>	<b>\$ 123,994,381</b>	<b>\$ 111,765,507</b>	<b>\$ 100,156,813</b>
Average Daily Membership	26,909	26,249	26,032	24,272	25,218	25,456	24,904	24,055	23,034	21,597
Average Expenditures Per Pupil	\$ 6,371	\$ 6,356	\$ 6,069	\$ 6,575	\$ 6,187	\$ 6,255	\$ 5,873	\$ 5,155	\$ 4,852	\$ 4,638

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

## WASHINGTON COUNTY SCHOOL DISTRICT

### Expenditures by Function Per Pupil - General Fund Last Ten Fiscal Years June 30, 2005 through 2014

Function	Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Instruction	\$ 4,268 66.99%	\$ 4,287 67.45%	\$ 4,051 66.75%	\$ 4,388 66.74%	\$ 4,075 65.86%	\$ 4,098 65.52%	\$ 3,981 67.79%	\$ 3,511 68.12%	\$ 3,355 69.15%	\$ 3,199 68.98%
Support Services:										
Students	301 4.73%	310 4.88%	305 5.02%	377 5.73%	362 5.86%	329 5.26%	275 4.68%	230 4.46%	209 4.31%	187 4.03%
Instructional staff	347 5.44%	349 5.49%	337 5.55%	360 5.48%	369 5.97%	368 5.88%	282 4.80%	207 4.02%	179 3.70%	185 3.99%
General district administration	19 0.30%	20 0.31%	17 0.29%	18 0.27%	20 0.32%	21 0.34%	20 0.33%	21 0.41%	18 0.36%	17 0.37%
School administration	485 7.62%	475 7.47%	452 7.45%	485 7.37%	469 7.58%	473 7.57%	437 7.44%	393 7.63%	353 7.28%	340 7.33%
Accounting and purchasing services	114 1.78%	103 1.63%	105 1.73%	109 1.66%	96 1.55%	77 1.22%	102 1.73%	50 0.98%	50 1.03%	43 0.93%
Operation and maintenance of buildings	629 9.88%	603 9.49%	601 9.90%	628 9.55%	595 9.62%	592 9.47%	546 9.29%	497 9.64%	484 9.97%	434 9.35%
Student transportation	207 3.26%	209 3.29%	200 3.30%	210 3.19%	200 3.24%	273 4.37%	208 3.54%	224 4.34%	185 3.81%	215 4.63%
Personnel, planning, and data processing	0 0.00%	0 0.00%	0 0.00%	0 0.00%	0 0.00%	23 0.37%	23 0.39%	20 0.40%	19 0.40%	18 0.40%
Total	<u>\$ 6,371</u>	<u>\$ 6,356</u>	<u>\$ 6,069</u>	<u>\$ 6,575</u>	<u>\$ 6,187</u>	<u>\$ 6,255</u>	<u>\$ 5,873</u>	<u>\$ 5,155</u>	<u>\$ 4,852</u>	<u>\$ 4,638</u>
Average Daily Membership	26,909	26,249	26,032	24,272	25,218	25,456	24,904	24,055	23,034	21,597

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

Source: Washington County School District Personnel Department

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Nutrition Services - Facts and Figures  
Last Ten Fiscal Years  
June 30, 2005 through 2014**

	Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Number of schools participating in:										
Lunch - regular schedule	40	40	39	39	38	37	35	34	31	29
Breakfast program	40	40	37	37	33	32	31	30	26	24
Student lunches served:										
Free	1,156,949	1,187,170	1,203,516	1,190,627	1,013,738	871,943	739,066	622,158	634,243	631,081
Reduced	336,138	312,078	375,051	361,891	300,548	329,704	324,434	302,387	308,359	282,172
Fully paid	907,223	864,402	835,156	908,959	817,462	1,116,312	1,188,903	1,128,863	1,041,097	913,830
<b>Total</b>	<b>2,400,310</b>	<b>2,363,650</b>	<b>2,413,723</b>	<b>2,461,477</b>	<b>2,131,748</b>	<b>2,317,959</b>	<b>2,252,403</b>	<b>2,053,408</b>	<b>1,983,699</b>	<b>1,827,083</b>
Student breakfasts served:										
Free	394,903	422,733	403,589	385,846	350,902	317,950	265,563	242,832	255,495	230,768
Reduced	58,646	56,692	58,325	50,250	57,576	66,063	72,590	63,202	65,746	51,940
Fully paid	62,829	70,015	58,923	60,597	71,955	115,641	128,433	133,328	145,643	73,969
<b>Total</b>	<b>516,378</b>	<b>549,440</b>	<b>520,837</b>	<b>496,693</b>	<b>480,433</b>	<b>499,654</b>	<b>466,586</b>	<b>439,362</b>	<b>466,884</b>	<b>356,677</b>
Number of serving days:										
Elementary Schools	179	179	179	179	179	180	180	180	180	180
Secondary Schools	177	177	178	178	176	172	172	172	172	172

Source: Washington County School District Food Services Department

## WASHINGTON COUNTY SCHOOL DISTRICT

### Student Enrollment Statistics Last Ten Fiscal Years June 30, 2005 through 2014

<u>Fiscal Year Ended June 30,</u>	<u>Average Daily Membership</u>	<u>Average Daily Attendance</u>	<u>Attendance Percentage</u>	<u>Official State October 1 Audited Enrollment Count</u>
2005	21,597	20,626	95.50%	21,555
2006	23,034	21,516	93.41%	23,143
2007	24,055	22,777	94.69%	24,297
2008	24,904	23,626	94.87%	25,295
2009	25,456	24,090	94.63%	25,775
2010	25,218	23,868	94.65%	25,202
2011	24,272	23,683	97.57%	25,671
2012	26,032	24,802	95.28%	26,137
2013	26,249	24,735	94.23%	26,131
2014	26,909	25,791	95.85%	27,099

Source: Washington County School District Technology Department

## WASHINGTON COUNTY SCHOOL DISTRICT

### History of High School Graduates Last Ten School Years School Years 2004-05 through 2013-14

	<u>2013-14</u>	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>
Desert Hills	343	261	273	267	191	97				
Dixie	333	306	276	260	261	282	333	382	302	306
Enterprise	46	54	41	44	52	34	57	50	53	45
Hurricane	258	228	226	214	220	177	202	196	203	215
Millcreek	62	53	52	51	61	97	98	72	47	32
Pine View	257	287	251	257	263	270	353	316	361	411
Snow Canyon	317	328	273	288	325	331	271	300	272	319
Post High	-	-	-	-	-	-	5	-	-	-
Focus Center	-	-	-	-	-	1	-	9	10	120
Total	1,616	1,517	1,392	1,381	1,373	1,289	1,319	1,325	1,248	1,448

Source: Washington County School District Secondary Education Department and State Office of Education.

## WASHINGTON COUNTY SCHOOL DISTRICT

### Teacher Compensation Data Last Ten Fiscal Years June 30, 2005 through 2014

<u>Fiscal Year Ending June 30,</u>	<u>Bachelor Degree 1st Year Teacher Wage</u>	<u>Doctorate Degree 28th Year Teacher Wage</u>	<u>District Average* Teacher Wage</u>	<u>District Average* Teacher Benefits**</u>	<u>Total District Average* Teacher Compensation</u>	<u>State Average* Teacher Compensation</u>
2005	25,118	52,154	25,837	16,480	42,317	54,687
2006	26,123	54,240	38,386	16,948	55,334	55,941
2007	29,470	56,626	39,749	18,282	58,031	62,449
2008	30,496	58,598	41,802	19,834	61,636	66,397
2009	30,496	58,617	44,001	21,555	65,556	69,757
2010	30,496	58,617	46,896	21,962	68,858	69,531
2011	30,496	58,617	46,896	22,721	69,617	69,785
2012	30,496	58,617	46,896	23,230	70,126	70,883
2013	30,496	58,617	45,980	24,695	70,675	69,483
2014	30,572	58,764	N/A	N/A	N/A	N/A

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

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

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

Source: Washington County School District Personnel Department and State Office of Education.

# WASHINGTON COUNTY SCHOOL DISTRICT

## Capital Asset Information Last Ten Fiscal Years June 30, 2005 through 2014

	Fiscal Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Buildings:										
Elementary Schools										
Number	24	24	23	23	23	23	23	23	21	19
Square feet	1,144,163	1,144,163	1,070,334	1,070,334	1,070,334	1,070,334	1,070,334	1,022,873	990,731	883,259
Capacity	12,800	12,800	12,200	12,200	12,200	12,044	12,044	11,903	10,728	8,848
Enrollment	12,907	12,453	12,656	12,661	12,505	13,081	12,685	11,848	11,405	10,303
Percent of Capacity	100.84%	97.29%	103.74%	103.78%	102.50%	108.61%	105.32%	99.54%	106.31%	116.45%
Average Age	20.04	19.04	18.90	17.90	16.90	18.22	17.30	18.60	19.29	20.21
Intermediate Schools										
Number	5	5	5	5	5	5	4	4	3	3
Square feet	666,520	666,520	666,520	666,520	666,520	666,520	524,060	525,943	380,011	380,011
Capacity	5,000	5,000	5,000	5,000	5,000	5,000	4,000	4,000	3,000	3,000
Enrollment	4,099	3,988	4,142	4,036	3,948	3,939	3,746	3,372	2,696	2,603
Percent of Capacity	81.98%	79.76%	82.84%	80.72%	78.96%	78.78%	93.65%	84.30%	89.87%	86.77%
Average Age	8.20	7.20	6.20	5.20	4.20	3.20	2.75	3.75	3.67	2.67
Middle Schools										
Number	5	5	5	5	5	5	5	4	4	4
Square feet	585,508	585,508	585,508	585,508	585,508	585,508	585,508	453,900	453,900	453,900
Capacity	4,500	4,500	4,500	4,500	4,500	4,500	4,500	3,500	3,500	3,500
Enrollment	4,268	4,197	4,028	3,835	3,723	3,581	3,551	3,396	3,559	3,459
Percent of Capacity	94.84%	93.27%	89.51%	85.22%	82.73%	79.58%	78.91%	97.03%	101.69%	98.83%
Average Age	24.80	23.80	22.80	21.80	20.80	19.80	23.50	20.50	19.50	18.50
High Schools ***										
Number	7	7	7	7	7	7	6	6	6	6
Square feet	1,320,203	1,320,203	1,320,203	1,320,203	1,320,203	1,320,203	1,044,108	1,044,108	1,017,877	903,552
Capacity	7,050	7,050	7,050	7,050	7,050	7,050	5,700	5,700	5,700	5,700
Enrollment	5,825	5,493	5,311	5,139	5,026	5,174	5,313	5,350	5,483	5,186
Percent of Capacity	82.62%	77.91%	75.33%	72.89%	71.29%	73.39%	93.21%	93.86%	96.19%	90.98%
Average Age	20.57	19.57	18.57	17.57	16.57	15.57	17.00	16.00	15.00	20.50
Other Buildings										
Number	12	12	12	12	12	11	10	8	8	8
Square feet	214,115	214,115	214,115	214,115	214,115	192,317	160,936	146,495	146,495	146,495
Average Age	10.80	9.80	8.80	7.80	6.80	7.25	18.89	10.75	9.75	8.75
Total Buildings										
Number *	53	53	52	52	52	51	48	45	42	40
Square feet	3,930,509	3,930,509	3,856,680	3,856,680	3,856,680	3,834,882	3,384,946	3,193,319	2,989,014	2,767,217
Capacity	29,350	29,350	28,750	28,750	28,750	28,594	26,244	25,103	22,928	21,048
Enrollment	27,099	26,131	26,137	25,671	25,202	25,775	25,295	23,966	23,143	21,551
Percent of Capacity	92.33%	89.03%	90.91%	89.29%	87.66%	90.14%	96.38%	95.47%	100.94%	102.39%
Average Age	18.50	17.50	16.60	15.60	14.60	14.60	15.38	27.52	27.16	27.31
Number of Portables **	55	53	55	55	55	54	54	53	53	39
Acres of Land	550.3	540.3	530.3	530.3	530.3	489.3	489.3	477.3	441.0	419.5
Number of Vehicles	274	281	269	269	269	268	233	243	235	210

\* Each school may have a couple of buildings associated with it; however, for purposes of this schedule, each school campus is considered one building.

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

\*\*\* Includes one alternative high school.

**WASHINGTON COUNTY SCHOOL DISTRICT**

**Statements of Net Position  
Governmental Activities  
Last Ten Fiscal Years  
June 30, 2005 through 2014  
(accrual basis of accounting)**

	As of June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>Assets:</b>										
Cash and investments	\$ 63,615,039	\$ 70,869,184	\$ 70,719,254	\$ 92,917,644	\$ 88,141,193	\$ 72,702,359	\$ 77,853,023	\$ 71,052,449	\$ 52,125,426	\$ 49,149,867
Accounts receivable:										
Property taxes	102,549,274	95,424,209	97,974,087	94,489,583	78,259,247	96,065,920	82,096,760	68,531,228	51,747,134	43,382,620
Other governments	5,858,840	7,320,742	10,604,245	15,507,271	5,736,172	4,893,312	4,397,916	3,594,028	6,535,637	7,745,546
Other receivables	747,882	750,024	604,418	667,883	1,507,799	1,828,800	2,129,026	1,899,947	1,108,954	1,389,359
Inventories	652,194	547,884	580,948	843,784	915,442	703,910	753,776	876,173	159,069	123,007
Prepays	-	1,592,758	-	27,239	-	-	344,280	488,738	262,627	1,531,713
Capital assets:										
Sites and construction in progress	130,541,314	110,146,497	82,183,158	65,064,193	56,572,740	81,086,188	134,089,934	101,591,852	88,658,752	76,813,014
Other capital assets, net of accumulated depreciation	237,621,868	249,467,365	261,181,533	273,935,649	283,461,827	266,810,471	196,249,201	175,090,102	139,780,371	112,245,474
<b>Total assets</b>	<b>541,586,411</b>	<b>536,118,664</b>	<b>523,847,643</b>	<b>543,453,246</b>	<b>514,594,421</b>	<b>524,090,960</b>	<b>497,913,916</b>	<b>423,124,518</b>	<b>340,377,970</b>	<b>292,380,599</b>
<b>Deferred Outflows of Resources:</b>										
Deferred charges on refundings	1,556,216	869,331	629,951	761,180	634,514	721,732	828,655	935,578	1,042,501	1,149,424
Bond issue costs	314,417	186,474	109,606	128,018	73,695	86,512	99,329	112,146	124,963	137,780
<b>Total assets and deferred outflows of resources</b>	<b>543,457,044</b>	<b>537,173,469</b>	<b>524,587,200</b>	<b>544,342,444</b>	<b>515,302,630</b>	<b>524,899,204</b>	<b>498,841,900</b>	<b>424,172,242</b>	<b>341,545,434</b>	<b>293,667,803</b>
<b>Liabilities:</b>										
Accounts payable	11,121,333	11,552,807	6,167,532	8,441,378	4,416,758	2,179,702	5,841,886	7,248,177	4,426,336	4,350,180
Accrued interest	3,111,399	3,184,299	3,185,316	3,502,005	3,624,851	3,799,434	3,371,304	2,296,553	2,420,389	3,309,373
Accrued liabilities	13,332,428	13,138,791	13,797,481	15,192,908	15,387,142	16,572,597	17,337,808	14,279,247	14,997,535	12,894,204
Deferred revenue:										
Property taxes	101,100,448	93,462,028	95,716,755	93,719,183	76,942,631	94,736,069	81,274,313	68,410,008	48,788,297	42,914,447
Other governments	10,305,674	12,022,122	11,273,177	10,596,979	10,862,019	8,068,758	10,268,907	6,579,234	5,153,311	3,528,800
Local sources	122,552	596,407	509,137	317,826	1,581,500	1,590,734	1,320,950	965,645	965,645	965,645
Noncurrent liabilities:										
Due within one year	22,714,000	22,969,603	21,885,940	23,384,356	25,280,907	24,839,769	23,218,005	20,144,320	18,216,991	15,766,629
Due in more than one year	193,526,127	199,026,088	198,787,708	198,918,937	198,792,271	198,879,489	198,986,412	199,093,335	199,200,258	199,307,181
<b>Total liabilities</b>	<b>355,333,961</b>	<b>355,952,145</b>	<b>351,323,046</b>	<b>354,073,572</b>	<b>336,888,079</b>	<b>350,666,552</b>	<b>341,619,585</b>	<b>319,016,519</b>	<b>294,168,762</b>	<b>283,036,459</b>
<b>Net Position:</b>										
Invested in capital assets, net of related debt	158,105,134	143,075,565	132,195,693	127,955,624	118,718,819	118,360,389	99,118,625	45,869,535	59,905,019	46,516,024
Restricted for:										
Nutrition services	-	197,597	710,619	1,186,148	842,234	608,987	542,632	504,807	537,545	563,764
Student Activity	-	-	2,367,597	2,245,714	2,102,456	1,958,103	1,718,082	1,718,082	1,015,173	821,602
Non K-12 programs	-	-	395,577	470,487	504,735	660,572	838,984	979,548	802,428	574,260
Education Foundation	1,483,614	1,177,998	1,126,632	1,145,625	1,091,232	1,171,212	996,999	941,767	11,727,444	10,550,023
Capital projects	11,262,047	14,066,247	13,684,079	15,544,794	12,744,953	6,397,676	5,598,132	41,219,124	11,727,444	10,550,023
Debt service	(32,127)	4,034,838	1,181,562	(1,768,755)	(2,664,661)	(2,766,329)	(1,845,095)	(1,241,192)	(1,743,061)	(869,336)
Unrestricted	17,304,415	18,669,079	19,274,488	19,321,640	17,559,090	15,204,591	14,146,090	8,438,960	8,393,753	10,853,786
<b>Total net position</b>	<b>\$ 188,123,083</b>	<b>\$ 181,221,324</b>	<b>\$ 170,936,247</b>	<b>\$ 166,101,277</b>	<b>\$ 150,898,858</b>	<b>\$ 141,595,201</b>	<b>\$ 121,114,449</b>	<b>\$ 96,712,549</b>	<b>\$ 80,638,301</b>	<b>\$ 69,010,123</b>

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

**WASHINGTON COUNTY SCHOOL DISTRICT**

General Fund  
 Comparative Balance Sheets  
 Last Ten Fiscal Years  
 June 30, 2005 through 2014  
 (modified accrual basis of accounting)

	As of June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>Assets:</b>										
Cash and investments	\$ 34,317,743	\$ 36,513,693	\$ 36,402,813	\$ 33,713,405	\$ 43,891,442	\$ 38,635,518	\$ 39,717,875	\$ 30,115,656	\$ 24,682,420	\$ 21,584,637
Accounts receivable:										
Property taxes	54,759,229	49,223,774	50,389,587	46,563,448	41,144,180	43,935,490	43,225,899	35,802,821	25,356,616	20,841,830
Other governments	5,021,402	6,549,759	9,206,459	14,927,385	5,453,517	4,456,513	4,024,792	3,302,911	6,190,293	7,454,221
Other receivables	737,196	735,243	577,776	614,386	186,849	466,672	806,929	358,229	142,112	423,714
Inventories	321,356	331,642	329,741	612,530	648,768	503,042	533,775	561,648	-	-
Prepays	-	1,592,758	-	27,239	-	-	124,529	22,660	55,971	72,562
Total assets	\$ 95,156,927	\$ 94,946,870	\$ 96,906,376	\$ 96,458,393	\$ 91,324,756	\$ 87,997,235	\$ 88,433,799	\$ 70,163,925	\$ 56,427,412	\$ 50,376,964
<b>Liabilities and Fund Balances:</b>										
<b>Liabilities:</b>										
Accounts payable	\$ 5,661,607	\$ 7,028,169	\$ 4,009,336	\$ 3,965,580	\$ 3,542,659	\$ 688,071	\$ 1,308,176	\$ 767,417	\$ 880,040	\$ 1,049,150
Accrued payroll and related benefits	12,118,219	11,929,129	12,389,122	14,632,045	15,355,512	15,614,903	14,343,779	12,396,973	13,480,739	11,870,133
Deferred revenue:										
Property taxes	53,932,365	48,127,704	49,183,242	46,156,964	40,423,695	43,234,117	42,796,833	35,771,756	23,932,975	20,642,212
Other governments	9,883,650	11,824,557	11,019,720	10,449,671	10,798,513	8,068,758	10,183,271	6,692,141	5,153,311	3,440,382
Local sources	40,929	493,459	509,137	317,828	280,550	255,316	-	-	-	-
Total liabilities	81,636,770	79,403,018	77,110,557	75,522,086	70,380,929	67,861,165	68,632,059	55,628,287	43,447,065	37,001,877
<b>Fund balances:</b>										
Unreserved:										
Designated for:										
Undistributed reserve	3,300,000	3,300,000	3,300,000	3,300,000	3,300,000	3,300,000	3,300,000	3,300,000	3,300,000	3,300,000
Total liability	2,291,179	2,291,179	2,291,179	2,291,179	2,291,179	2,291,179	2,291,179	2,291,179	2,091,179	2,091,179
Future growth	-	-	-	-	-	-	-	-	-	-
Early retirement	-	-	-	-	-	-	-	-	-	-
Undesignated	7,928,977	9,952,673	14,204,640	15,345,128	15,352,648	14,544,891	14,210,560	8,944,459	7,589,168	7,983,908
Total fund balances	13,520,156	15,543,852	19,795,819	20,936,307	20,943,827	20,136,070	19,801,739	14,535,638	12,960,347	13,375,087
Total liabilities and fund balances	\$ 95,156,926	\$ 94,946,870	\$ 96,906,376	\$ 96,458,393	\$ 91,324,756	\$ 87,997,235	\$ 88,433,798	\$ 70,163,925	\$ 56,427,412	\$ 50,376,964

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

**WASHINGTON COUNTY SCHOOL DISTRICT**

**General Fund  
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances  
Last Ten Fiscal Years  
June 30, 2005 through 2014  
(modified accrual basis of accounting)**

	Fiscal Year Ended June 30,										
	2014-15	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>Revenues:</b>											
Property taxes	\$ 49,023,105	\$ 48,337,004	\$ 49,490,367	\$ 45,398,473	\$ 44,155,128	\$ 44,860,983	\$ 41,833,268	\$ 39,709,373	\$ 30,792,605	\$ 25,035,617	\$ 22,036,114
Interest	350,000	170,801	284,255	348,975	361,566	427,907	1,263,714	2,143,298	1,741,514	1,264,073	648,174
Other local sources	5,057,079	3,902,714	3,705,942	2,979,328	3,196,498	3,062,208	2,708,987	2,685,903	2,495,119	2,344,976	2,050,074
State of Utah	107,752,259	102,613,597	93,549,938	93,318,228	91,043,339	89,101,606	95,539,388	99,088,089	81,297,758	73,971,286	68,108,692
Federal government	14,352,951	14,398,067	15,577,963	14,796,859	20,885,058	19,666,788	18,654,204	9,293,425	10,094,750	9,061,460	9,307,500
Total Revenues	176,535,394	169,423,183	162,588,465	156,841,863	159,641,589	157,119,492	159,999,561	152,926,088	126,421,746	111,677,412	102,150,553
<b>Expenditures:</b>											
Instruction	118,676,764	114,851,525	112,526,956	105,456,677	106,505,811	102,755,922	104,331,254	99,145,862	84,464,947	77,283,356	69,092,164
Support services:											
Students	9,051,820	8,101,619	8,136,831	7,936,734	9,148,533	9,137,356	8,378,799	6,843,867	5,530,353	4,813,897	4,033,364
Instructional staff	10,256,975	9,332,602	9,155,491	8,775,328	8,741,861	9,316,404	9,357,570	7,026,037	4,981,117	4,130,221	3,993,834
General district administration	583,453	521,448	513,006	450,845	434,875	495,652	533,772	487,216	514,546	407,103	369,319
School administration	12,614,859	13,062,905	12,467,196	11,773,123	11,768,779	11,818,745	12,053,118	10,888,597	9,461,734	8,135,056	7,341,261
Accounting and purchasing services	3,158,599	3,057,118	2,715,513	2,730,556	2,645,333	2,421,140	1,948,063	2,532,319	1,213,150	1,151,673	926,761
Operation and maintenance of buildings	16,777,285	16,936,621	15,839,899	15,643,964	15,233,579	15,013,674	15,081,778	13,585,305	11,952,772	11,137,975	9,366,190
Student transportation	5,415,640	5,583,091	5,485,539	5,215,124	5,097,896	5,056,078	6,955,527	5,178,541	5,383,441	4,259,397	4,637,983
Personnel, planning, and data processing	-	-	-	-	-	-	590,408	571,228	492,321	446,829	395,939
Total Expenditures	176,535,394	171,446,929	166,840,432	157,982,351	159,576,667	156,014,971	159,230,289	146,258,972	123,994,381	111,765,507	100,156,813
Excess (deficiency) of revenues over (under) expenditures	-	(2,023,746)	(4,251,967)	(1,140,488)	64,922	1,104,521	769,272	6,667,116	2,427,365	(88,095)	1,993,740
<b>Other financing sources:</b>											
Transfers	-	50	-	-	(72,442)	(296,764)	(434,941)	(1,401,015)	(872,074)	(306,645)	(519,868)
Total Other Financing Sources	-	50	-	-	(72,442)	(296,764)	(434,941)	(1,401,015)	(872,074)	(306,645)	(519,868)
Net change in fund balance	-	(2,023,696)	(4,251,967)	(1,140,488)	(7,520)	807,757	334,331	5,266,101	1,555,291	(394,740)	1,473,872
<b>Fund balances - beginning</b>	13,520,156	15,543,852	19,795,819	20,936,307	20,943,827	20,136,070	19,801,739	14,535,638	12,980,347	13,375,087	11,254,737
<b>Prior period adjustment</b>	-	-	-	-	-	-	-	-	-	-	-
<b>Fund balances - ending</b>	\$ 13,520,156	\$ 13,520,156	\$ 15,543,852	\$ 19,795,819	\$ 20,936,307	\$ 20,943,827	\$ 20,136,070	\$ 19,801,739	\$ 14,535,638	\$ 12,980,347	\$ 13,375,087

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

**WASHINGTON COUNTY SCHOOL DISTRICT**

Historical Summaries of Taxable Values of Property  
For the Tax Years Ended December 31, 2003 through 2012  
Last Ten Tax Years

	Tax Year Ended December 31,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
	Taxable Value	Taxable Value	Taxable Value	Taxable Value	Taxable Value	Taxable Value	Taxable Value	Taxable Value	Taxable Value	Taxable Value
<i>Set by State Tax Commission- Centrally Assessed</i>	\$ 395,711,704	\$ 411,500,345	\$ 383,204,520	\$ 379,881,275	\$ 500,284,142	\$ 386,642,903	\$ 345,494,274	\$ 345,779,814	\$ 352,609,600	\$ 370,977,027
<i>Set by County Assessor- Locally Assessed:</i>										
<b>Real Property:</b>										
Residential real estate-primary use	4,298,514,610	4,256,976,660	4,479,698,047	5,203,956,347	6,241,134,371	6,129,616,160	4,987,593,450	3,583,507,660	2,811,225,540	2,531,711,453
Residential real estate-not primary use	1,862,661,195	1,816,143,795	1,694,511,675	1,740,780,070	2,220,054,845	1,964,921,137	1,196,543,160	854,513,855	638,497,920	565,483,895
Commercial and industrial real estate	1,648,857,430	1,602,182,450	1,612,786,650	1,739,919,350	1,975,560,640	1,753,435,157	1,521,615,835	1,218,195,640	1,073,885,960	1,009,343,810
Agricultural - FAA	7,987,180	16,878,855	16,460,345	16,968,850	15,037,670	30,753,050	15,107,545	15,304,510	14,447,850	14,101,355
Unimproved non FAA	1,288,987,805	1,442,167,760	1,642,820,525	2,144,445,470	2,593,520,250	2,598,600,874	1,768,060,325	1,174,619,595	913,474,340	860,758,160
<b>Total Real Property</b>	<b>9,135,574,570</b>	<b>9,134,349,520</b>	<b>9,446,277,242</b>	<b>10,846,070,087</b>	<b>13,028,307,776</b>	<b>12,077,326,378</b>	<b>9,488,920,315</b>	<b>6,846,141,260</b>	<b>5,451,531,610</b>	<b>4,981,398,673</b>
<b>Personal Property:</b>										
Primary mobile homes	5,255,547	5,142,276	5,287,882	7,116,322	8,009,409	8,272,256	9,068,605	9,278,333	9,357,493	10,552,796
Secondary mobile homes	3,794,308	3,718,363	3,603,831	5,129,865	5,138,036	4,854,461	4,763,046	5,046,839	6,114,996	6,374,842
Other business personal	368,994,276	367,307,459	422,653,835	464,698,976	454,031,857	363,201,335	294,731,672	258,943,893	225,712,772	193,656,392
<b>Total Personal Property</b>	<b>378,044,131</b>	<b>376,168,098</b>	<b>431,545,548</b>	<b>476,945,163</b>	<b>467,179,302</b>	<b>376,328,052</b>	<b>308,563,323</b>	<b>273,269,065</b>	<b>241,185,261</b>	<b>210,584,030</b>
Fee in Lieu/age based property (1)	381,453,000	821,650,871	683,703,528	662,640,548	709,794,810	742,174,298	727,982,987	622,641,900	567,549,301	616,006,136
<b>Total Locally Assessed</b>	<b>9,895,071,701</b>	<b>10,332,168,489</b>	<b>10,561,526,318</b>	<b>11,985,655,798</b>	<b>14,203,281,888</b>	<b>13,195,828,728</b>	<b>10,525,466,625</b>	<b>7,742,052,225</b>	<b>6,260,286,172</b>	<b>5,807,988,839</b>
<b>Total Taxable Property</b>	<b>\$ 10,290,783,405</b>	<b>\$ 10,743,668,834</b>	<b>\$ 10,944,730,838</b>	<b>\$ 12,365,537,073</b>	<b>\$ 14,703,566,030</b>	<b>\$ 13,582,471,631</b>	<b>\$ 10,870,960,899</b>	<b>\$ 8,087,832,039</b>	<b>\$ 6,612,875,772</b>	<b>\$ 6,178,965,866</b>
Total taxable value (less fee in lieu/ age based property)	\$ 9,909,330,405	\$ 9,922,017,963	\$ 10,261,027,310	\$ 11,700,896,525	\$ 13,993,771,220	\$ 12,840,297,333	\$ 10,142,977,912	\$ 7,465,190,139	\$ 6,045,326,471	\$ 5,562,959,710

Source: Property Tax Division, Utah State Tax Commission.

