

GARFIELD COUNTY SCHOOL DISTRICT

Financial Statements

Year Ended June 30, 2015

GARFIELD COUNTY SCHOOL DISTRICT
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Year Ended June 30, 2015

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Independent Auditor's Report

Board of Education
Garfield County School District

Report on the Basic Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Garfield County School District (the District) as of and for the year ended June 30, 2015, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Basic Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Garfield County School District as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 10 to the financial statements, in 2015, the District adopted Government Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions—An Amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—An Amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

The other information has 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 30, 2015, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Handwritten signature in cursive script that reads "Agui & Company, P.C."

Orem, Utah
November 30, 2015

Management's Discussion and Analysis

This section of the financial report of Garfield County School District (the District) presents management's discussion and analysis of the District's financial performance during the year ended June 30, 2015.

Financial Highlights

- The District's net position was \$19.8 million at the close of the most recent fiscal year.
- During the year, expenses were \$2.6 million less than the \$13.7 million generated in taxes and other revenues for governmental activities.
- The District implemented new accounting and reporting standards for pensions resulting in a restatement of net position in the government-wide financial statements. The District now recognizes a liability for its proportionate share of unfunded obligations of defined benefit pension plans administered by Utah Retirement Systems.

Overview of the Financial Statements

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

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

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

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

The government-wide financial statements of the District are reported as *governmental activities*. The District's basic services are included here, such as instruction, various supporting services, food services, and interest on long-term liabilities. Property taxes and state and federal grants finance most of these activities.

The government-wide financial statements can be found on pages 11 and 12 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 are categorized 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 District’s near-term financing requirements.

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

The District maintains six 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* 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 the governmental funds is provided in the *combining and individual statements and schedules* section of 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 13 through 17 of this report.

- **Fiduciary funds** – *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support the District’s own programs. The District maintains one fiduciary fund.

The basic fiduciary fund financial statements can be found on pages ___ of this report.

Notes to the basic financial statements – The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 18 through 28 of this report.

Additional information – In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the District’s progress in funding its obligation to provide pension benefits to its employees. This required supplementary information can be found on pages 27 to 28 of this report.

The individual and combining statements referred to earlier in connection with governmental funds are presented as supplementary information on pages 29 through 35 of this report.

To provide comparative data, selected financial, tax, and demographic information is provided as other information. This other information can be found on pages 36 through 42 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$19.8 million at the close of the most recent fiscal year.

GARFIELD COUNTY SCHOOL DISTRICT'S Net Position June 30, 2015 and 2014 (in millions of dollars)

	Governmental activities		Total change
	2015	2014	2015-2014
Current and other assets	\$ 16.8	\$ 14.3	\$ 2.5
Capital assets	12.1	12.6	(0.5)
Total assets	<u>28.9</u>	<u>26.9</u>	<u>2.0</u>
Deferred outflows of resources	<u>0.5</u>	<u>0.4</u>	<u>0.1</u>
Current and other liabilities	1.2	1.2	-
Long-term liabilities outstanding	<u>4.1</u>	<u>5.4</u>	<u>(1.3)</u>
Total liabilities	<u>5.3</u>	<u>6.6</u>	<u>(1.3)</u>
Deferred inflows of resources	<u>4.3</u>	<u>3.5</u>	<u>0.8</u>
Net position:			
Net investment in capital assets	12.1	11.6	0.5
Restricted	4.3	4.6	(0.3)
Unrestricted	<u>3.4</u>	<u>1.0</u>	<u>2.4</u>
Total net position	<u>\$ 19.8</u>	<u>\$ 17.2</u>	<u>\$ 2.6</u>

- The largest portion of the District's net position (\$12.1 million) reflects its investment in capital assets (e.g., land, buildings and improvements, and equipment and buses, net of accumulated depreciation), less any related debt (general obligation bonds payable) 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 (\$4.3 million) represents resources that are subject to external restrictions on how they may be used. The majority of the restricted balance is for capital outlay. Restricted net position decreased by \$0.3 million during the year ended June 30, 2015. This decrease resulted primarily from the District's debt being paid off.
- The remaining net position (\$3.4 million) is unrestricted. This balance includes the District's proportionate share of the unfunded obligation of the defined benefit pension plans administered by URS.

- Unrestricted net position increased by \$2.6 million during the year ended June 30, 2015. This net increase resulted primarily from an increase in property tax revenue and a decrease in pension expense.

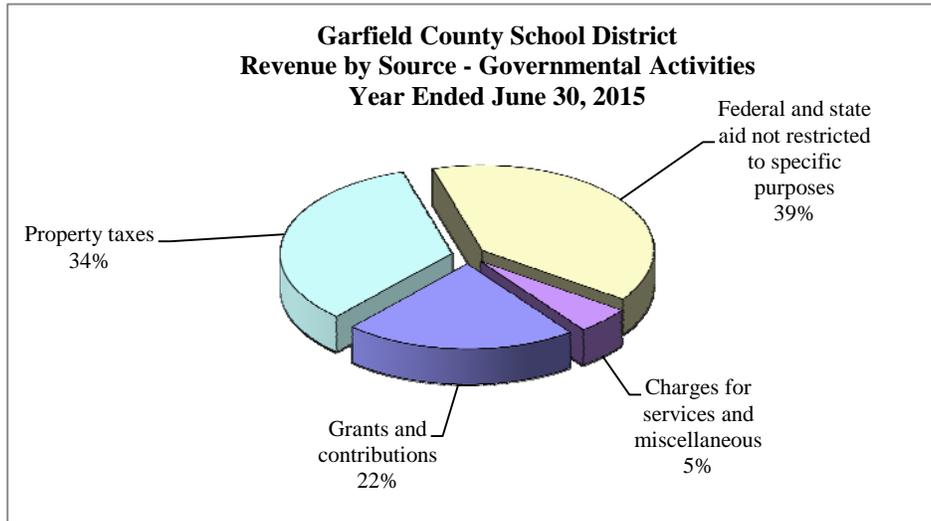
Governmental activities – The District’s net position increased by \$2.6 million during the current year from activities. The following discussion and analysis on governmental activities focuses on this increase.

GARFIELD COUNTY SCHOOL DISTRICT'S Changes in Net Position
Years Ended June 30, 2015 and 2014
(in millions of dollars)

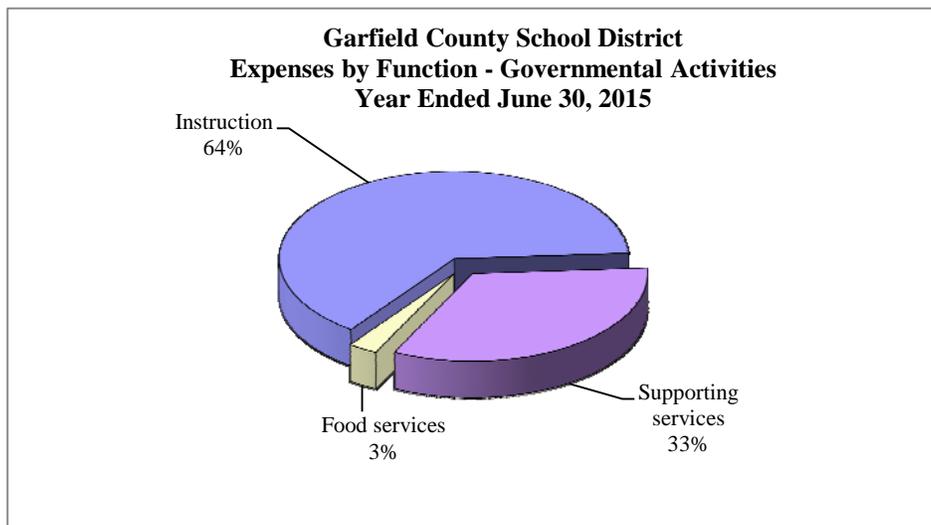
	Governmental activities		Total
	2015	2014	change 2015-2014
Revenues:			
Program revenues:			
Charges for services	\$ 0.6	\$ 0.6	\$ -
Operating grants and contributions	2.9	3.6	(0.7)
Capital grants and contributions	0.1	0.1	-
General revenues:			
Property taxes	4.6	4.3	0.3
Federal and state aid not restricted to specific purposes	5.4	4.4	1.0
Miscellaneous	0.1	0.1	-
Total revenues	<u>13.7</u>	<u>13.1</u>	<u>0.6</u>
Expenses:			
Instruction	7.1	6.8	0.3
Supporting services:			
Students	0.3	0.3	-
Instructional staff	0.1	0.1	-
District administration	0.4	0.3	0.1
School administration	0.9	0.7	0.2
Business	0.4	0.4	-
Operation and maintenance of facilities	1.1	1.1	-
Student transportation	0.5	0.4	0.1
Food services	0.3	0.3	-
Total expenses	<u>11.1</u>	<u>10.4</u>	<u>0.7</u>
Increase in net position	2.6	2.7	(0.1)
Net position - beginning	17.2	18.1	(0.9)
Net effect of prior period restatement	<u>-</u>	<u>(3.6)</u>	<u>3.6</u>
Net position - ending	<u>\$ 19.8</u>	<u>\$ 17.2</u>	<u>\$ 2.6</u>

- Revenues totaled \$13.7 million for the year ended June 30, 2015. Of this amount \$4.6 million is from property taxes and \$8.4 million is from state and federal sources. Also, total expenses were \$11.1 million during the same period. Of this amount \$7.1 million was spent on instruction and \$3.7 million was spent on supporting services. The increase in the District’s net position for the year ended June 30, 2015 was \$2.6 million.

- 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. Certain students receive a weighting greater than one. The state guarantees that if local taxes do not provide money equal to the WPU, the state will make up the difference with state funding. The value of the WPU increased by 2.5% during the year ended June 30, 2015 (\$2,972 during 2015 as compared to \$2,899 in 2014). State aid increased \$0.3 million during the year.



- Instruction represents the largest dollar portion of expense of \$7.1 million primarily for teacher salaries and related benefits.



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. As the District completed the year, its governmental funds reported a combined fund balance of \$11.4 million, \$1.9 million more than the previous year. Included in this year's change in the combined fund balance is an increase in the *general fund* of \$2.1 million primarily due to increased property tax revenue. The *capital projects fund* had an increase in fund balance of \$1.6 million primarily due to not spending tax revenue restricted for capital outlay and a transfer of residual resources from the *debt service fund*. In addition, the following other changes in fund balances should be noted:

- Expenditures for general District purposes totaled \$8.8 million. Instruction represents 59.7% of *general fund* expenditures.
- *General fund* salaries totaled \$4.8 million while the associated employee benefits of retirement, social security, and insurance (health and accident, industrial, and unemployment) added \$2.6 million to arrive at 81.1% 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 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. *Committed* balances reflect the District's self-imposed limitation on the use of otherwise available expendable financial resources in governmental funds. *Assigned* balances in the *general fund* and other governmental funds are those that do not meet the requirements of restricted or committed but that are intended to be used for specific purposes. *Unassigned* balances in the *general fund* are all other available net fund resources. At June 30, 2015, the District's combined governmental fund balance is \$11.4 million (\$3.2 million in restricted, \$1.8 million in committed, \$1.2 million in assigned, and \$5.2 million in unassigned fund balances).

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 a decrease of \$0.2 million in total *general fund* expenditures. During the year, final budgeted revenues increased by \$0.8 million to reflect anticipated increases in property taxes and state and federal revenue.

Even with these adjustments, actual expenditures were \$0.7 million less than final budgeted amounts. Other variances normally result from expenditure-driven federal and state 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.

Capital Asset and Debt Administration

Capital assets – The District's investment in capital assets for its governmental activities as of June 30, 2015 amounts to \$12.1 million (net of accumulated depreciation). This investment in capital assets

includes land, buildings and improvements, and equipment and buses. The total decrease in capital assets for the current year was \$0.5 million or 4.0%, primarily from depreciation.

Capital assets at June 30, 2015 and 2014 are outlined below:

GARFIELD COUNTY SCHOOL DISTRICT'S Capital Assets
June 30, 2015 and 2014
(net of accumulated depreciation, in millions of dollars)

	Governmental activities		Total
	2015	2014	change 2015-2014
Land	\$ 0.1	\$ 0.1	\$ -
Buildings and improvements	11.2	11.6	(0.4)
Equipment and buses	0.8	0.9	(0.1)
Total capital assets	<u>\$ 12.1</u>	<u>\$ 12.6</u>	<u>\$ (0.5)</u>

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

Debt administration – At the end of the current year, the District paid off all of its bonded debt outstanding.

GARFIELD COUNTY SCHOOL DISTRICT'S Outstanding Debt
June 30, 2015 and 2014
(in millions of dollars)

	Governmental activities		Total
	2015	2014	change 2015-2014
Net general obligation bonds	<u>\$ -</u>	<u>\$ 0.6</u>	<u>\$ (0.6)</u>

The general obligation bonded debt of the District is limited by state law to 4.0% of the fair market value of the total taxable property in the District. The legal debt limit and margin at June 30, 2015 is about \$28.7 million.

Additional information on the District's long-term debt can be found in Note 7 to the basic financial statements.

Enrollment

The District anticipates student enrollment to remain relatively constant. The following enrollment information is based on the annual October 1 counts:

**GARFIELD COUNTY SCHOOL DISTRICT'S Enrollment
October 1 Count**

<u>School Year</u>	<u>Enrollment</u>	<u>Change</u>
2015-16	922	-0.4%
2014-15	926	-0.4%
2013-14	930	-1.9%
2012-13	948	2.3%
2011-12	927	0.2%
2010-11	925	-0.6%
2009-10	931	2.2%
2008-09	911	-2.4%
2007-08	933	-0.5%
2006-07	938	-0.2%

Contacting the District's Management

This financial report is designed to provide our citizens, taxpayers, students, and investors and creditors with a general overview of Garfield County School District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Office of the Business Administrator at Garfield County School District, 145 East Center Street, Panguitch, Utah 84759.

Basic Financial Statements

GARFIELD COUNTY SCHOOL DISTRICT
Statement of Net Position
June 30, 2015

	Governmental Activities
Assets:	
Cash and investments	\$ 12,381,731
Receivables:	
Property taxes	4,273,895
State of Utah	13,351
Federal government	89,049
Inventories	4,808
Net pension asset	1,774
Capital assets:	
Land	116,940
Buildings and other capital assets, net of accumulated depreciation	11,993,502
Total assets	28,875,050
Deferred outflows of resources:	
Related to pensions	548,612
Liabilities:	
Accounts and contracts payable	235,941
Accrued salaries and benefits	952,898
Long-term liabilities:	
Portion due or payable within one year	47,305
Portion due or payable after one year	4,036,108
Total liabilities	5,272,252
Deferred inflows of resources:	
Property taxes levied for future year	3,972,682
Related to pensions	333,588
Total deferred inflows of resources	4,306,270
Net position:	
Investment in capital assets	12,110,442
Restricted for:	
Capital outlay	3,206,387
Students	242,158
Recreation	897,430
Food services	36,623
Unrestricted	3,352,100
Total net position	\$ 19,845,140

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

GARFIELD COUNTY SCHOOL DISTRICT
Statement of Activities
Year Ended June 30, 2015

Activities / Functions	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Total Governmental Activities
Governmental activities:					
Instruction	\$ 6,934,647	\$ 472,334	\$ 2,203,888	\$ 100,000	\$ (4,158,425)
Supporting services:					
Students	295,915	-	183,527	-	(112,388)
Instructional staff	124,787	-	49,579	-	(75,208)
District administration	357,450	-	-	-	(357,450)
School administration	883,365	-	-	-	(883,365)
Business	426,120	-	-	-	(426,120)
Operation and maintenance of facilities	1,065,821	16,276	-	-	(1,049,545)
Student transportation	459,729	136	212,191	-	(247,402)
Food services	335,550	80,040	248,570	-	(6,940)
Interest on long-term liabilities	11,242	-	-	-	(11,242)
Total school district	<u>\$ 10,894,626</u>	<u>\$ 568,786</u>	<u>\$ 2,897,755</u>	<u>\$ 100,000</u>	<u>(7,328,085)</u>
 General revenues:					
Property taxes levied for:					
Basic					1,019,532
Board local					1,372,308
Voted local					1,273,157
Capital local					<u>921,099</u>
Total property taxes					4,586,096
Federal and state aid not restricted to specific purposes					5,420,423
Earnings on investments					41,048
Miscellaneous					<u>80,723</u>
Total general revenues					<u>10,128,290</u>
Change in net position					2,800,205
Net position - beginning (as restated)					<u>17,044,935</u>
Net position - ending					<u>\$ 19,845,140</u>

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

GARFIELD COUNTY SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2015

	<u>Major Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Projects</u>		
Assets:				
Cash and investments	\$ 7,997,882	\$ 3,224,831	\$ 1,159,018	\$ 12,381,731
Receivables:				
Property taxes	2,309,114	1,964,781	-	4,273,895
State of Utah	-	-	13,351	13,351
Federal government	86,845	-	2,204	89,049
Inventories	-	-	4,808	4,808
Total assets	<u>\$ 10,393,841</u>	<u>\$ 5,189,612</u>	<u>\$ 1,179,381</u>	<u>\$ 16,762,834</u>
Liabilities:				
Accounts and contracts payable	\$ 95,016	\$ 137,755	\$ 3,170	\$ 235,941
Accrued salaries and benefits	952,898	-	-	952,898
Total liabilities	<u>1,047,914</u>	<u>137,755</u>	<u>3,170</u>	<u>1,188,839</u>
Deferred inflows of resources:				
Unavailable property tax revenue	119,426	103,609	-	223,035
Property taxes levied for future year	2,127,212	1,845,470	-	3,972,682
Total deferred inflows of resources	<u>2,246,638</u>	<u>1,949,079</u>	<u>-</u>	<u>4,195,717</u>
Fund balances:				
Nonspendable:				
Inventories	-	-	4,808	4,808
Restricted for:				
Capital outlay	-	3,102,778	-	3,102,778
Food services	-	-	31,815	31,815
Committed to:				
Economic stabilization	474,579	-	-	474,579
Employee benefit obligations	166,893	-	-	166,893
Students	-	-	242,158	242,158
Recreation	-	-	897,430	897,430
Assigned to:				
Programs	1,211,240	-	-	1,211,240
Unassigned	5,246,577	-	-	5,246,577
Total fund balances	<u>7,099,289</u>	<u>3,102,778</u>	<u>1,176,211</u>	<u>11,378,278</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,393,841</u>	<u>\$ 5,189,612</u>	<u>\$ 1,179,381</u>	<u>\$ 16,762,834</u>

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

GARFIELD COUNTY SCHOOL DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2015

Total fund balances for governmental funds		\$ 11,378,278
Total net position reported for governmental activities in the statement of net position is different because:		
The net pension asset is not an available resource and therefore is not reported in the governmental funds.		
		1,774
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:		
Land	\$ 116,940	
Buildings and improvements, net of \$10,315,525 accumulated depreciation	11,163,650	
Equipment and buses, net of \$1,464,614 accumulated depreciation	829,852	12,110,442
Some of the District's property taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the funds.		
		223,035
Long-term liabilities, including bonds payable and the net pension liability, are not due and payable in the current period and therefore are not reported in the funds. All liabilities - both current and long-term portions - are reported in the statement of net position. These and related balances at year end are:		
Well note payable	(358,252)	
Accrued sick leave	(153,000)	
Early retirement obligation	(13,893)	
Net pension liability	(3,558,268)	
Deferred outflows of resources related to pensions	548,612	
Deferred inflows of resources related to pensions	(333,588)	(3,868,389)
Total net position of governmental activities		\$ 19,845,140

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

GARFIELD COUNTY SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2015

	<u>Major Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Projects</u>		
Revenues:				
Local sources:				
Property taxes	\$ 3,486,758	\$ 876,303	\$ -	\$ 4,363,061
Earnings on investments	29,153	7,037	4,858	41,048
Other local revenue	111,173	-	554,605	665,778
State sources	6,936,729	100,000	195,321	7,232,050
Federal sources	421,190	527,563	237,375	1,186,128
Total revenues	<u>10,985,003</u>	<u>1,510,903</u>	<u>992,159</u>	<u>13,488,065</u>
Expenditures:				
Current:				
Instruction	5,281,125	-	733,938	6,015,063
Supporting services:				
Student	305,403	-	-	305,403
Instructional staff	127,153	-	-	127,153
District administration	296,446	-	-	296,446
School administration	908,682	-	-	908,682
Business	442,006	-	-	442,006
Operation and maintenance of facilities	1,072,644	-	-	1,072,644
Student transportation	406,400	-	-	406,400
Food services	-	-	322,759	322,759
Capital outlay	-	1,095,083	-	1,095,083
Debt service:				
Principal retirement	-	70,082	550,000	620,082
Interest and other charges	-	10,810	11,494	22,304
Total expenditures	<u>8,839,859</u>	<u>1,175,975</u>	<u>1,618,191</u>	<u>11,634,025</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,145,144</u>	<u>334,928</u>	<u>(626,032)</u>	<u>1,854,040</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	815	-	-	815
Transfers in	-	1,289,085	-	1,289,085
Transfers out	-	-	(1,289,085)	(1,289,085)
Total other financing sources (uses)	<u>815</u>	<u>1,289,085</u>	<u>(1,289,085)</u>	<u>815</u>
Net change in fund balances	2,145,959	1,624,013	(1,915,117)	1,854,855
Fund balances - beginning	<u>4,953,330</u>	<u>1,478,765</u>	<u>3,091,328</u>	<u>9,523,423</u>
Fund balances - ending	<u>\$ 7,099,289</u>	<u>\$ 3,102,778</u>	<u>\$ 1,176,211</u>	<u>\$ 11,378,278</u>

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

GARFIELD COUNTY SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
Year Ended June 30, 2015

Net change in fund balances-total governmental funds \$ 1,854,855

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 land, equipment and buses and \$100,000 for buildings and improvements are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. The net effect of transactions involving capital assets decreased net position in the current period.

Capital outlay	\$ 150,226	
Proceeds from sale of capital assets	(815)	
Loss on sale of capital assets	(16,269)	
Depreciation expense	<u>(570,772)</u>	(437,630)

The issuance of bonds provides current financial resources to governmental funds, while the repayment of the principal of bonds consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. The net effect of these differences in the treatment of general obligation bonds and related items is as follows:

Principal repayment of debt	620,082	
Amortization of bond-related accounts	5,752	
Interest expense	<u>5,310</u>	631,144

Some property taxes are collected several months after the District's fiscal year end are not considered available revenues in the governmental funds and are, instead, counted as deferred inflows of resources at year end. They are, however, recorded as revenues in the statement of activities. 223,035

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

Accrued sick leave	82,842	
Early retirement	110,987	
Pension expense	<u>334,972</u>	<u>528,801</u>

Change in net position of governmental activities \$ 2,800,205

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

GARFIELD COUNTY SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Property taxes	\$ 2,884,731	\$ 3,360,357	\$ 3,486,758	\$ 126,401
Earnings on investments	25,000	13,557	29,153	15,596
Other local revenue	48,236	39,181	111,173	71,992
State sources	6,677,605	6,922,304	6,936,729	14,425
Federal sources	341,390	426,134	421,190	(4,944)
Total revenues	<u>9,976,962</u>	<u>10,761,533</u>	<u>10,985,003</u>	<u>223,470</u>
Expenditures:				
Current:				
Instruction	6,302,809	5,631,627	5,281,125	350,502
Supporting services:				
Students	256,614	350,858	305,403	45,455
Instructional staff	122,090	127,818	127,153	665
District administration	315,072	299,983	296,446	3,537
School administration	818,937	1,058,788	908,682	150,106
Business	272,243	487,316	442,006	45,310
Operation and maintenance of facilities	1,154,241	1,141,886	1,072,644	69,242
Student transportation	453,082	393,296	406,400	(13,104)
Total expenditures	<u>9,695,088</u>	<u>9,491,572</u>	<u>8,839,859</u>	<u>651,713</u>
Excess of revenues over expenditures	281,874	1,269,961	2,145,144	875,183
Other financing sources (uses):				
Transfers in (out)	-	9,914	-	(9,914)
Proceeds from sale of capital assets	-	-	815	815
Total other financing sources (uses)	<u>-</u>	<u>9,914</u>	<u>815</u>	<u>(9,099)</u>
Net change in fund balances	<u>281,874</u>	<u>1,279,875</u>	<u>2,145,959</u>	<u>866,084</u>
Fund balances - beginning	<u>4,953,330</u>	<u>4,953,330</u>	<u>4,953,330</u>	<u>-</u>
Fund balances - ending	<u>\$ 5,235,204</u>	<u>\$ 6,233,205</u>	<u>\$ 7,099,289</u>	<u>\$ 866,084</u>

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

GARFIELD COUNTY SCHOOL DISTRICT
Statement of Fiduciary Fund Assets and Liabilities
Fiduciary Fund
June 30, 2015

*Skills
Certification
Agency Fund*

Assets:

Cash and investments

\$ 1,256

Liabilities:

Account payable

\$ 1,256

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Garfield County School District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local government units. The Governmental Accounting Standards Board 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 five elected individuals, is the primary governing authority for the District. The District is not a component unit of any other primary government, and the District does not have any component units.

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 and financial activities of the District. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Governmental activities are primarily financed through taxes, intergovernmental revenues, and other nonexchange transactions.

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

The *fund financial statements* provide information about the District’s funds. 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 *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 necessary for providing educational programs for all students within the District.

The District reports the following fiduciary fund:

- The *skills certification agency fund* accounts for the collection and payment of fees associated with skills certification testing for the state.

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within thirty days after year-end. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, pension benefits, early retirement, and compensated absences, 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.

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

Budgetary data – The District operates within the budget requirements for school districts as specified by Utah state law and as interpreted by the Utah State Superintendent of Public Instruction. Budgets are presented on the modified accrual basis of accounting for all governmental funds. All annual appropriations lapse at fiscal year-end with the exception of contractual obligations. The following procedures are used in establishing the budgetary data reflected in the financial statements.

- By June 1 of each year, the District business administrator prepares a proposed annual budget (for the fiscal year beginning July 1) for all applicable funds. The budget is presented to the Board of Education by the superintendent. This budget includes proposed expenditures and the means of financing them. Also included is a final budget for the current fiscal year ending June 30th.
- Copies of the proposed budget are made available for public inspection and review by the District's patrons.
- If the District does not exceed the certified tax rate, a public hearing is held prior to June 22 at which time the budget is legally adopted by resolution of the Board after obtaining taxpayer input. If the District exceeds the certified tax rate, the budget is adopted in August when 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.

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

- Certain interim adjustments in estimated revenue and expenditures during the current year have been included in the final budget approved by the Board, as presented in the financial statements.
- Expenditures may not legally exceed budgeted appropriations at the fund level.

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

Inventories – Inventories are valued at cost or, if donated, at acquisition value when received, stated at the lower of average cost or market. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Donated food commodities are recorded as revenue when received.

Capital assets – Capital assets, which include land, buildings and improvements, and equipment and buses, 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 land, equipment and buses and \$100,000 for buildings and improvements. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at estimated acquisition 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 extend assets’ lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized. Buildings and improvements and equipment and buses of the District are depreciated using the straight-line method over the estimated useful lives as indicated in the chart below:

Assets	Years
Buildings	50
Building improvements	20
Equipment	5 to 15
Buses	15
Vehicles	10

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

Compensated absences – Under Board policy, twelve-month or full-year employees earn vacation and sick leave in amounts varying with tenure and classification. In the event of termination or death, an employee is reimbursed for accumulated sick days to a maximum of 120 days (of which half of accumulated days will be paid at \$60 per day). No reimbursement or accrual is made for unused vacation leave. The District records expenditures in the governmental funds for sick pay benefits when paid. An expense and related liability are recorded in the governmental-wide financial statements as these benefits are earned.

GARFIELD COUNTY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

Long-term liabilities – In the government-wide financial statements, long-term debt and other long-term liabilities (employee benefit obligations and the net pension liability) are reported as liabilities in the statement of net position.

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

Early retirement – The District provides an early retirement program. To qualify, the employee must meet certain criteria as described in the policy, including 15 consecutive years as a benefited employee of the District along with other requirements. Benefits (up to 5 years) are in the form of an annuity of 20% of the average of the three highest years of the previous ten years of qualifying employment and expire when the retiree becomes eligible for Medicare. For the early retirement program, a liability and expense is recorded in the government-wide financial statements at the time the employee elects to retire early; expenditures are recorded in the governmental funds as benefits are paid by the District. The liability is paid from the fund from which the employee retires.

Deferred outflows/inflows of resources – In addition to assets, financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has the following source that qualifies for reporting in this category:

- Deferred outflows of resources related to pensions – includes a) net difference between projected and actual earnings on pension plan investments and b) District contributions subsequent to the measurement date of December 31, 2014.

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

The following item arises only under a modified accrual basis of accounting and is reported in the governmental funds balance sheet; this item is deferred and recognized as an inflow of resources in the period that the amount becomes available:

- Unavailable property tax revenue – consists of uncollected, delinquent property taxes.

The following sources is reported in both the statement of net position and the governmental funds balance sheet:

- Property taxes levied for future year – property taxes levied on January 1, 2015 for the following school year.

The following source is reported in the statement of net position:

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

- Deferred inflows of resources related to pensions – includes a) differences between expected and actual experience and b) changes of assumptions in the measurement of the net pension liability/asset.

Net position/fund balances – 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: investment in capital assets, restricted, and unrestricted. Net position is reported as restricted when constraints are placed upon it by external parties or are imposed by constitutional provisions or enabling legislation.

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

Fund balance classifications are summarized as follows:

- Nonspendable – This category includes fund balance amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact. Fund balance amounts related to inventories are classified as nonspendable.
- Restricted – This category includes net fund resources that are subject to external constraints that have been placed on the use of the resources either a) imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation. Restricted fund balance amounts include the unspent tax revenue for specific purposes (capital outlay) and amounts in other governmental funds (*school lunch fund*).
- Committed – This category includes amounts that can only be used for specific purposes established by formal action of the District’s highest level of decision-making authority. The Board of Education is the highest level of decision making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District’s committed fund balance includes amounts specified for economic stabilization (up to 5% of budgeted expenditures as allowed by state law), employee benefit obligations for unpaid compensated absences and early retirement incentives, and resources held by other governmental funds.
- Assigned – This category includes resources held in the *general fund* to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized the business administrator to assign fund balances. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment.
- Unassigned – Residual balances in the *general fund* are classified as unassigned.

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

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

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

2. DEPOSITS AND INVESTMENTS

A reconciliation of cash and investments at June 30, 2015, as shown on the financial statements is as follows:

Carrying amount of deposits	\$	6,799,747
Carrying amount of investments		5,583,240
Total		\$ 12,382,987
Governmental funds	\$	12,381,731
Fiduciary fund		1,256
Total		\$ 12,382,987

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

The Act and Council rules govern the financial reporting requirements of qualified depositories in which public funds may be deposited and prescribe the conditions under which the designation of a depository shall remain in effect. The District considers the rules of the Council to be necessary and sufficient for adequate protection of its uninsured bank deposits.

Deposits – The District’s carrying amount of bank deposits at June 30, 2015 is \$6,799,747. The bank balance is \$6,808,001, of which \$410,535 is covered by federal depository insurance.

- Custodial credit risk – Custodial credit risk for deposits is the risk that, in the event of a bank failure, a government’s deposits may not be returned to it. The District does not have a formal deposit policy for custodial credit risk. At June 30, 2015, the uninsured amount of the District’s bank deposits was uncollateralized nor is it required by state law.

Investments – At June 30, 2015, the District has \$5,583,240 invested with the PTIF. The PTIF is an external local government investment pool managed by the Utah State Treasurer. The PTIF is authorized

GARFIELD COUNTY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

and makes investments in accordance with the Act. The Council provides regulatory oversight for the PTIF. Participant accounts with the PTIF are not insured or otherwise guaranteed by the State of Utah. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio, which primarily consists of money market securities held by the Utah State Treasurer, including investment-grade corporate notes, top-tier commercial paper, money market mutual funds, and certificates of deposit. The portfolio has a weighted average of 65 days. The PTIF is not rated. The reported value of the pool is the same as the fair value of the pool shares.

- **Interest Rate Risk** – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District manages its exposure to interest rate risk by complying with the Act, which requires that the remaining term to maturity of investments to not exceed the period of availability of the funds invested. The Act further limits the remaining term to maturity on all investments in commercial paper 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 or by Standard & Poor’s.
- **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.
- **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.

3. PROPERTY TAXES

The property tax revenue of the District is collected and distributed by the county treasurer as an agent of the District. Utah statutes establish the process by which taxes are levied and collected. The county assessor is required to assess real property as of January 1 (the legal lien date) and complete the tax rolls by May 15. By July 21, the county auditor is to mail assessed value and tax notices to property owners. A taxpayer may then petition the County Board of Equalization between August 1 and 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.

Legislation requires motor vehicles be subject to an “age-based” fee that is due each time a vehicle is registered. The revenues collected in each county from motor vehicle fees 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 collected.

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

As of June 30, 2015, property taxes receivable by the District includes uncollected taxes assessed as of January 1, 2015, 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. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 100,222	\$ 16,718	\$ -	\$ 116,940
Capital assets, being depreciated:				
Buildings and improvements	21,479,175	-	-	21,479,175
Equipment and buses	<u>2,682,736</u>	<u>133,508</u>	<u>(521,778)</u>	<u>2,294,466</u>
Total capital assets, being depreciated	24,161,911	133,508	(521,778)	23,773,641
Accumulated depreciation for:				
Buildings and improvements	(9,905,088)	(410,437)	-	(10,315,525)
Equipment and buses	<u>(1,808,973)</u>	<u>(160,335)</u>	<u>504,694</u>	<u>(1,464,614)</u>
Total accumulated depreciation	<u>(11,714,061)</u>	<u>(570,772)</u>	<u>504,694</u>	<u>(11,780,139)</u>
Total capital assets, being depreciated, net	<u>12,447,850</u>	<u>(437,264)</u>	<u>(17,084)</u>	<u>11,993,502</u>
Governmental activity capital assets, net	<u>\$ 12,548,072</u>	<u>\$ (420,546)</u>	<u>\$ (17,084)</u>	<u>\$ 12,110,442</u>

For the year ended June 30, 2015, depreciation expense was charged to functions of the District as follows:

Governmental activities:	
Instruction	\$ 393,926
Supporting services:	
District administration	68,925
School administration	8,209
Business	1,807
Operation and maintenance of facilities	14,777
Student transportation	63,176
Food services	<u>19,952</u>
Total depreciation expense, governmental activities	<u>\$ 570,772</u>

5. STATE RETIREMENT PLANS

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

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

- Public Employees Noncontributory Retirement System (Tier 1 Noncontributory System)

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

- Tier 2 Public Employees Contributory Retirement System (Tier 2 Contributory System)

Defined Contribution Plans (individual account plans):

- 401(k) Plan

Title 49 of the *Utah Code* grants the authority to establish and amend the benefit terms to the Utah State Retirement Board, whose members are appointed by the Governor. The URS (a component unit of the State of Utah) issues a publicly available financial report that can be obtained at www.urs.org.

Benefits provided – The URS provides retirement, disability, and death benefits to participants in the defined benefit pension plans. Retirement benefits are determined from 1.5% to 2.0% of the employee’s highest 3 or 5 years of compensation times the employee’s years of service depending on the pension plan. Employees are eligible to retire based on years of service and age.

Participants in the defined contribution plans are fully vested in employer and employee contributions at the time the contributions are made. Benefits depend on amounts contributed to the plans plus investment earnings. Individual accounts are provided for each employee and are available at termination, retirement, death, or unforeseeable emergency.

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

Defined benefit pension plan contribution rates for the year ended December 31, 2014 were from 18.27% to 22.19%. Defined contribution plan contribution rates for the year ended December 31, 2014 were from 1.50% to 10.00%. Employees can make additional contributions to defined contribution plans subject to limitations.

For the year ended December 31, 2014, District and employee contributions to the plans were as follows:

	District Contributions	Employee Contributions
Tier 1 Noncontributory System	\$ 858,818	\$ -
Tier 2 Contributory System	24,148	-
401(k) Plan	65,059	94,390

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions – At June 30, 2015, the District reported a net pension asset of \$1,774 and a net pension liability of \$3,558,268. The net pension asset and liability were measured as of December 31, 2014, and the total pension asset and liability used to calculate the net pension asset and liability were determined by an actuarial valuation as of January 1, 2014. The District’s proportion of the net pension asset and liability were based on a projection of the District’s long-term share of contributions to the

GARFIELD COUNTY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

defined benefit pension plans relative to the projected contributions of all participating employers. At December 31, 2014, the District's proportionate shares in the defined benefit pension plans were as follows:

	<u>Proportionate Share</u>	<u>Net Pension Asset</u>	<u>Net Pension Liability</u>
Tier 1 Noncontributory System	0.1416210%	\$ -	\$ 3,558,268
Tier 2 Contributory System	0.0585307%	<u>1,774</u>	<u>-</u>
Total		<u>\$ 1,774</u>	<u>\$ 3,558,268</u>

For the year ended December 31, 2014, the District recognized pension expense of \$629,252 for the defined benefit pension plans and of \$65,059 for the defined contribution plans. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 214,708
Changes of assumptions	-	118,880
Net difference between projected and actual earnings on pension plan investments	61,326	-
District contributions subsequent to the measurement date	<u>487,286</u>	<u>-</u>
Total	<u>\$ 548,612</u>	<u>\$ 333,588</u>

The \$487,286 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to defined benefit pension plans will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Deferred Outflows (Inflows) of Resources</u>
2016	\$ (70,577)
2017	(70,577)
2018	(70,577)
2019	(58,593)
2020	(310)
Thereafter	(1,628)

GARFIELD COUNTY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

Actuarial assumptions – The total pension liability in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increases	3.50% to 10.50%, average, including inflation
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

Mortality rates for retired educators were developed from actual experience, based on gender, occupation, and age, as appropriate, with adjustments for mortality improvements based on Scale AA.

The actuarial assumptions used in the January 1, 2014 valuation were based on the results of an actuarial experience study for the five-year period ended December 31, 2013.

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

<u>Asset Class</u>	<u>Expected Return Arithmetic Basis</u>		
	<u>Target Allocation</u>	<u>Real Return Arithmetic Basis</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity securities	40%	7.06%	2.82%
Debt securities	20%	0.80%	0.16%
Real assets	13%	5.10%	0.66%
Private equity	9%	11.30%	1.02%
Absolute return	18%	3.15%	0.57%
Cash and cash equivalents	0%	0.00%	0.00%
Total	<u>100%</u>		5.23%
Inflation			<u>2.75%</u>
Expected arithmetic nominal return			<u><u>7.98%</u></u>

The 7.50% assumed investment rate of return is comprised of an inflation rate of 2.75% and a real return of 4.75% that is net of investment expense.

Discount rate – The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions all participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District’s proportionate share of the net pension liability to changes in the discount rate – The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Discount Rate (7.50%)	1% Increase (8.50%)
District's proportionate share of the net pension (asset) liability	\$ 7,102,308	\$ 3,556,494	\$ 588,107

Pension plan fiduciary net position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued URS financial report.

Payables to the pension plans – At June 30, 2015, the District reported payables of \$120,204 for contributions to defined benefit pension plans and \$24,677 for contributions to defined contribution plan.

6. RISK MANAGEMENT

The District maintains insurance coverage for general, automobile, personal injury, errors and omissions, employee dishonesty, and malpractice liability up to \$10,000,000 per occurrence through policies administered by the Utah State Risk Management Fund. The District pays an annual premium to the Fund. The District also insures its buildings, including those under construction, and contents against all insurable risks of direct physical loss or damage with the Utah State Risk Management Fund. This all-risk insurance coverage provides for repair or replacement of damaged property at a replacement cost basis subject to a deductible of \$1,000 per occurrence. Settled claims have not exceeded the District’s insurance coverage for any of the past three years. The District also maintains a public treasurer’s fidelity bond with a private carrier.

All District employees are covered for workers compensation by the Utah School Boards Risk Management Mutual Association. Unemployment insurance is covered by the District on a pay-as-you-go basis.

Settled claims for the past three years have been insignificant.

7. LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2015 is as follows:

GARFIELD COUNTY SCHOOL DISTRICT

Notes to Basic Financial Statements

Continued

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 550,000	\$ -	\$ (550,000)	\$ -	\$ -
Bond premium	5,752	-	(5,752)	-	-
Net bonds payable	555,752	-	(555,752)	-	-
Obligations under capital leases	51,044	-	(51,044)	-	-
Well note payable	377,290	-	(19,038)	358,252	18,112
Accrued sick leave	235,842	44,700	(127,542)	153,000	15,300
Early retirement	124,880	-	(110,987)	13,893	13,893
Net pension liability	4,091,584	430,908	(964,224)	3,558,268	-
Total long term liabilities	<u>\$ 5,436,392</u>	<u>\$ 475,608</u>	<u>\$ (1,828,587)</u>	<u>\$ 4,083,413</u>	<u>\$ 47,305</u>

General obligation bonds – The District issues general obligation bonds to provide funds for the construction of new facilities, acquisition of property, renovation and improvement of facilities, and procurement of school equipment. General obligation bonds are direct obligations and pledge the full faith and credit of the taxpayers in the District. Payments on the general obligation bonds are made by the *debt service fund* from property tax revenues. The general obligation bonds were paid off during the year ended June 30, 2015.

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 and margin at June 30, 2015 is \$28.7 million.

Obligations under capital leases – The District obtained equipment and buses under capital lease arrangements. Annual payments are made by the *capital projects fund*. The capital leases were paid off during the year ended June 30, 2015.

Well note payable – The District obtained a note from the Utah Division of Water Resources in conjunction with the construction of a well. The face amount of the note is \$459,000 and bears an interest rate of 3%. The note is payable in annual installments of \$28,000 for 23 years with final maturity in 2031. The payment schedule is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 18,112	\$ 9,888	\$ 28,000
2017	18,612	9,388	28,000
2018	19,126	8,874	28,000
2019	19,654	8,346	28,000
2020	20,196	7,804	28,000
2021 - 2025	109,656	30,344	140,000
2026 - 2030	125,647	14,353	140,000
2031	27,249	751	28,000
Total	<u>\$ 358,252</u>	<u>\$ 89,748</u>	<u>\$ 448,000</u>

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

8. INTERFUND BALANCES AND ACTIVITY

The District transferred \$1,289,085 from the *debt service fund* to the *capital projects fund* to close the *debt service fund*.

9. LITIGATION AND COMPLIANCE

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

All funds balances are positive at June 30, 2015.

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 insignificant.

10. RESTATEMENT

In 2015, the District adopted Government Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions—An Amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—An Amendment of GASB Statement No. 68*.

The new standards require the District to recognize a liability in its government-wide financial statements for its proportionate share of the net pension liability (of all employers for benefits provided through the pension plans as administered by Utah Retirement Systems)—the collective net pension liability. The District is required to recognize pension expense and report deferred outflows of resources and deferred inflows of resources related to pensions for its proportionate shares of collective pension expense and collective deferred outflows of resources and deferred inflows of resources related to pensions. District contributions to the pension plans subsequent to the measurement date (December 31) of the collective net pension liability also are required to be reported as deferred outflows of resources related to pensions.

The governmental fund financial statements of the District are not affected by these new standards. Pension expenditures in the governmental funds continue to be recognized equal to the total of a) amounts paid by the District to the pension plans and b) the change between the beginning and ending balances of amounts of contributions currently payable to the pensions.

The beginning net position reported in the government-wide financial statements of the District has been restated to reflect the new standards as follows:

Beginning net position, as previously stated	\$ 20,721,377
Net pension liability	(4,091,584)
Deferred outflows of resources related to pensions	415,142
Beginning net position, as restated	<u>\$ 17,044,935</u>

GARFIELD COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

The notes to the basic financial statements now include additional information about the defined benefit pension plans. Also, the District will be presenting in required supplementary information 10-year schedules containing a) the net pension liability and certain related ratios and b) information about statutorily required contributions, contributions to the pension plans, and related ratios. Because this is the first year such information is available, only one year of required supplementary information is presented with these financial statements; information for additional years will be presented in future reports as it becomes available.

Required Supplementary Information

GARFIELD COUNTY SCHOOL DISTRICT
Schedules of the District's Proportionate Share of the Net Pension Liability (Asset)
Utah Retirement Systems
December 31, 2014

	Tier 1 Noncontributory System	Tier 2 Contributory System
District's proportion of the net pension liability (asset)	0.1416210%	0.0585307%
District's proportionate share of the net pension liability (asset)	\$ 3,558,268	\$ (1,774)
District's covered employee payroll	\$ 4,008,692	\$ 286,155
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	88.8%	-0.6%
Plan fiduciary net position as a percentage of the total pension liability	87.2%	103.5%

Note: These schedules only present information for 2014; prior-year information is not available.

GARFIELD COUNTY SCHOOL DISTRICT
Schedules of District Contributions
Utah Retirement Systems
Year Ended December 31, 2014

	Tier 1 Noncontributory System	Tier 2 Contributory System
Contractually required contribution	\$ 858,818	\$ 24,148
Contributions in relation to the contractually required contribution	(858,818)	(24,148)
Contribution deficiency (excess)	\$ -	\$ -
 District's covered-employee payroll	 \$ 4,008,692	 \$ 286,155
Contributions as a percentage of covered-employee payroll	21.4%	8.4%

Notes: These schedules only present information for 2014; prior-year information is not available.
Contributions as a percentage of covered-employee payroll may be different than the Board certified rate due to rounding or other administrative issues.

**Combining and Individual Fund
Statements and Schedules**

GARFIELD COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
Year Ended June 30, 2015
With Comparative Totals for 2014

	2015			2014
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Property taxes	\$ 3,360,357	\$ 3,486,758	\$ 126,401	\$ 2,220,941
Earnings on investments	13,557	29,153	15,596	28,792
Other local revenue	39,181	111,173	71,992	33,951
State sources	6,922,304	6,936,729	14,425	6,541,652
Federal sources	426,134	421,190	(4,944)	1,044,672
Total revenues	10,761,533	10,985,003	223,470	9,870,008
Expenditures:				
Current:				
Salaries	4,908,131	4,805,831	102,300	4,645,744
Employee benefits	2,789,594	2,579,930	209,664	2,474,120
Purchased services	645,447	572,261	73,186	422,390
Supplies	782,922	594,249	188,673	697,468
Property	303,158	243,456	59,702	198,957
Other objects	62,320	44,132	18,188	33,060
Total expenditures	9,491,572	8,839,859	651,713	8,471,739
Excess of revenues over expenditures	1,269,961	2,145,144	875,183	1,398,269
Other financing sources (uses):				
Transfers in (out)	9,914	-	(9,914)	(29,000)
Proceeds from sale of capital assets	-	815	815	-
Total other financing sources (uses)	9,914	815	(9,099)	(29,000)
Net change in fund balances	1,279,875	2,145,959	866,084	1,369,269
Fund balances - beginning	4,953,330	4,953,330	-	3,584,061
Fund balances - ending	\$ 6,233,205	\$ 7,099,289	\$ 866,084	\$ 4,953,330

GARFIELD COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Projects Fund
Year Ended June 30, 2015
With Comparative Totals for 2014

	2015			2014
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Property taxes	\$ 844,536	\$ 876,303	\$ 31,767	\$ 1,027,618
Earnings on investments	5,064	7,037	1,973	4,071
Other local revenue	-	-	-	24,458
State sources	100,000	100,000	-	133,739
Federal sources	527,563	527,563	-	-
Total revenues	<u>1,477,163</u>	<u>1,510,903</u>	<u>33,740</u>	<u>1,189,886</u>
Expenditures:				
Capital outlay:				
Purchased services	837,144	809,489	27,655	-
Supplies	9,174	10,345	(1,171)	334,486
Equipment	254,055	275,249	(21,194)	941,967
Debt service:				
Principal	67,515	70,082	(2,567)	65,443
Interest	13,377	10,810	2,567	15,449
Total expenditures	<u>1,181,265</u>	<u>1,175,975</u>	<u>5,290</u>	<u>1,357,345</u>
Excess (deficiency) of revenues over (under) expenditures	<u>295,898</u>	<u>334,928</u>	<u>39,030</u>	<u>(167,459)</u>
Other financing sources (uses):				
Transfer in	1,288,037	1,289,085	1,048	-
Net change in fund balances	1,583,935	1,624,013	40,078	(167,459)
Fund balances - beginning	<u>1,478,765</u>	<u>1,478,765</u>	<u>-</u>	<u>1,646,224</u>
Fund balances - ending	<u>\$ 3,062,700</u>	<u>\$ 3,102,778</u>	<u>\$ 40,078</u>	<u>\$ 1,478,765</u>

GARFIELD COUNTY SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	Debt Service	Special Revenue			Total Nonmajor Governmental Funds
		School Lunch	Non K-12 Programs	Student Activities	
Assets:					
Cash and investments	\$ -	\$ 18,986	\$ 897,874	\$ 242,158	\$ 1,159,018
Receivables:					
State of Utah	-	13,351	-	-	13,351
Federal government	-	-	2,204	-	2,204
Inventories	-	4,808	-	-	4,808
Total assets	<u>\$ -</u>	<u>\$ 37,145</u>	<u>\$ 900,078</u>	<u>\$ 242,158</u>	<u>\$ 1,179,381</u>
Liabilities:					
Accounts payable	\$ -	\$ 522	\$ 2,648	\$ -	\$ 3,170
Fund balances:					
Nonspendable:					
Inventories	-	4,808	-	-	4,808
Restricted for:					
Food services	-	31,815	-	-	31,815
Committed to:					
Students	-	-	-	242,158	242,158
Recreation	-	-	897,430	-	897,430
Total fund balances	<u>-</u>	<u>36,623</u>	<u>897,430</u>	<u>242,158</u>	<u>1,176,211</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 37,145</u>	<u>\$ 900,078</u>	<u>\$ 242,158</u>	<u>\$ 1,179,381</u>

GARFIELD COUNTY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2015

	Debt Service	Special Revenue Funds			Total Nonmajor Governmental Funds
		School Lunch	Non K-12 Programs	Student Activities	
Revenues:					
Local sources:					
Earnings on investments	\$ 4,858	\$ -	\$ -	\$ -	\$ 4,858
Lunch sales	-	80,040	-	-	80,040
Other local revenue	-	-	16,765	457,800	474,565
State sources	-	52,156	143,165	-	195,321
Federal sources	-	196,414	40,961	-	237,375
Total revenues	<u>4,858</u>	<u>328,610</u>	<u>200,891</u>	<u>457,800</u>	<u>992,159</u>
Expenditures:					
Current:					
Instruction	-	-	264,072	469,866	733,938
Food services	-	322,759	-	-	322,759
Debt service:					
Principal retirement	550,000	-	-	-	550,000
Interest and other charges	11,494	-	-	-	11,494
Total expenditures	<u>561,494</u>	<u>322,759</u>	<u>264,072</u>	<u>469,866</u>	<u>1,618,191</u>
Excess (deficiency) of revenues over (under) expenditures	(556,636)	5,851	(63,181)	(12,066)	(626,032)
Other financing sources (uses):					
Transfers out	(1,289,085)	-	-	-	(1,289,085)
Net change in fund balances	(1,845,721)	5,851	(63,181)	(12,066)	(1,915,117)
Fund balances - beginning	<u>1,845,721</u>	<u>30,772</u>	<u>960,611</u>	<u>254,224</u>	<u>3,091,328</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 36,623</u>	<u>\$ 897,430</u>	<u>\$ 242,158</u>	<u>\$ 1,176,211</u>

GARFIELD COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Debt Service Fund
Year Ended June 30, 2015
With Comparative Totals for 2014

	2015			2014
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ 1,393,117
Earnings on investments	-	4,858	4,858	2,904
Total revenues	-	4,858	4,858	1,396,021
Expenditures:				
Debt Service:				
Principal retirement	550,000	550,000	-	950,000
Interest and other charges	12,086	11,494	592	31,246
Total expenditures	562,086	561,494	592	981,246
Excess (deficiency) of revenues over (under) expenditures	(562,086)	(556,636)	5,450	414,775
Other financing sources (uses):				
Transfers out	(1,288,037)	(1,289,085)	(1,048)	-
Net change in fund balances	(1,850,123)	(1,845,721)	4,402	414,775
Fund balances - beginning	1,845,721	1,845,721	-	1,430,946
Fund balances - ending	\$ (4,402)	\$ -	\$ 4,402	\$ 1,845,721

GARFIELD 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, 2015
With Comparative Totals for 2014

	2015			2014
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Lunch sales	\$ 69,946	\$ 80,040	\$ 10,094	\$ 78,266
State sources	46,079	52,156	6,077	45,201
Federal sources	178,717	196,414	17,697	161,301
Total revenues	294,742	328,610	33,868	284,768
Expenditures:				
Current:				
Salaries	131,296	107,845	23,451	125,814
Employee benefits	34,455	42,901	(8,446)	30,605
Purchased services	4,119	3,412	707	4,794
Supplies	969	1,652	(683)	20,254
Food	156,817	166,412	(9,595)	132,009
Property	690	537	153	-
Other objects	500	-	500	254
Total expenditures	328,846	322,759	6,087	313,730
Excess (deficiency) of revenues over (under) expenditures	(34,104)	5,851	39,955	(28,962)
Other financing sources:				
Transfers in	7,811	-	(7,811)	29,000
Net change in fund balances	(26,293)	5,851	32,144	38
Fund balances - beginning	30,772	30,772	-	30,734
Fund balances - ending	\$ 4,479	\$ 36,623	\$ 32,144	\$ 30,772

GARFIELD 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, 2015
With Comparative Totals for 2014

	<u>2015</u>			<u>2014</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local sources:				
Property taxes	\$ -	\$ -	\$ -	\$ 488,704
Tuitions and fees	14,710	16,765	2,055	21,245
State sources	126,350	143,165	16,815	121,049
Federal sources	41,245	40,961	(284)	23,316
Total revenues	<u>182,305</u>	<u>200,891</u>	<u>18,586</u>	<u>654,314</u>
Expenditures:				
Current:				
Salaries	233,931	179,066	54,865	209,557
Employee benefits	66,306	64,407	1,899	57,263
Purchased services	5,986	8,814	(2,828)	10,524
Supplies	3,621	10,661	(7,040)	22,791
Equipment	-	1,124	(1,124)	640
Other objects	12,000	-	12,000	12,000
Total expenditures	<u>321,844</u>	<u>264,072</u>	<u>57,772</u>	<u>312,775</u>
Excess (deficiency) of revenues over (under) expenditures / net change in fund balances	(139,539)	(63,181)	76,358	341,539
Fund balances - beginning	<u>960,611</u>	<u>960,611</u>	<u>-</u>	<u>619,072</u>
Fund balances - ending	<u>\$ 821,072</u>	<u>\$ 897,430</u>	<u>\$ 76,358</u>	<u>\$ 960,611</u>

GARFIELD COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Student Activities
Nonmajor Special Revenue Fund
Year Ended June 30, 2015
With Comparative Totals for 2014

	2015			2014
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Student fees	\$ 510,000	\$ 457,800	\$ (52,200)	\$ 509,099
Expenditures:				
Current:				
Purchased services	-	33,375	(33,375)	-
Supplies	492,000	301,092	190,908	487,506
Other	-	135,399	(135,399)	-
Total expenditures	<u>492,000</u>	<u>469,866</u>	<u>22,134</u>	<u>487,506</u>
Excess (deficiency) of revenues over (under) expenditures / net change in fund balances	18,000	(12,066)	(30,066)	21,593
Fund balances - beginning	<u>254,224</u>	<u>254,224</u>	<u>-</u>	<u>232,631</u>
Fund balances - ending	<u><u>\$ 272,224</u></u>	<u><u>\$ 242,158</u></u>	<u><u>\$ (30,066)</u></u>	<u><u>\$ 254,224</u></u>

GARFIELD COUNTY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Skills Certification Agency Fund
Year Ended June 30, 2015

	<u>Balance at June 30, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2015</u>
Assets:				
Cash and investments	\$ 36,644	\$ 551,179	\$ 586,567	\$ 1,256
Receivables from other governments	13,356	-	13,356	-
Total assets	<u>\$ 50,000</u>	<u>\$ 551,179</u>	<u>\$ 599,923</u>	<u>\$ 1,256</u>
Liabilities:				
Account payables	<u>\$ 50,000</u>	<u>\$ 551,179</u>	<u>\$ 599,923</u>	<u>\$ 1,256</u>

OTHER INFORMATION

GARFIELD COUNTY SCHOOL DISTRICT
Comparative Statements of Net Position (Accrual Basis)
Governmental Activities
June 30, 2015 through 2011

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Assets:					
Cash and investments	\$ 12,381,731	\$ 10,476,267	\$ 8,052,273	\$ 6,359,124	\$ 4,413,279
Receivables:					
Property taxes	4,273,895	3,747,540	4,525,834	3,755,260	3,700,105
Other governments	102,400	105,971	257,079	131,587	386,741
Inventories	4,808	4,808	4688	17,896	15,312
Bond issuance costs, net	-	-	-	81,687	49,563
Net pension asset	1,774	-	-	-	-
Capital assets:					
Land	116,940	100,222	100,222	100,222	100,222
Buildings and other capital assets, net of accumulated depreciation	11,993,502	12,447,850	12,207,345	12,615,672	13,056,150
Total assets	<u>28,875,050</u>	<u>26,882,658</u>	<u>25,147,441</u>	<u>23,061,448</u>	<u>21,721,372</u>
Deferred outflows of resources:					
Related to pensions	<u>548,612</u>	<u>415,142</u>	<u>-</u>	<u>-</u>	<u>-</u>
Liabilities:					
Accounts and contracts payable	235,941	117,870	402,717	188,604	213,947
Accrued interest	-	5,310	7,650	10,290	9,897
Accrued salaries and related benefits	952,898	1,046,698	456,403	700,813	789,250
Unearned revenue:					
Other governments	-	21,167	4,688	4,436	4,312
Long-term liabilities:					
Portion due or payable within one year	47,305	748,342	1,170,063	1,022,250	985,185
Portion due or payable after one year	4,036,108	4,688,050	1,359,996	2,803,259	3,453,325
Total liabilities	<u>5,272,252</u>	<u>6,627,437</u>	<u>3,401,517</u>	<u>4,729,652</u>	<u>5,455,916</u>
Deferred inflows of resources:					
Property taxes levied for future year	3,972,682	3,625,428	3,637,884	3,695,855	3,640,377
Related to pensions	333,588	-	-	-	-
Total deferred inflows of resources	<u>4,306,270</u>	<u>3,625,428</u>	<u>3,637,884</u>	<u>3,695,855</u>	<u>3,640,377</u>
Net position:					
Net investment in capital assets	12,110,442	11,563,986	10,285,900	9,649,369	9,155,538
Restricted for:					
Capital outlay	3,206,387	1,478,765	1,646,224	1,413,087	1,677,190
Debt service	-	1,840,411	1,423,296	1,329,606	1,161,201
Students	242,158	254,224	232,631	236,660	220,298
Recreation	897,430	960,611	619,072	356,640	56,613
Food services	36,623	30,772	30,734	9,613	8,605
Unrestricted	<u>3,352,100</u>	<u>916,166</u>	<u>3,870,183</u>	<u>1,640,966</u>	<u>345,634</u>
Total net position	<u>\$ 19,845,140</u>	<u>\$ 17,044,935</u>	<u>\$ 18,108,040</u>	<u>\$ 14,635,941</u>	<u>\$ 12,625,079</u>

The District implemented GASB Statements 68 and 71 in 2015, recording its proportional share of net pension liabilities

Source: District records.

GARFIELD COUNTY SCHOOL DISTRICT
Comparative Statements of Activities (Accrual Basis)
Governmental Activities

Years Ended June 30, 2015 through 2011

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenses:					
Instruction	\$ 6,934,647	\$ 6,831,012	\$ 6,503,924	\$ 6,867,361	\$ 6,844,653
Supporting services:					
Students	295,915	250,335	281,786	243,365	240,638
Instructional staff	124,787	58,384	119,265	176,170	151,886
General administration	357,450	274,254	258,791	330,239	343,132
School administration	883,365	748,253	578,144	641,890	816,024
Business	426,120	440,975	387,282	354,854	396,756
Operation and maintenance of facilities	1,065,821	1,090,253	1,084,983	1,039,139	1,179,823
Student transportation	459,729	435,781	434,123	389,810	471,244
Other	-	29,193	49,216	27,778	-
Food services	335,550	315,588	332,048	337,480	361,610
Interest on long-term liabilities	11,242	22,217	43,304	102,762	181,934
Total school district	<u>10,894,626</u>	<u>10,496,245</u>	<u>10,072,866</u>	<u>10,510,848</u>	<u>10,987,700</u>
Program revenues:					
Instruction	2,776,222	2,970,045	2,446,369	2,483,034	2,577,330
Supporting services:					
Student	183,527	75,918	86,920	57,757	53,672
Instructional staff	49,579	-	-	-	-
General administration	-	231,920	227,360	225,280	-
School administration	-	510,650	489,088	427,694	-
Operation and maintenance of facilities	16,276	-	-	-	-
Student transportation	212,327	243,113	198,975	246,125	178,797
Food services	328,610	284,768	326,311	336,630	312,041
Total program revenues	<u>3,566,541</u>	<u>4,316,414</u>	<u>3,775,023</u>	<u>3,776,520</u>	<u>3,121,840</u>
Net (expense) revenue	<u>(7,328,085)</u>	<u>(6,179,831)</u>	<u>(6,297,843)</u>	<u>(6,734,328)</u>	<u>(7,865,860)</u>
General revenues:					
Property taxes levied for:					
General purposes	3,664,997	1,877,398	2,155,184	1,629,981	1,451,987
Transportation	-	-	-	190,048	177,631
Community recreation	-	413,002	460,218	401,636	118,611
Debt service	-	1,177,120	1,286,287	1,158,028	1,074,952
Capital local	921,099	868,346	956,005	822,276	677,288
Total property tax revenue	<u>4,586,096</u>	<u>4,335,866</u>	<u>4,857,694</u>	<u>4,201,969</u>	<u>3,500,469</u>
Federal and state aid not restricted to specific purposes	5,420,423	4,350,953	4,548,213	4,017,202	4,903,200
Earnings on investments	41,048	35,767	36,418	40,123	21,696
Miscellaneous	80,723	70,582	409,304	485,896	581,420
Total general revenues	<u>10,128,290</u>	<u>8,793,168</u>	<u>9,851,629</u>	<u>8,745,190</u>	<u>9,006,785</u>
Change in net position	2,800,205	2,613,337	3,553,786	2,010,862	1,140,925
Net position - beginning	<u>17,044,935</u>	<u>18,108,040</u>	<u>14,554,254</u>	<u>12,625,079</u>	<u>11,484,154</u>
Net position - ending	<u>\$ 19,845,140</u>	<u>\$ 20,721,377</u>	<u>\$ 18,108,040</u>	<u>\$ 14,635,941</u>	<u>\$ 12,625,079</u>

The District implemented GASB Statements 68 and 71 in 2015, restating and decreasing beginning net position by \$3,676,442 for 2015.
The District implemented GASB Statement 63 in 2013, restating and decreasing beginning net position by \$81,687 for 2013.

GARFIELD COUNTY SCHOOL DISTRICT
Comparative Balance Sheets (Modified Accrual Basis)
General Fund
June 30, 2015 through 2011

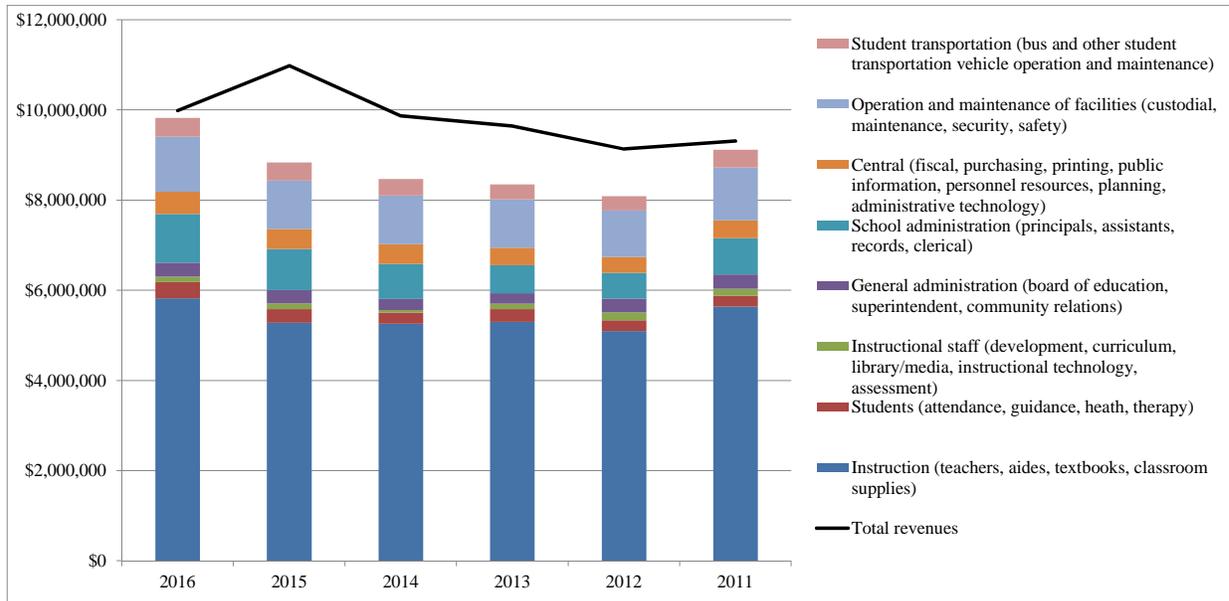
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Assets:					
Cash and investments	\$ 7,997,882	\$ 5,970,439	\$ 4,165,616	\$ 3,064,947	\$ 1,327,736
Receivables:					
Property taxes	2,309,114	2,600,168	1,957,396	1,381,205	1,351,580
Other governments	86,845	67,962	235,111	101,280	371,221
Total assets	<u>\$ 10,393,841</u>	<u>\$ 8,638,569</u>	<u>\$ 6,358,123</u>	<u>\$ 4,547,432</u>	<u>\$ 3,050,537</u>
Liabilities:					
Accounts and contracts payable	\$ 95,016	\$ 91,247	\$ 401,717	\$ 176,776	\$ 203,766
Accrued salaries and benefits	952,898	1,046,698	456,403	700,813	789,250
Total liabilities	<u>1,047,914</u>	<u>1,137,945</u>	<u>858,120</u>	<u>877,589</u>	<u>993,016</u>
Deferred inflows of resources					
Unavailable property tax revenue	119,426	-	344,134	-	-
Property taxes levied for future year	2,127,212	2,547,294	1,571,808	1,351,580	1,323,774
Total deferred inflows of resources	<u>2,246,638</u>	<u>2,547,294</u>	<u>1,915,942</u>	<u>1,351,580</u>	<u>1,323,774</u>
Fund balances:					
Committed to:					
Economic stabilization	474,579	170,000	170,000	170,000	170,000
Employee benefit obligations	166,893	124,880	279,500	536,942	-
Assigned to:					
Programs	1,211,240	842,688	763,681	745,323	208,381
Unassigned	5,246,577	3,815,762	2,370,880	865,998	355,366
Total fund balances	<u>7,099,289</u>	<u>4,953,330</u>	<u>3,584,061</u>	<u>2,318,263</u>	<u>733,747</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,393,841</u>	<u>\$ 8,638,569</u>	<u>\$ 6,358,123</u>	<u>\$ 4,547,432</u>	<u>\$ 3,050,537</u>

Source: District records.

GARFIELD COUNTY SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances (Modified Accrual Basis)
General Fund

Years Ended June 30, 2015 through 2011 with Anticipated Budget for the Year Ending June 30, 2016

	Anticipated Budget 2016	2015	2014	2013	2012	2011
Revenues:						
Local sources:						
Property taxes	\$ 2,497,536	\$ 3,486,758	\$ 2,220,941	\$ 1,802,687	\$ 1,820,030	\$ 1,629,618
Earnings on investments	29,175	29,153	28,792	36,418	40,123	21,696
Other local revenue	39,181	111,173	33,951	56,528	96,824	209,857
State sources	7,010,638	6,936,729	6,541,652	6,517,651	5,972,241	6,042,200
Federal sources	414,802	421,190	1,044,672	1,226,766	1,205,405	1,410,587
Total revenues	9,991,332	10,985,003	9,870,008	9,640,050	9,134,623	9,313,958
Expenditures:						
Current:						
Instruction	5,823,457	5,281,125	5,257,742	5,303,555	5,097,174	5,642,940
Supporting services:						
Students	358,673	305,403	250,335	281,786	243,365	240,638
Instructional staff	119,692	127,153	58,384	119,265	176,170	151,886
General administration	309,806	296,446	246,704	232,141	303,589	316,482
School administration	1,079,961	908,682	771,327	619,652	568,968	804,974
Business	498,427	442,006	440,355	386,762	354,334	396,236
Operation and maintenance of facilities	1,221,515	1,072,644	1,082,228	1,074,863	1,029,589	1,170,273
Student transportation	415,781	406,400	364,664	331,228	313,860	395,293
Total expenditures	9,827,312	8,839,859	8,471,739	8,349,252	8,087,049	9,118,722
Excess of revenues over expenditures	164,020	2,145,144	1,398,269	1,290,798	1,047,574	195,236
Other financing sources (uses):						
Net transfers and other financing sources (uses)	(35,004)	815	(29,000)	(25,000)	536,942	252,289
Net change in fund balances	129,016	2,145,959	1,369,269	1,265,798	1,584,516	447,525
Fund Balances - Beginning	5,923,813	4,953,330	3,584,061	2,318,263	733,747	286,222
Fund Balances - Ending	\$ 6,052,829	\$ 7,099,289	\$ 4,953,330	\$ 3,584,061	\$ 2,318,263	\$ 733,747



Notes:
The 2016 anticipated budget is from the proposed budget approved by the Board in June 2015.

Source: District records.

**GARFIELD COUNTY SCHOOL DISTRICT
General Fund Expenditures Per Student**

Years Ended June 30, 2015 through 2011 with Anticipated Budget for the Year Ending June 30, 2016

	Anticipated Budget 2016	2015	2014	2013	2012	2011
General fund expenditures per student:						
Instruction	\$ 6,316	\$ 5,703	\$ 5,653	\$ 5,594	\$ 5,499	\$ 6,100
Supporting services:						
Students	389	330	269	297	263	260
Instructional staff	130	137	63	126	190	164
General administration	336	320	265	245	327	342
School administration	1,171	981	829	654	614	870
Business	541	477	474	408	382	428
Operation and maintenance of facilities	1,325	1,158	1,164	1,134	1,111	1,265
Student transportation	451	439	392	349	339	427
Total general fund expenditures per student	<u>\$ 10,659</u>	<u>\$ 9,546</u>	<u>\$ 9,109</u>	<u>\$ 8,807</u>	<u>\$ 8,724</u>	<u>\$ 9,858</u>
Student fall enrollment count	922	926	930	948	927	925

Source: District records.

GARFIELD COUNTY SCHOOL DISTRICT
Historical Summaries of Taxable Values of Property
 Tax (Calendar) Years 2014 through 2010

	<u>2014</u>		<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
	<u>Taxable Value</u>	<u>% of TV</u>	<u>Taxable Value</u>	<u>Taxable Value</u>	<u>Taxable Value</u>	<u>Taxable Value</u>
Set by County Assessor-Locally Assessed						
Real property:						
Primary residential	\$ 126,999,615	20.2 %	\$ 125,196,480	\$ 123,342,120	\$ 122,037,670	\$ 113,553,700
Secondary residential	185,791,435	29.5	182,871,435	181,682,555	184,828,215	177,931,015
Commercial and industrial	98,800,255	15.7	84,071,815	84,758,275	84,427,200	84,216,245
Agricultural and Farmland Assessment Act (FAA)	14,803,315	2.4	14,838,670	14,762,630	14,749,650	14,829,340
Unimproved non FAA	93,241,265	14.8	93,144,205	94,155,065	94,414,440	107,001,895
Total real property	<u>519,635,885</u>	<u>82.6</u>	<u>500,122,605</u>	<u>498,700,645</u>	<u>500,457,175</u>	<u>497,532,195</u>
Personal property:						
Primary mobile homes	198,140	0.0	227,880	215,710	207,265	228,725
Secondary mobile homes	-	0.0	-	19,925	17,425	17,425
Other business personal	11,778,530	1.9	12,579,740	13,659,190	15,023,185	15,118,525
Total personal property	<u>11,976,670</u>	<u>1.9</u>	<u>12,807,620</u>	<u>13,894,825</u>	<u>15,247,875</u>	<u>15,364,675</u>
Fee in lieu	<u>16,758,000</u>	<u>2.7</u>	<u>17,150,267</u>	<u>17,572,933</u>	<u>17,198,867</u>	<u>20,005,985</u>
Total locally assessed	<u>548,370,555</u>	<u>87.1</u>	<u>530,080,492</u>	<u>530,168,403</u>	<u>532,903,917</u>	<u>532,902,855</u>
Set by State Tax Commission-Centrally Assessed						
	<u>81,050,453</u>	<u>12.9</u>	<u>77,702,618</u>	<u>90,096,651</u>	<u>74,047,398</u>	<u>76,088,104</u>
Total taxable value	<u>\$ 629,421,008</u>	<u>100.0 %</u>	<u>\$ 607,783,110</u>	<u>\$ 620,265,054</u>	<u>\$ 606,951,315</u>	<u>\$ 608,990,959</u>
Total taxable value (less fee in lieu)	<u>\$ 612,663,008</u>		<u>\$ 590,632,843</u>	<u>\$ 602,692,121</u>	<u>\$ 589,752,448</u>	<u>\$ 588,984,974</u>

Source: District records.

GARFIELD COUNTY SCHOOL DISTRICT
Tax Rates and Revenue

Years Ended June 30, 2015 through 2013 with Anticipated Budget for Year Ending June 30, 2016

	Anticipated Budget		2015		2014		2013	
	Tax Rate	Budget	Tax Rate	Revenue	Tax Rate	Revenue	Tax Rate	Revenue
General Fund:								
Basic	0.001736	\$ 1,160,708	0.001419	\$ 969,949	0.001535	\$ 1,183,163	0.001651	\$ 1,002,437
Board local	0.000126	84,245	0.001910	1,305,569	0.001981	1,526,936	0.001952	1,185,195
Voted local	0.001772	1,184,778	0.001772	1,211,240	-	-	-	-
Total general fund	0.003634	2,429,731	0.005101	3,486,758	0.003516	2,710,099	0.003603	2,187,632
Debt Service Fund:								
Debt service	-	-	-	-	0.001807	1,392,818	0.001772	1,075,905
Capital Projects Fund:								
Capital local	0.003000	2,005,831	0.001282	876,303	0.001333	1,027,463	0.001317	799,643
Total tax rate / revenue	0.006634	\$ 4,435,562	0.006383	\$ 4,363,061	0.006656	\$ 5,130,380	0.006692	\$ 4,063,180

Notes:

Tax rates are levied for the calendar year. For example, calendar year 2015 tax rates apply to the District's fiscal year ending June 30, 2016. Revenue include current taxes, redemptions (delinquent taxes collected in the current year), and fees in lieu of taxes (primarily motor vehicle fees). Redemptions of prior-year taxes are allocated using current tax rates.