

# Provo City School District

## Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

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PROVO, UT 84604  
(801) 374-4800  
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Provo City School District  
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Provo, UT 84604  
801-374-4800  
[www.provo.edu](http://www.provo.edu)

# Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2015

Keith Rittel  
Superintendent

Stefanie Bryant  
Business Administrator

Prepared By:  
Devyn Dayley  
Director of Accounting

Provo City School District  
Board of Education and Officers

Picture not available at time of publication

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# Introductory Section

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Keith Rittel  
Superintendent  
Stefanie Bryant  
Business Administrator

September 25, 2015

**To the Members of the Provo City School District Board of Education and the Patrons of Provo City School District:**

We are pleased to present, Provo City School District's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2015. This Comprehensive Annual Financial Report (CAFR) includes financial and non-financial information to meet the needs of a broad spectrum of readers.

The report is prepared in accordance with generally accepted accounting principles (GAAP) which are applicable to governmental entities throughout the United States. The Governmental Accounting Standards Board (GASB) establishes local government accounting principles. This report conforms to all current, relevant pronouncements of the GASB, which, taken as a whole, are referred to as generally accepted accounting principles (GAAP).

Management assumes full responsibility for all of the information presented in this report. The District believes the presentation of the report is accurate in all material respects, and the financial position and results of operations are presented fairly. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. *Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.* The District's comprehensive internal control framework has been designed to provide reasonable, but not absolute assurance regarding:

- (1) the safeguarding of assets against loss from unauthorized use or disposition, and
- (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

State law requires that school districts publish, within five months of the close of each year, a complete set of financial statements which are audited by a firm of licensed certified public accountants. Hansen, Bradshaw, Malmrose & Erickson, P.C., a firm of licensed certified public accountants, has audited the District's financial statements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified ("clean") opinion for the District's financial statements for the fiscal year ended June 30, 2015; this opinion indicates the statements are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the Financial Section in this report.

**Superintendent's  
Message**

The independent audit of the financial statements of the District was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of the Office of Management and Budget Circular A-133, Audits of States and Local Governments and Non-Profit Organizations, are the authoritative standards governing Single Audit engagements. These standards require the independent auditor to report not only on the fair presentation of the financial statements, but also on the District’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the District’s separately issued Single Audit Report. A copy of the Single Audit Report is available from the District Business Office.

In addition to the Single Audit requirements, the District is required to meet audit requirements according to Utah State Code 51-2 to report on compliance with significant state fiscal laws. Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of management’s discussion and analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in connection with it. The District’s MD&A immediately follows the independent auditor’s report.

## **DISTRICT PROFILE**

### ***Summary***

Provo City School District was officially organized in 1898. Provo City School District is one of 41 public school districts in Utah, and the District serves approximately 16,600 students. The major purpose of the District is to provide public education to students who reside in Provo City which is located in the central portion of Utah County, Utah. To accomplish this purpose, the District operates two traditional high schools, an alternative high school, two middle schools, thirteen elementary schools, and an E-school (online) which services all grade levels. The District continues to have a positive influence on the community by offering both traditional and proven non-traditional education to its students. These nontraditional alternatives include preschool training for disabled students, adult high school completion, the largest selection of on-line courses in the state, and concurrent enrollment where students can earn high school and college credits simultaneously. Programs such as advanced placement, special education, music, career technology, dual language, multicultural programs, gifted and talented programs, and many other enrichment programs in all curriculum areas are offered by the District. The District has strong technical and foreign language programs in both traditional and on-line offerings, and is one of the few Districts in the state to offer elementary foreign languages, along with existing secondary language programs.

### ***Reporting Entity***

Provo City School District is a legally separate entity enjoying all rights and privileges accorded political subdivisions in the State of Utah. Policy making and legislative authority and oversight are vested in the Board of Education consisting of seven members. The Board of Education is responsible, among other things, for developing policy, adopting the annual budget, levying property taxes, incurring bonded debt, and appointing both the Superintendent and Business Administrator. The Board of Education and District administration recognize that the District’s financial health largely dictates its ability to deliver the most appropriate education for each individual student. The Superintendent and Business Administrator are responsible for carrying out the policies of the Board of Education and oversight of the day-to-day operations of the District. The Board of Education is elected locally on a non-partisan basis.

The Provo City School District Foundation (Foundation) is a discretely presented component unit of the District; the Foundation is a legally separate entity established to support the District. The Foundation's financial data is presented as a separate column on the government-wide financial statements of the District. The Municipal Building Authority (Building Authority) of Provo City School District is a blended component unit established to support the District. There are no other units of government that are dependent on the District.

**Governing  
Structure**

The District Board of Education consists of seven members. The Board of Education represents the Provo City citizenry and has been elected from precincts which were independently determined by the Provo City Council. A map of the precinct boundaries is included in the Introductory Section of the report.

**MAJOR INITIATIVES AND LONG-TERM FINANCIAL PLANNING**

**District Efforts**

The financial position of the District remains stable. The District has been able to maintain a strong financial position, continuing the recovery from the recession. Fiscal year 2014-2015 saw revenue increases from both State and Federal sources. In November of 2014, the Board of Education placed \$108 million in GO bonds on the ballot for the purpose of rebuilding four elementary schools and one high school that were most critical on the long-term capital improvement plan. Voters approved these bonds and just over \$50 million of the bonds were issued in fiscal year 2015, with the remainder intended to be issued in fiscal year 2016. These bonds will allow the District to replace the most critical buildings, while providing necessary repairs and maintenance to the other District buildings with the property tax revenue generated from the capital levy.

District fund balances have increased from \$36,641,537 at June 30, 2014, to \$90,289,673 at June 30, 2015. This fund balance increase is primarily due to the GO bonds issued. While State law allows only a modest fund balance in the General fund, these monies allow the District to respond to a variety of emerging issues, including the need for funds in the future due to funding cuts. Healthy fund balances and financial position allow the District to secure future financing at favorable interest rates and to explore promising educational reform without reducing resources to current programs.

Provo School District is well managed. District administration's first priority is to provide as many resources as possible to teachers and students in the classroom. The budget includes aggressive initiatives to provide up-to-date curriculum and cutting edge technology, along with professional development activities to provide teachers with the tools they need to be the most effective educators to the students of Provo City School District.

District administration has spent this fiscal year refining the vision and strategy originally provided by the 20/20 Initiative. This initiative, along with strong school board goals, assisted administrators in creating a district improvement plan with one aim: student achievement. With the "aim" in mind, all stakeholders, including teachers, parents, administrators and students, will together create an environment that is conducive to learning and succeeding. During the budget preparation and discussions, District administration's priorities are to keep as many resources in the classroom as possible. With a clear direction and goals, administration can provide resources to accomplish many of the aggressive goals provided by the board, the District Improvement Plan, and the 20/20 Initiative.

The District has an established record of being financially transparent and well run, consistently earning national financial awards. The District is committed to maintaining balanced budgets. We are

taking advantage of improving revenues to provide resources to promote educational achievement in the form of cutting-edge technology and professional development for our employees. Resources are also focused on one of the District's most important asset: its people. Making sure that we hire and retain the best teachers is a high priority to District administration.

**District Master Plan**

Another important asset to Provo City School District is its capital assets. Capital improvements are funded through two major sources: capital tax levies and general obligation bonds. With the general obligation bonds that were issued this year, and the forthcoming issue for next year, the District continues a targeted and aggressive capital improvement schedule based on a community-based committee's long term capital plan recommendation.

All capital projects and maintenance efforts are part of a progressive 20-year building replacement and major upgrade plan. The oldest buildings, in most need of repair, will be replaced first, the years of original construction range from 1931-2011. The District completed \$8.9 million in large projects, from capital outlay funds and other balances, during fiscal year 2015. Fiscal year 2016 will see the construction of two of our elementary schools, Rock Canyon and Sunset View, and the commencement of the construction of Provo High School, using the bond proceeds. The following year will see the construction of two additional elementary schools: Provost and Edgemont. The District's capital outlay tax levy will provide approximately \$6 million annually, which is used for ongoing building repairs and maintenance and minor renovations. Most major renovations and new building construction is funded through general obligation bonding.

**Budget Development**

The District strategically manages its operations with a focused effort to maintain its end of year fund balances. The District's process includes an annual review of all District programs including a program-level needs assessment analysis. The Board approves the budget in June for the following fiscal year. The District is pleased to report that budget decisions made in the last few fiscal years have enabled the District to maintain healthy fund balances. The General Fund unassigned fund balance on June 30, 2015 was \$5,715,504. Total restricted governmental fund balances on June 30, 2015 were \$62,855,584, which includes \$2.0 million in restricted General Fund programs, \$877K in Debt Service, \$55 million in Capital Projects (including bond proceeds), \$3.4 million in Building Reserve, and \$1.6 million in Food Services. The remaining fund balances include \$622K in Nonspendable fund balances, \$19.5 million in Committed fund balances, and \$1.6 million in assigned fund balances.

**State Funding**

The 2015 state fiscal school finance program is designed to provide every Utah school district with a basic operation program of \$2,972 per weighted pupil unit (WPU) (up from \$2,899 in fiscal year 2014 year). The Weighted Pupil Unit (WPU), part of the Minimum School Program, is a measure of student enrollment based on a pro-rated amount of days in attendance per student.

**LOCAL ECONOMY**

**Utah Economic Position**

The economic outlook of the District is heavily dependent on state aid, providing 55.8% of General Fund revenues. As noted above, the WPU is provided based on student enrollment. Enrollment in fiscal year 2015 was 16,600. Projected enrollment for the FY16 and FY17 is 17,525 and 18,000, respectively. The state Uniform School Fund was constitutionally established in 1938 and is used to equitably allocate funding for statewide public education programs. Since 1947, all taxes based on income have been constitutionally required to be used for public education. In 1996, voters in Utah approved a constitutional change providing that these revenues could also be used for higher education. Additionally,

a statewide property tax rate is levied to finance the Uniform School Fund and is applied against the taxable value of real and personal property.

Unemployment rates in Utah have consistently been lower than the national average. In 2015, Utah's nonagricultural employment increased an estimated 4.5%, or 59,200 jobs, between June 2014 and June 2015. Nationally, employment increased 2.1% from June 2014 and June 2015. Utah's unemployment rate was 3.5% during June 2015, staying relatively flat from June 2014. The national unemployment rate was 5.3% in June 2015.

Provo City is the county seat of Utah County, which has seen explosive growth in recent years. The 2010 U.S. Census indicated that Utah County's population had grown to 516,564. The state's population is projected to reach 3.7 million in 2020, 4.4 million in 2030, 5.2 million in 2040, 6.0 million in 2050, and 6.8 million in 2060.

Utah will continue to experience population growth at a rate higher than most states in 2015 on account of strong natural increase in addition to in-migration. Natural increase (births less deaths) is anticipated to add 36,000 people to Utah's population. While net in-migration has slowed since the peak of the economic expansion, Utah's net migration is projected to remain positive at around 4,000 people. In addition, the percentage of Provo residents enrolled in the Provo School District has increased slightly with the addition of Provo E-school, but some Provo residents are choosing to send their children to charter and private schools. Approximately 9 out of every 100 Provo residents is a student in Provo School District.

**Budgetary  
Control**

The District adopts an annual budget for all revenues and expenditures; the adopted budget serves as the financial operating plan throughout the fiscal year. Revisions may be implemented during the year, and revisions are approved and authorized by the Board of Education through public hearing. Pursuant to Utah Code 53A-19-108, the District submits monthly budget reports to the Board of Education for review.

All annual appropriations lapse at fiscal year-end with the exception of those indicated as a fund balance reserve. During June of each year, the District Superintendent submits to the Board a proposed operating budget for the next fiscal year commencing July 1. This budget includes proposed expenditures and the means of financing them. Included also is a final budget for the current year ending June 30.

Utah Code Annotated, Section 53A-19-104 states, "A local school board may not make any appropriation in excess of its estimated expendable revenue, including undistributed reserves." It has been the policy of the District to estimate appropriations as accurately as possible.

The Board of Education legally adopts, by resolution, the next fiscal year's budget on or before June 22, after obtaining taxpayer input. If the District is required to, or chooses to go through the truth in taxation process, revised tax rates are set in August, through public hearing and Board of Education approval.

**Capital Budget**

A formal capital budget approval process is used which requires the Board of Education to authorize line item capital improvement projects greater than \$50,000 for the next fiscal year. The Board appropriated \$8.6 million for planned capital projects and improvements for Fiscal Year 2014-15. Appropriations for capital projects and improvements for fiscal year 2014-15 were increased from 2013-14 by just under \$3 million. Several projects were undertaken in fiscal year 2015, including the Timpview High School multi-sports field and several HVAC projects throughout the district.

**Other Post-  
Employment  
Benefits**

The District provides a life-time Medicare supplemental insurance benefit for retired employees who have completed at least 20 years of service as of January 1, 2005; the plan also provides coverage for spouses of employees who have completed 30 years of service by January 1, 2005. There are approximately 498 retirees receiving benefit coverage in addition to 197 present employees (and spouses) who have earned vested coverage upon retirement.

An actuarial study was completed in 2015, based on data as of July 1, 2014 that reflects an accrued liability of \$8,877,000 for the Medicare supplement and \$24,140,000 for the insurance associated with those retirees (and spouses) who have not reached age 65 as well as current employees (and spouses) who have vested eligibility. An additional \$9,111,000 reflects an accrued liability for early retirement stipends. The annual recommended contribution (assuming 30 year amortization) was reported to be \$2,039,000. The District contributed \$3,482,154 for retiree benefits during fiscal year 2015. More detailed information can be found in Note 8 to the financial statements.

### **AWARDS AND ACKNOWLEDGEMENTS**

**Government  
Finance  
Officers  
Association**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Provo City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2014. This was the twelfth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The District believes that the current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and will submit it to the GFOA to determine its eligibility for another certificate.

**Association of  
School  
Business  
Officials**

The District also received the Association of School Business Officials (ASBO) International's Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the Year Ended June 30, 2014. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International.

The award is granted only after an intensive review of the District's financial reports by an expert panel of certified public accountants and practicing school business officials and is valid for a period of one year. This was the twelfth year the District has received the ASBO Certificate of Excellence.

Provo City School District expresses its appreciation to members of the Provo City School District Board of Education. Their interest and support in conducting the financial affairs of Provo City School District was critical to the success of District operations and achievements made.

The preparation of the report on a timely basis could not be accomplished without the efficient and dedicated services of the entire business staff. The District is appreciative of the efforts made by Devyn Dayley, Director of Accounting, for preparing this report and coordinating the annual audit. In addition, the entire business office staff's efforts throughout the year are dually appreciated.



Most importantly, the District expresses appreciation to all of the members of the departments and schools who assisted in the appropriate management, timely processing, and closing of the District's financial records. Their diligence and dedication is critical to the proper management of the District's financial assets and the overall delivery of quality services to District patrons.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read 'K. Rittel', with a stylized flourish extending to the right.

Keith Rittel, Superintendent

A handwritten signature in black ink, clearly legible as 'Stefanie Bryant'.

Stefanie Bryant, Business Administrator



Government Finance Officers Association

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

Presented to

**Provo City School District  
Utah**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO

# Association of School Business Officials International



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

## **Provo City School District**

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2014*

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



A handwritten signature in black ink, appearing to read "M. Pepera", written over a horizontal line.

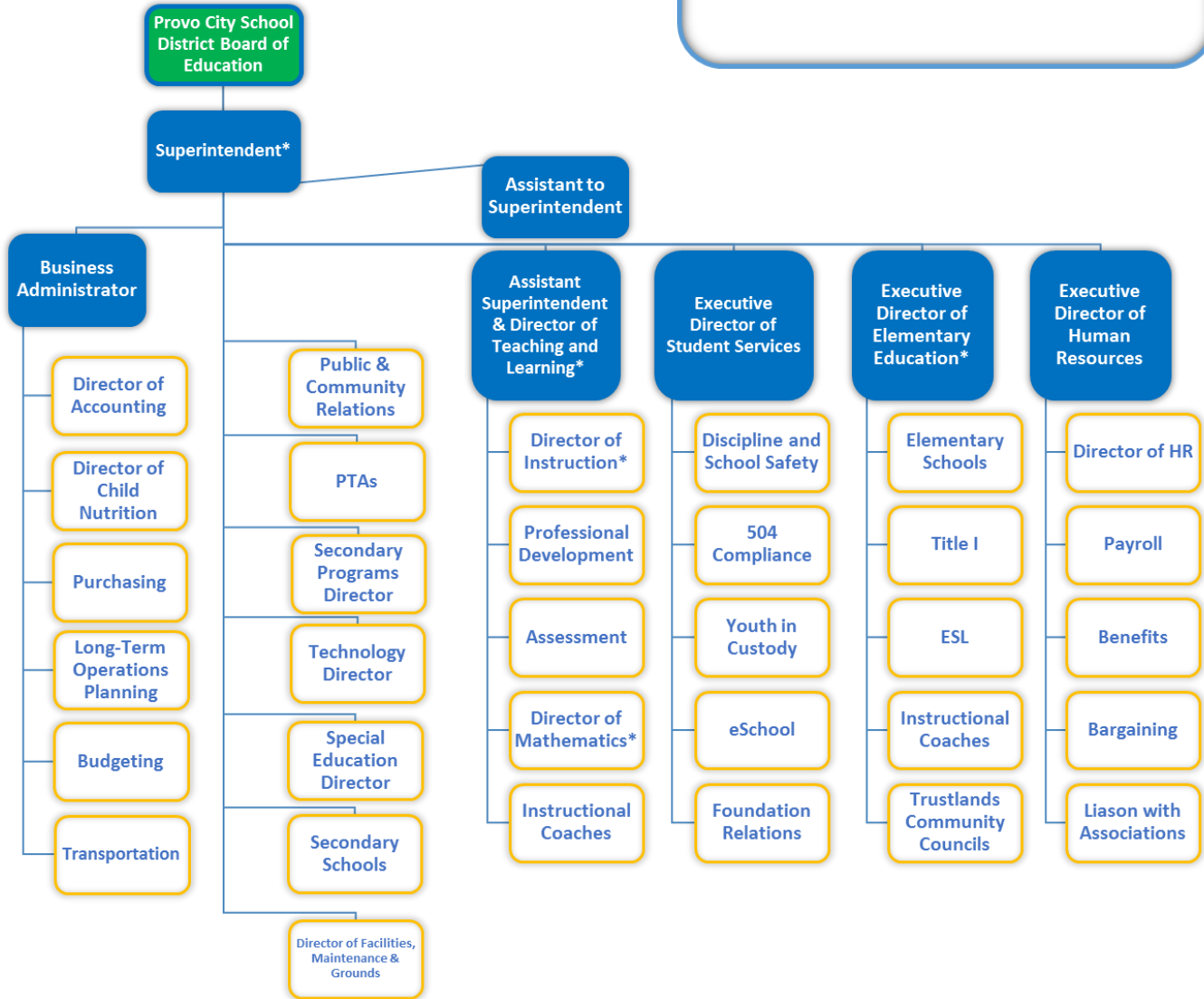
Mark C. Pepera, MBA, RSBO, SFO  
President

A handwritten signature in black ink, appearing to read "John D. Musso", written over a horizontal line.

John D. Musso, CAE, RSBA  
Executive Director

PROVO CITY SCHOOL DISTRICT  
Organizational Chart

**KEY:**  
 Green box is PCSD Board  
 Blue boxes are Council-Level Administrators  
 Yellow boxes are non-Council positions  
 \*Indicates members of "Instructional Council"



## Board of Education

Taz Murray  
District 1  
Present Term: 2015-2018  
Initial Appointment: 2014

Michelle Kaufusi  
District 2  
Present Term: 2015-2018  
Initial Appointment: 2011

McKay Jensen (Vice President)  
District 3  
Present Term: 2015-2018  
Initial Appointment: 2013

Shannon Poulsen  
District 4  
Present Term: 2015-2018  
Initial Appointment: 2003

Julie Rash (President)  
District 5  
Present Term: 2013-2016  
Initial Appointment: 2013

Marsha Judkins  
District 6  
Present Term: 2013-2016  
Initial Appointment: 2013

Jim Petterson  
District 7  
Present Term: 2013-2016  
Initial Appointment: 2013

## District Administration

Keith Rittel  
Superintendent  
Initial Appointment: 2012

Stefanie Bryant  
Business Administrator  
Initial Appointment: 2014

Ray Morgan  
Assistant Superintendent/Director of  
Teaching and Learning

Gary Wilson  
Director of Student Services

Gary Wall  
Executive Director of Human Resources

Jason Cox  
Director of Human Resources

Morgan Anderson  
Special Programs Director

Alex Judd  
Title I Director

Jared Ferguson  
Career Technology Education Director

Devyn Dayley  
Accounting Director

Chad Duncan  
Technology Director

Mark Wheeler  
Facilities Director

Laura Larsen  
Food Services Director

## School Administration

### Elementary Schools

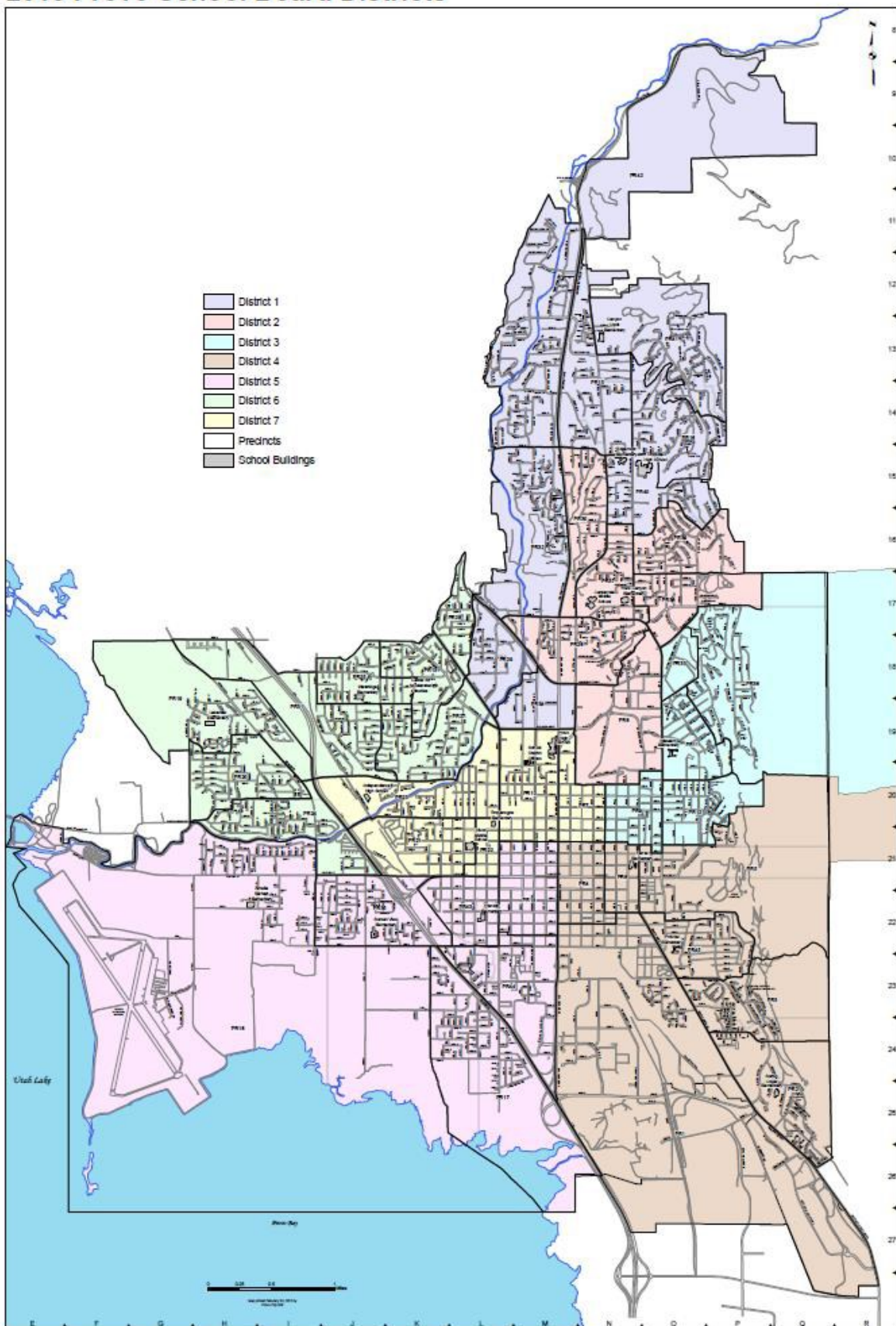
Amelia Earhart ..... Ryan McCarty  
Canyon Crest ..... Darren Johnson  
Edgemont ..... Dennis Pratt  
Provo Peaks ..... Geo Guzman  
Franklin ..... Kim Hawkins  
Lakeview ..... Drew Daniels  
Provost ..... Dr. Stephen Oliverson  
Rock Canyon ..... Dean Nielsen  
Spring Creek ..... Missy Hamilton  
Sunset View ..... Clint Smith  
Timpanogos ..... Carrie Rawlins  
Wasatch ..... Rene Cunningham  
Westridge ..... Chris Sorensen

### Middle Schools

Centennial ..... Mitch Swenson  
Dixon ..... Jarod Sites

### High Schools

Provo High ..... Karen Brown  
Timpview ..... Dr. Michael Todd McKee  
Independence ..... Lani Quisenberry



# Financial Section

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# Hansen, Bradshaw, Malmrose & Erickson

A Professional Corporation

CERTIFIED PUBLIC ACCOUNTANTS

559 West 500 South  
Bountiful, Utah 84010  
801-296-0200  
Fax 801-296-1218

E. Lynn Hansen, CPA  
Clarke R. Bradshaw, CPA  
Gary E. Malmrose, CPA  
Edwin L. Erickson, CPA  
Michael L. Smith, CPA  
Jason L. Tanner, CPA  
Robert D. Wood, CPA

Aaron R. Hixson, CPA  
Ted C. Gardiner, CPA  
Jeffrey B. Miles, CPA

*Members of the  
American Institute  
of Certified Public  
Accountants*

*Members of the  
Private Company  
Practice Section*

## INDEPENDENT AUDITORS' REPORT

The Governing Body  
Provo City School District

### *Report on the Financial Statements*

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

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

The District's 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.

### *Auditors' 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 auditors' 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 District'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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Provo City 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.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 19-27 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

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

The accompanying supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical section 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 September 25, 2015 on our consideration of Provo City School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Hansen, Bradshaw, Malmrose & Erickson, P.C.*

September 25, 2015

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# Management Discussion and Analysis

This section of Provo City School District's (District) Comprehensive Annual Financial Report presents management's discussion and analysis of the District's financial performance during the year ended June 30, 2015. The MD&A is intended to provide an analysis directly related to the information presented in the transmittal letter found on pages 1 through 7 of this report and the District's financial statements, which follow the MD&A in this report.

## ***Financial Highlights***

***The financial position of the District remains stable.*** The following highlights are considered by the District to be significant factors in measuring the District's financial performance for the fiscal year ended June 30, 2015.

**Government-Wide Net Position.** The District's total assets exceeded liabilities by \$75.1 million at the close of fiscal year 2015.

**Government-Wide Financial Progress (full-accrual basis of accounting):** During the year, expenses were \$11.1 million less than the \$127.6 million generated in taxes and other revenues for governmental activities. The \$11.1 million increase in net assets is due primarily to an increase in state funding corresponding with the increase in enrollment and the increase in the WPU. The decrease of \$41.3 million from the prior period adjustment is due to GASB 68, which requires the District to report their proportionate share of the net pension liability and/or net pension asset reported to us by the Utah Retirement System.

**Governmental Fund Financial Progress (modified-accrual basis of accounting):** During the year ended June 30, 2015 the combined fund balance increased by \$53.6 million. This fund balance increase is primarily due to the issuance of \$50 million in general obligation bonds. An additional \$50 million of general obligation bonds are intended to be issued in fiscal year 2016. The proceeds from these bonds will be used to rebuild four elementary schools and one high school.

The District's **Capital Projects fund** makes up the largest portion of the overall total fund balance among all governmental funds at \$55 million (this includes bond proceeds). The General fund has a fund balance of \$27.8 million, increasing by \$1.4 million in fiscal year 2015, primarily in restricted funds.

**District Master Plan** - All capital projects and maintenance efforts are part of a progressive 20 year building replacement plan. Capital improvements are funded through two major sources: the capital outlay tax levy and general obligation bonds. During fiscal year 2014, District administration, school board members, and community stakeholders began meeting regarding the capital improvement plan and the most critical buildings. All of the groups came to the consensus that issuing bonds would be the best way to take care of replacing the needed schools. In November 2014, the bonds were on the ballot for the citizens of Provo to vote on. The voters approved the bonds by a significant majority.

The new bonds issued in 2015 and the forthcoming bonds in 2016 will facilitate in the replacement of Edgemont, Provost, Rock Canyon and Sunset View, along with Provo High School. At June 30, 2015, construction on Rock Canyon and Sunset View elementary schools has begun, and significant planning has been done on the rebuild of Provo High School.

## ***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 are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

### **A. Government-wide financial statements**

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The *Statement of Net Position* presents information on all of the assets and liabilities of the District, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

The government-wide financial statements can be found on pages 30 to 31 of this report.

## **B. 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 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 seven individual governmental funds. The District has, in the past, used the Municipal Building Authority, reported as a blended component unit, as an additional governmental fund. That fund is currently not being used. This year there is a new fund, called the Tax Increment fund, which reports the amount of property tax revenue that the District would receive, but is sent to the Provo Redevelopment Agency for projects throughout the city of Provo. 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, Debt Service fund, and Capital Projects fund, each of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each governmental fund is provided in the form of *combining and individual fund statements* elsewhere in this report.

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

The basic governmental fund statements can be found on pages 32 to 36 of this report.

## **C. 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 37 to 56 of this report.

## **D. Other information**

Combining and individual fund statements and schedules are presented immediately following the notes to the financial statements on pages 68 to 81 of this report. Additional financial and non-financial statistical data and trends are presented in the statistical section of the report.

## ***Government-Wide Financial Analysis (full accrual basis of accounting)***

### **A. Net Position - Governmental Activities**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$75.1 million at the close of the most recent fiscal year. When compared to the previous fiscal year, net position of the District's governmental activities decreased 29% to \$75.1 million. The decrease is due to the implementation of GASB 68, which requires the District to report its total Net Pension Liability and Net Pension Asset. Further, net position is classified as either restricted as to the purposes they can be used for, or are invested in capital assets (land, buildings and improvements, equipment, etc.). Consequently, with the implementation of GASB 68, unrestricted net position is \$1.6 million at the end of this year.

The largest portion of the District's net position (\$61.5 million) reflects its investment in capital assets (e.g., sites, buildings, equipment and vehicles net of accumulated depreciation), net of related long term debt used to acquire such assets (general obligation bonds payable less unspent bond proceeds). Capital assets are used to provide services to students, and are not available for future spending. It should be noted, that the resources needed to repay the related 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 (\$12.1 million) represents fund balances that are subject to external restrictions on how they may be used. The majority of restricted net position is for the Capital Projects fund (Capital Projects and Building Reserve).

	Governmental activities		
	2015	2014	Change from 2014
Current and other assets	\$ 154.4	\$ 85.3	\$ 69.1
Capital assets	101.6	100.6	1.0
Total assets	256.0	185.9	70.1
Other liabilities	50.0	39.2	10.8
Long-term liabilities outstanding	130.9	41.1	89.8
Total liabilities	180.9	80.3	100.6
Net Position:			
Net investment in capital assets	61.5	61.6	(0.1)
Restricted	12.1	12.0	0.1
Unrestricted	1.6	31.8	(30.2)
Total net position	<u>\$ 75.1</u>	<u>\$ 105.4</u>	<u>\$ (30.3)</u>

### **B. Changes in Net Position – Governmental Activities**

The District's total net position decreased by \$30.3 million during the current year. This decrease is primarily due to the reporting of the Net Pension Liability as required by GASB 68. Unrestricted net position decreased by \$30.2 million. This decrease is primarily due to the implementation of GASB 68.

The District's total revenues for the year were \$128.6 million, which represents an increase of \$8.5 million over the prior year. Total federal and state aid comprise (specific to programs and unrestricted) 69% of the District's revenues; property taxes generated 27% of the District's revenues. Revenues from operating grants and contributions increased from the prior year by \$9.5 million, primarily due to an increase in state revenue.

As compared to the prior year, the total cost of all programs and services increased by \$1.9 million to \$117.6 million. Instruction and support services (including food services) were 66% and 28%, respectively, of the District's expenses. Increases in expenses were primarily due to normal increases in salaries and benefits and equipment expenses relating to the District's technology initiative.

Changes in federal and state aid are a reflection of changes in funding for specific programs and changes in student enrollment. State aid is based primarily on weighted pupil units (WPU) and other appropriations. If a student is in membership a full 180 days, the state awards the District one WPU. The state guarantees that if local taxes do not provide money equal to the guarantee it will make up the difference with state funding. The value of the WPU for the year ended June 30, 2015 was \$2,972 (\$2,899 for fiscal year 2014).

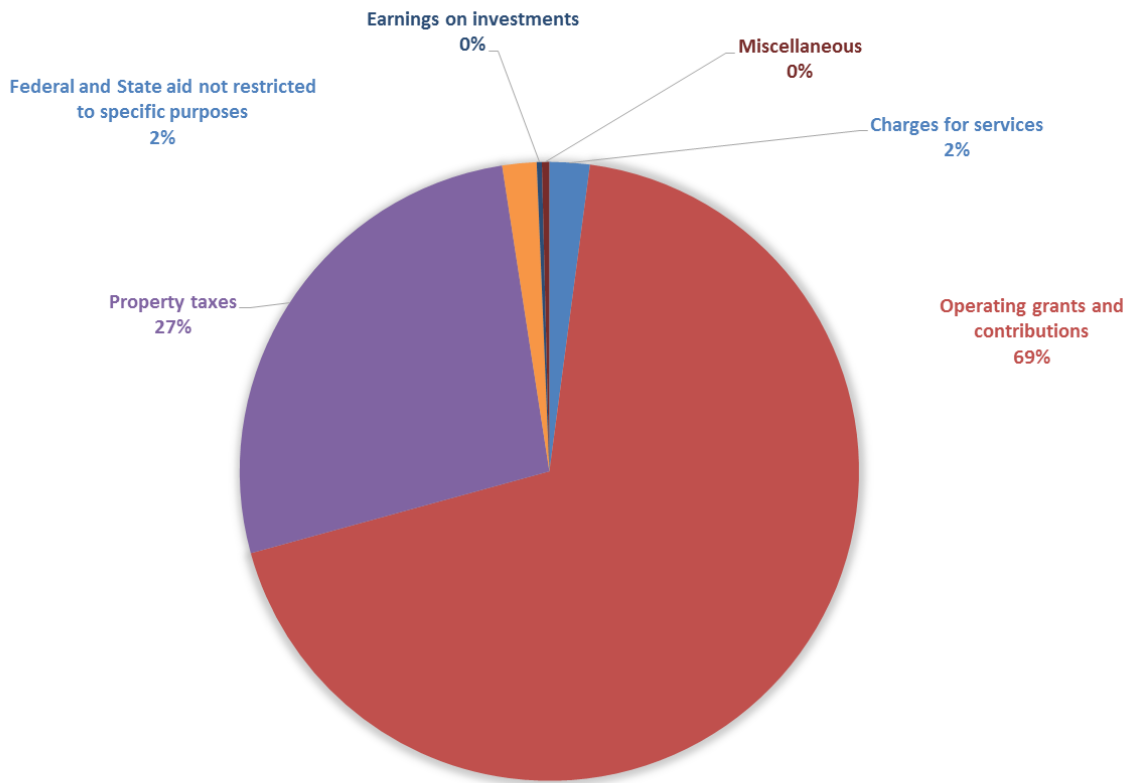
**Provo City School District's Changes in Net Position**

Years Ended June 30, 2015 and 2014

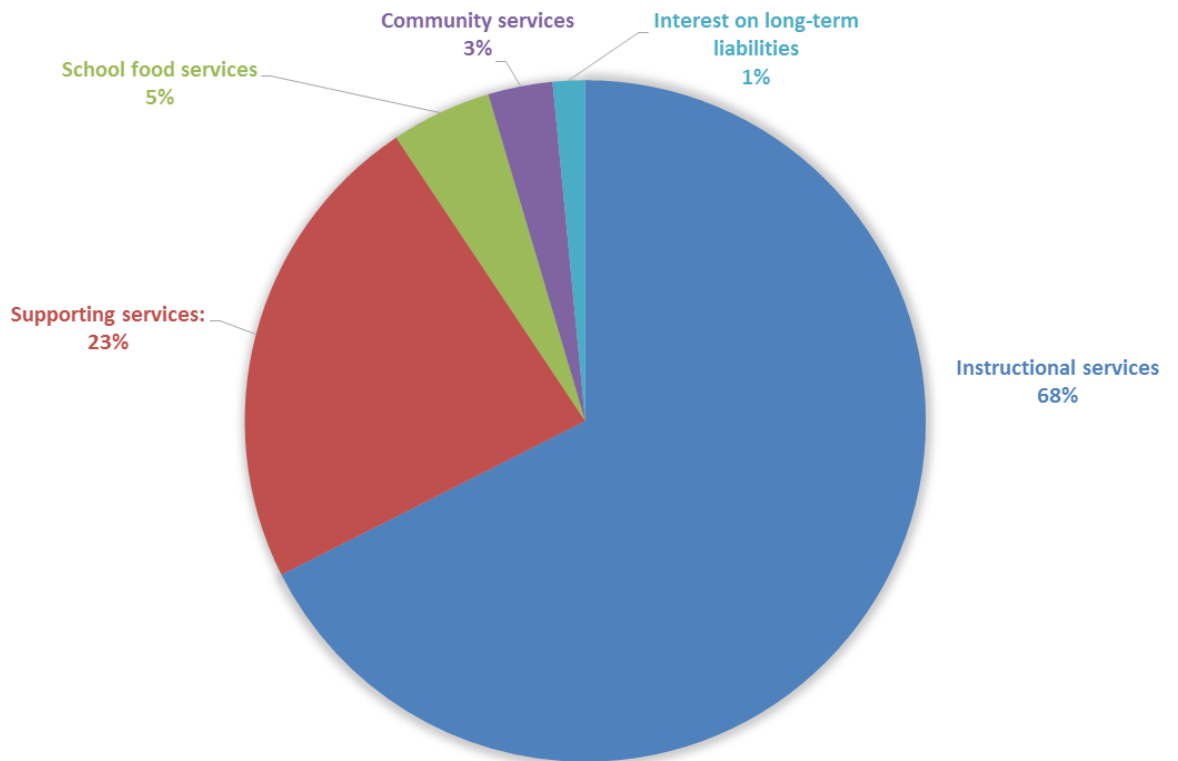
(in millions of dollars)

	Governmental activities		
	2015	2014	Change from 2014
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 2.7	\$ 4.0	\$ (1.3)
Operating grants and contributions	88.3	78.8	9.5
General revenues:			
Property taxes	34.5	32.7	1.8
Federal and state aid not restricted to specific purposes	2.3	3.9	(1.6)
Earnings on investments	0.3	0.3	-
Miscellaneous	0.5	0.4	0.1
Total revenues	128.6	120.2	8.5
<b>Expenses:</b>			
Instructional services	79.3	76.5	2.8
Supporting services:			
Students	4.1	4.0	0.1
Instructional staff	1.2	1.4	(0.2)
District administration	2.2	1.7	0.5
School administration	5.5	5.5	-
Business	5.7	5.0	0.7
Operation and maintenance of facilities	6.4	6.2	0.2
Transportation	2.0	2.0	-
School food services	5.6	6.1	(0.5)
Community services	3.6	5.7	(2.1)
Interest on long-term liabilities	2.0	1.6	0.4
Total expenses	117.6	115.7	1.9
<b>Changes in net position</b>	11.0	4.5	6.6
<b>Net position, beginning</b>	105.4	100.9	4.5
Prior Period Adjustment	(41.3)	-	(41.3)
<b>Net position, ending</b>	\$ 75.1	\$ 105.4	\$ (30.3)





REVENUES BY SOURCES - GOVERNMENTAL ACTIVITIES  
FOR YEAR ENDED JUNE 30, 2015



EXPENSES BY FUNCTION - GOVERNMENTAL ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015

## ***Governmental Fund Financial Analysis (modified accrual basis of accounting)***

### **A. Governmental funds**

The focus of the District's *governmental funds* is to provide information regarding near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The District is accountable for the following governmental funds:

*General Fund* - used to account for funds associated with K-12 educational activities as well as those funds that do not meet the criteria for reporting in other governmental funds.

*Non K-12 Instruction Fund* (special revenue fund) - used to account for funds that are restricted to programs that are *not* primary components of the District's K-12 education activities.

*School Activities Fund* (special revenue fund) - used to account for activities at the school level, including sports, clubs and instruction related programs.

*Food Services Fund* (special revenue fund) - used to account for local, state, and federal funds restricted to breakfast, lunch, and other food service programs.

*Debt Service Fund* - used to account for funds accumulated and restricted for payments of general long-term obligation debt.

*Capital Projects Fund* - used to account for funds generated through property taxes restricted for capital projects and capital lease obligations.

*Building Reserve Fund* - used to account for funds designated by the Board of Education for new buildings or remodels.

*Municipal Building Authority Fund* - a blended component unit, used to account for funds received from lease revenue bonds under the direction of the Municipal Building Authority. This fund is not currently being used.

*Tax Increment Fund* (special revenue fund) - used to account for property tax revenue that would be received by Provo City School District, but is collected by Utah County and remitted to the Provo City Redevelopment Agency to assist in major projects within Provo City limits.

As the District completed the year, its governmental funds reported a combined fund balance of \$90.3 million, which is a \$53.6 million increase from the previous year. The primary reason for the increase fund balance is the issuance of \$50 million of general obligation bonds. In addition, the following changes should be noted:

- The District's *General* fund balance increased by \$1.4 million. Most of this increase occurred in the restricted portion of the *General* fund balance. This increase is due primarily to an increase in state revenue, along with conservative spending in restricted programs.
- The *Capital Projects* fund balance increased by \$53.1 million. The primary reason for this change in fund balance is due to the issuance of \$50 million in general obligation bonds. These bonds will be used to rebuild four elementary schools and one high school.
- The *Non K-12* fund was closed at the end of the fiscal year. With changes in funding and efforts to standardize expenses, all future expenses that were reported in the *Non K-12* fund will be moved to the *General* fund.
- All other changes in fund balances are due to normal fluctuations in operational resources and property tax collections, and economic constraints.
- Total District expenditures totaled \$128.7 million, an increase of \$8.1 million compared to the previous fiscal year. The increase is primarily due to an aggressive capital improvement plan, expenditures related to initiatives that the District has identified as being the most essential in helping reach the goals set, and normal increases in salaries and benefits.
- General fund salaries totaled \$55.3 million, an increase of \$3.0 million from the previous fiscal year. This is due to an increase in salaries districtwide. Employee benefits, including retirement, Social Security, and insurance (health and accident, industrial, and unemployment) totaled \$27.5 million as compared to \$26 million in the previous year. These benefits fluctuated comparatively to salaries, and also included an increase to retirement rates and health insurance.

Governmental funds report the differences between their assets and liabilities as fund balance, which is divided into non-spendable, restricted, and unrestricted portions. *Non-spendable* includes inventories, long term portion of notes receivable, and any prepaid expenditures (items not expected to be converted to cash). *Restricted* includes net fund balances 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. *Unrestricted* funds are further divided into committed, assigned, and unassigned portions. *Committed* balances reflect the District’s self imposed limitation on the use of otherwise available funds. *Assigned* balances are intended for a specific use and do not require board action. Assigned includes unrestricted programs, amounts in excess of non-spendable, restricted, and committed fund balances in funds other than the General fund. *Unassigned* balances in the General fund are all other undesignated funds, and any residual deficits from other funds.

Changes in local revenues are due to the following elements:

- *Property taxes:* Changes in property taxes are primarily due to changes in assessed property valuations, additions of new taxable properties, and collection rates.
- *Tuitions:* Tuitions represent charges to participants for ancillary programs such as truancy program fees, after school programs, preschool, the Center for High School Studies, recreation activities, and Driver’s Education. Consequently, major changes in tuitions represents fluctuations in both program activity and services provided through these ancillary programs, and economic factors. These tuition revenues also represent fees charged to secondary school students for specific activities; secondary school fees are accounted for in the School Activities fund.
- *Earnings on investments:* Changes in investment earnings are due to market fluctuations in interest rates and the current balance held in the investments.
- *Other revenue from local sources:* This classification represents collections for services rendered to other independent entities, fees for local services rendered, and other miscellaneous income sources including fundraising events in the School Activities fund.
- *Transportation fees, contributions and food services:* Changes are due to normal fluctuations in program level activities, and fluctuations due to economic factors.

PROVO CITY SCHOOL DISTRICT Local Revenues  
(all governmental funds combined)

	2015	2014
Property taxes	\$ 34,716,507	\$ 32,444,766
Tuitions	66,691	214,857
Transportation fees	180,586	211,936
Earnings on investments	331,966	234,793
Food Services	1,091,382	957,423
Other revenues from local sources	6,476,466	7,981,544
Total	\$ 42,863,598	\$ 42,045,319

***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 an increase of \$12.5 million in total General fund revenues and an increase of \$10.6 million in General fund expenditures. The most significant budget changes may be summarized as follows:

- *State revenue* is the primary source of revenue for the District, and the majority of the revenue is allotted to the districts per student. The most significant budget change was to state revenue as a result of the significant increase in enrollment in Provo City School District, primarily attributable to Provo eSchool. The increase in state budgeted revenue was \$9.2 million.

- *Instructional Services* - Budget for instructional services increased throughout the year by \$7.9 million. This is in relation to the increase in enrollment after the budget was approved.
- *Community Services* - Budget for community services increased by \$3.5 million. This is the shift of expenses from *Non-K-12* to the *General* fund. There was also a corresponding \$3.5 million increase in revenue attributed to this shift.
- All other differences between original and final budgets are due to on-going adjustments at the program, function and fund levels as new information is received by the District, and are not significant in amount.

## **Capital Assets & Debt Administration**

### A. Capital Assets

Most capital assets (buildings and equipment) are purchased out of the Capital Projects fund. The Capital Projects fund is also used to account for the costs incurred in maintaining and remodeling District facilities. Other funds are also used to purchase equipment for the functions within each fund.

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

PROVO CITY SCHOOL DISTRICT Capital Assets (net of accumulated depreciation in millions of dollars)				
	2015	2014	Total Change	
School sites (land)	\$ 6.2	\$ 6.2	\$ -	
Works of art	0.4	0.4	-	
Construction in progress	2.8	1.1	1.7	
Buildings	86.0	87.4	(1.4)	
Furniture & equipment	6.2	5.5	0.7	
Total	<u>\$ 101.6</u>	<u>\$ 100.6</u>	<u>\$ 1.0</u>	

Major capital asset events during the current fiscal year included the following:

- Construction was nearly completed on the Timpview multi-sports field.
- Significant HVAC projects were completed in various schools.
- Carpet was replaced in several classrooms throughout the District.
- Several hundred computers were purchased, replacing student labs and teacher computers. Several classroom labs of Chromebooks were placed in schools as part of the District's technology initiatives.

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

**B. Debt Administration**

The general obligation bonded debt of the District is limited by state law to 4% of the fair market value of the total taxable property in the District. The legal debt limit at June 30, 2015 is \$288.2 million. General obligation debt at June 30, 2015 is \$82 million, resulting in a legal debt margin of \$206.2 million.

	Outstanding General Obligation Debt			Total
	2015		2014	Change
Outstanding G.O. Debt	\$	82.0	\$ 35.0	\$ 47.0

Additional information regarding the District's debt can be found in Note 6 to the basic financial statements.

***Request for Information***

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Business Administrator, Provo City School District, 280 West 940 North, Provo, UT, 84604.

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# Basic Financial Statements

Financial Section

PROVO CITY SCHOOL DISTRICT  
Statement of Net Position  
June 30, 2015

	Primary Government	Component Unit
	Governmental Activities	Provo School District Foundation
<b>Assets:</b>		
Cash and investments	\$ 45,129,926	780,102
Restricted Cash	56,551,626	-
Receivables:		
Property taxes	31,409,213	-
Other local, less allowance for doubtful accounts of \$158,532	115,488	-
State	780,388	-
Federal	3,122,256	-
Note receivable	91,028	-
Prepaid expenses	438,103	-
Inventories	153,905	-
Net other post employment benefits	8,701,705	-
Net Pension Asset	54,600	-
Capital assets:		
Land, construction in progress, and works of art	9,375,814	-
Buildings and equipment, net accumulated depreciation	92,201,236	-
<b>Total assets</b>	<b>248,125,288</b>	<b>780,102</b>
<b>Deferred Outflows of Resources:</b>		
Deferred loss on refunding	1,588,780	-
Deferred outflows relating to pensions	6,252,334	-
<b>Total Deferred Outflows of Resources</b>	<b>7,841,114</b>	<b>-</b>
<b>Liabilities:</b>		
Accounts payable	4,151,620	30,689
Accrued interest payable	592,055	-
Payroll and related payables	11,657,418	-
Unearned revenue:		
Other local	155,087	-
Federal	463,428	-
Noncurrent liabilities:		
Portion due or payable within one year	7,514,299	-
Portion due or payable after one year	82,763,845	-
Net Pension Liability	40,632,654	-
<b>Total liabilities</b>	<b>147,930,406</b>	<b>30,689</b>
<b>Deferred Inflows of Resources:</b>		
Deferred property tax revenue	29,080,982	-
Deferred inflows pertaining to pensions	3,856,245	-
<b>Total Deferred Inflows of Resources</b>	<b>32,937,227</b>	<b>-</b>
<b>Net Position:</b>		
Net investment in capital assets	61,464,177	-
Restricted for:		
Debt service	876,789	-
Capital projects	2,599,405	-
Student activities	1,554,242	-
Building reserve	3,372,240	-
School food services	1,679,420	-
Provo School District Foundation	-	749,413
State/Federal Restricted Programs	2,016,530	-
Unrestricted	1,535,966	-
<b>Total net position</b>	<b>\$ 75,098,769</b>	<b>\$ 749,413</b>

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



PROVO CITY SCHOOL DISTRICT

Statement of Activities

For the Year Ended June 30, 2015

Functions	Expenses	Program Revenues		Net Revenues (Expenses) and Changes in net position	
		Charges for Services	Operating Grants and Contributions	Primary	
				Governmental Activities	Component Unit Provo School District Foundation
<b>Governmental activities:</b>					
Instructional services	\$ 79,335,822	\$ 232,866	\$ 73,940,916	\$ (5,162,040)	\$ -
Supporting services:					
Students	4,136,695	1,255,558	2,773,126	(108,011)	-
Instructional staff	1,230,402	-	1,570,259	339,857	-
District administration	2,217,104	-	606,471	(1,610,633)	-
School administration	5,495,155	-	155,889	(5,339,266)	-
Business	5,700,965	-	-	(5,700,965)	-
Operation and maintenance of facilities	6,421,600	-	474,297	(5,947,303)	-
Transportation	1,983,217	180,586	1,113,409	(689,222)	-
School food services	5,554,474	1,091,466	4,627,389	164,381	-
Community services	3,570,276	-	3,038,102	(532,174)	-
Interest on long-term liabilities	1,973,634	-	-	(1,973,634)	-
Total school district	<u>\$ 117,619,344</u>	<u>\$ 2,760,476</u>	<u>\$ 88,299,858</u>	<u>(26,559,010)</u>	<u>-</u>
<b>Component unit:</b>					
Provo School District Foundation					
Instructional services	\$ 263,025	\$ -	286,326	\$ -	\$ 23,301
Total component unit	<u>\$ 263,025</u>	<u>\$ -</u>	<u>\$ 286,326</u>	<u>-</u>	<u>23,301</u>
General Revenues:					
Property taxes levied for:					
Basic state supported program for regular K-12 instruction				8,040,290	-
Voted leeway for regular K-12 instruction				6,181,182	-
Board leeway and Board local leeway				7,217,718	-
Debt service of general obligation bonds				6,561,563	-
Capital outlay for buildings and other capital needs				6,471,222	-
Federal and state aid not restricted to specific purposes				2,309,132	-
Earnings on investments				328,576	3,390
Gain on sale of assets				37,086	-
Miscellaneous				478,360	-
Total general revenues				<u>37,625,129</u>	<u>3,390</u>
Changes in net position				11,066,119	26,691
Net position - beginning, as previously reported				105,370,189	722,722
Prior period adjustments (Note 8)				(41,337,539)	-
Net position beginning, as restated				<u>64,032,650</u>	
Net position - ending				<u>\$ 75,098,769</u>	<u>\$ 749,413</u>

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

PROVO CITY SCHOOL DISTRICT  
Balance Sheet—Governmental Funds  
June 30, 2015

	Major Funds			Other Governmental Funds	Total Governmental Funds
	General Fund	Debt Service Fund	Capital Projects Fund		
<b>Assets:</b>					
Cash and investments	\$ 37,089,435	\$ -	\$ 3,054,989	\$ 4,985,502	\$ 45,129,926
Restricted Cash	2,016,530	694,439	52,402,555	1,438,102	56,551,626
Receivables:					
Property tax	22,756,439	6,145,399	2,507,375	-	31,409,213
Other local	89,791	-	-	25,697	115,488
State	553,053	-	-	227,335	780,388
Federal	3,075,092	-	-	47,164	3,122,256
Note receivable	91,028	-	-	-	91,028
Prepaid items	435,398	-	2,705	-	438,103
Inventories	6,925	-	-	146,980	153,905
<b>Total assets</b>	<b>\$ 66,113,691</b>	<b>\$ 6,839,838</b>	<b>\$ 57,967,624</b>	<b>\$ 6,870,780</b>	<b>\$ 137,791,933</b>
<b>Liabilities, deferred inflows of resources, and fund balance:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 3,460,152	\$ -	\$ 614,792	\$ 76,676	\$ 4,151,620
Payroll and related payables	11,469,216	-	-	188,202	11,657,418
Unearned revenue:					
Other local	155,087	-	-	-	155,087
Federal	463,428	-	-	-	463,428
<b>Total liabilities</b>	<b>15,547,883</b>	<b>-</b>	<b>614,792</b>	<b>264,878</b>	<b>16,427,553</b>
Deferred Inflows of Resources:					
Deferred property tax revenue	22,760,786	5,963,049	2,350,872	-	31,074,707
<b>Fund balance:</b>					
<b>Nonspendable:</b>					
Inventories and prepaid items	442,323	-	-	146,980	589,303
Long-term portion, note receivable	91,028	-	-	-	91,028
<b>Restricted For:</b>					
Building Reserve	-	-	-	3,372,240	3,372,240
School Food Services	-	-	-	1,532,440	1,532,440
Capital Projects	-	-	55,001,960	-	55,001,960
Debt Service	-	876,789	-	-	876,789
State/Federal Restricted Programs	2,016,530	-	-	-	2,016,530
<b>Committed To:</b>					
OPEB	14,198,244	-	-	-	14,198,244
Board voted contingency	5,344,402	-	-	-	5,344,402
<b>Assigned To:</b>					
Schools	-	-	-	1,554,242	1,554,242
Unassigned	5,712,495	-	-	-	5,712,495
<b>Total fund balance</b>	<b>27,805,022</b>	<b>876,789</b>	<b>55,001,960</b>	<b>6,605,902</b>	<b>90,289,673</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 66,113,691</b>	<b>\$ 6,839,838</b>	<b>\$ 57,967,624</b>	<b>\$ 6,870,780</b>	<b>\$ 137,791,933</b>

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

**Total fund balances for governmental funds** \$ 90,289,673

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

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

Land	\$ 6,228,328	
Construction in progress	2,791,336	
Works of art	356,150	
Buildings and improvements	152,944,174	
Furniture and equipment	23,374,627	
Accumulated depreciation for:		
Buildings and improvements	(66,929,443)	
Furniture and equipment	(17,188,122)	
		101,577,050

Net OPEB asset is not reported in the governmental funds. This amount represents accumulated plan contributions in excess of annual OPEB costs. 8,701,705

GASB 68 requires State and local governments to disclose in their government wide accrued basis financial statement of net position, their proportionate share the Net Pension Liability and/or the Net Pension Asset and the deferred inflows and outflows of resources relating to pensions and pension expense.

Net Pension Asset	\$ 54,600	
Deferred outflows pertaining to pensions	6,252,334	
Net Pension Liability	(40,632,654)	
Deferred inflows pertaining to pensions	(3,856,245)	(38,181,965)

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 revenue in the funds. 1,993,725

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. (592,055)

Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position. Balances at year-end are:

General obligation bonds	\$ (81,955,000)	
Deferred amounts for issuance premium/discount	(2,382,005)	
Deferred amount on refunding	1,588,780	
Lease revenue bonds	(5,082,000)	
Obligations under capital leases	(33,532)	
Notes payable	(217,695)	
Vacation payable	(607,912)	
		(88,689,364)

**Total net position of governmental activities** \$ 75,098,769

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

PROVO CITY SCHOOL DISTRICT

Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds

Year Ended June 30, 2015

	Major Funds			Other Governmental Funds	Total Governmental Funds
	General Fund	Debt Service Fund	Capital Projects Fund		
<b>Revenues:</b>					
Local sources:					
Property taxes	\$ 20,808,558	\$ 6,728,676	\$ 6,069,273	\$ 1,110,000	\$ 34,716,507
Food service sales	-	-	-	1,091,466	1,091,466
Interest	235,293	-	88,830	4,453	328,576
Other local	2,754,986	-	56,265	3,915,880	6,727,131
State	70,389,904	-	127,370	843,428	71,360,702
Federal	10,593,904	-	290,662	3,783,961	14,668,527
<b>Total revenues</b>	<b>104,782,645</b>	<b>6,728,676</b>	<b>6,632,400</b>	<b>10,749,188</b>	<b>128,892,909</b>
<b>Expenditures:</b>					
Current:					
Instructional services	74,229,205	-	-	3,763,172	77,992,377
Supporting services:					
Students	4,103,008	-	-	-	4,103,008
Instructional staff	1,277,995	-	-	-	1,277,995
District administration	2,220,421	-	-	-	2,220,421
School administration	5,650,292	-	-	-	5,650,292
Business	4,704,250	-	-	1,110,000	5,814,250
Operations and maintenance of facilities	5,407,883	-	843,695	-	6,251,578
Transportation	1,986,869	-	-	-	1,986,869
School food services	-	-	-	5,336,945	5,336,945
Community services	3,291,762	-	-	273,852	3,565,614
Capital outlay	-	-	7,506,058	-	7,506,058
Debt service:					
Principal retirement	-	5,181,000	486,993	-	5,667,993
Interest and fiscal charges	-	1,274,797	79,463	-	1,354,260
<b>Total expenditures</b>	<b>102,871,685</b>	<b>6,455,797</b>	<b>8,916,209</b>	<b>10,483,969</b>	<b>128,727,660</b>
Excess (deficiency) of revenues over (under) expenditures	1,910,960	272,879	(2,283,809)	265,219	165,249
<b>Other financing sources (uses):</b>					
Proceeds from debt issuance	-	22,789,999	52,997,005	-	75,787,004
Payment to bond escrow agent	-	(22,719,924)	-	-	(22,719,924)
Proceeds from sale of capital assets	15,824	-	399,983	-	415,807
Transfers in (out)	(505,997)	-	2,000,000	(1,494,003)	-
<b>Total other financing sources (uses)</b>	<b>(490,173)</b>	<b>70,075</b>	<b>55,396,988</b>	<b>(1,494,003)</b>	<b>53,482,887</b>
<b>Net change in fund balance</b>	<b>1,420,787</b>	<b>342,954</b>	<b>53,113,179</b>	<b>(1,228,784)</b>	<b>53,648,136</b>
Fund balance - beginning	26,384,235	533,835	1,888,781	7,834,686	36,641,537
<b>Fund balance - ending</b>	<b>\$ 27,805,022</b>	<b>\$ 876,789</b>	<b>\$ 55,001,960</b>	<b>\$ 6,605,902</b>	<b>\$ 90,289,673</b>

PROVO CITY SCHOOL DISTRICT  
 Reconciliation of the Statement of Revenues, Expenditures and Changes in  
 Fund Balance of Governmental Funds to the Statement of Activities  
 Year Ended June 30, 2015

**Net change in fund balance - total governmental funds** \$ 53,648,136

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial cost of \$10,000 or basket purchase cost of more than \$20,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. Proceeds from any related sale of capital assets, as well as any gain or loss and notes receivable are also reported in the statement of activities.

Capital outlays	\$ 6,890,544	
Sale of capital assets	(378,721)	
Depreciation expense - capital assets	<u>(5,495,253)</u>	1,016,570

The governmental funds report OPEB contributions as expenditures when paid. However, in the statement of activities, the difference between OPEB plan contributions and OPEB costs for the year is expensed. 1,610,000

Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense. 3,155,574

Property tax revenues in the statement of activities that do not provide current financial resources are not reported in the fund statements. (244,532)

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

Proceeds from bond issuance	(75,787,004)	
Payment on defeased bonds	22,719,924	
Repayment of bond principal	5,641,000	
Bond interest expense	(534,034)	
Amortization of deferred amounts, net	<u>(85,340)</u>	(48,045,454)

Capital assets acquired through capital leases are shown as an expenditure and other financing source in the governmental funds. The other financing source must be removed from the statement of activities. Repayment of principal is reported as an expenditure in the governmental funds for both capital leases and lease revenue bond obligations, but repayment of principal is applied to the liability in the statement of net position and reduces the District's obligations. Interest expense is recognized as it accrues.

Principal payments on note/lease payable	<u>26,993</u>	26,993
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In the statement of activities, obligations for compensated absences (vacations) and voluntary termination benefits (early retirement) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).

Vacation payable (compensated absences)		<u>(101,168)</u>
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**Change in net position of governmental activities** \$ 11,066,119

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual—*General Fund*  
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Property taxes	\$ 19,299,667	\$ 19,835,667	\$ 20,808,558	\$ 972,891
Interest	340,185	340,185	235,293	(104,892)
Other local	4,964,679	5,731,664	2,754,986	(2,976,678)
State	62,631,908	71,870,862	70,389,904	(1,480,958)
Federal	8,789,387	10,742,706	10,593,904	(148,802)
Total revenues	<u>96,025,826</u>	<u>108,521,084</u>	<u>104,782,645</u>	<u>(3,738,439)</u>
Expenditures:				
Current:				
Instructional services	72,059,444	77,951,717	74,229,205	3,722,512
Supporting services:				
Students	3,647,740	3,945,888	4,103,008	(157,120)
Instructional staff	1,656,412	1,359,754	1,277,995	81,759
District administration	1,801,789	2,495,890	2,220,421	275,469
School administration	5,924,205	5,505,769	5,650,292	(144,523)
Business	4,216,762	4,889,525	4,704,250	185,275
Operations and maintenance of facilities	5,248,437	5,330,988	5,407,883	(76,895)
Transportation	1,999,095	2,132,095	1,986,869	145,226
Community services	-	3,498,754	3,291,762	206,992
Total expenditures	<u>96,553,884</u>	<u>107,110,380</u>	<u>102,871,685</u>	<u>4,238,695</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(528,058)</u>	<u>1,410,704</u>	<u>1,910,960</u>	<u>500,256</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	25,000	25,000	15,824	(9,176)
Transfers in (out)	-	-	(505,997)	(505,997)
Total other financing sources (uses)	<u>25,000</u>	<u>25,000</u>	<u>(490,173)</u>	<u>(515,173)</u>
Net change in fund balance	<u>(503,058)</u>	<u>1,435,704</u>	<u>1,420,787</u>	<u>(14,917)</u>
Fund balance - beginning	<u>26,384,235</u>	<u>26,384,235</u>	<u>26,384,235</u>	
Fund balance - ending	<u>\$ 25,881,177</u>	<u>\$ 27,819,939</u>	<u>\$ 27,805,022</u>	<u>\$ (14,917)</u>

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

## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

### ***A. Reporting Entity***

The Board of Education, comprised of seven elected individuals, is the primary governing authority for the District. The Board establishes District policies, approves the budget, appoints a Superintendent with responsibilities for administering all educational activities of the District, and appoints a Business Administrator with responsibilities for fiscal matters. The Board is authorized to issue bonds, incur short-term debt, levy property taxes, and is not dependent on any other unit of local government. The District is not a component unit of any other primary government.

These basic financial statements present the activities of the District and its component units. The discrete and blended component units, although legally separate, function exclusively for the benefit of the District and, in substance, are part of the District's operations. The District is not a component unit of any other government.

*The Provo School District Foundation for Excellence.* The foundation is a nonprofit organization established under Internal Revenue Service regulations as a conduit for tax-deductible contributions to the District. The Foundation serves the District almost entirely, and the District has a significant influence upon the financial operations of the Foundation and is able to access the economic resources held by the Foundation. The Foundation is considered a discrete component unit. Separate financial statements for the Foundation can be obtained by contacting the Provo City School District Business Office, 280 West 940 North, Provo, Utah, 84604.

*Provo City School District Municipal Building Authority (MBA).* Use of the MBA was authorized in FY10 for the purpose of issuing lease revenue bonds. MBA accounts and transactions are recorded in the Municipal Building Authority Fund, a non-major fund included in the non-major governmental funds of the District. The MBA no longer has a balance, but when active the MBA will receive lease revenue from the Capital Projects Fund (a major fund of the District). The lease revenue is used to make the bond payments. See note 6 regarding details of the bond issuance and payment schedule. Financial information specific to the MBA may be obtained from the office of the Business Administrator of the District.

### ***B. Government-wide and Fund Financial Statements***

The government-wide financial statements (the statement of net assets and the statement of changes in net assets) display information about the primary government (the District). These statements include the financial activities of the overall government, except for fiduciary activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. As a general practice, interfund activity has been eliminated from the government-wide financial statements in order to avoid double counting. Exceptions to this general rule are payments made between functions for internal services provided; elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 is included in its direct expenses. Depreciation expense for "shared" capital assets (for example, a school building is used primarily for instructional, school administration, operation and maintenance of facilities, and school lunch services) are ratably included in direct expenses of the appropriate functions. Interest on general long-term liabilities is considered an indirect expense and is reported in the statement of activities as a separate line item. Program revenues include 1) fees and charges paid by students and other recipients of goods or services offered by a given

function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Revenues that are not classified as program revenues, including property taxes, are presented as general revenues.

### ***C. Fund Financial Statements***

The fund financial statements provide information about the District's funds. Separate statements for each governmental fund are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

The District reports the following major governmental funds:

- *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.
- *Debt Service Fund* - accounts for resources accumulated and payments made for principal and interest of general obligation school building bonds.
- *Capital Projects Fund* - accounts for resources accumulated and payments made for the acquisition, maintenance, 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 non-major Special Revenue funds that receive revenues which are restricted to expenditures for specified purposes:

- *Non-K-12 Instruction Fund*- to account for preschool, adult education and other non K-12 programs. This fund was closed in 2015 and future revenue and expenditures will be accounted for in the *General* fund.
- *Student Activities Fund* – used to account for the receipt and disbursement of monies of student activity organizations and other custodial type transactions within the schools.
- *School Food Services Fund* - to account for preparation and serving of school lunches and breakfasts.
- *Building Reserve Fund*- to account for funds designated by the Board for new buildings or remodels.
- *Municipal Building Authority Fund* - accounts for resources accumulated and payments made related to the lease revenue bonds, including costs of construction on the bond projects, and bond interest payments. This fund was closed as of June 30, 2014.
- *Tax Increment Fund* - accounts for property tax revenue that is remitted to the Provo City Redevelopment Agency.

### ***D. Measurement Focus, Basis of Accounting, & Financial Statement Presentation***

The government-wide financial statements are reported using the economic resources measurement focus. The government-wide and 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. Non-exchange transactions, 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. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues reported in the governmental



funds to be available if the revenues are collected within thirty days after year-end. Property taxes and interest are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when the District receives cash. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term liabilities, claims and judgments, early retirement and post-employment health care benefits, arbitrage rebates, and compensated absences, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

#### ***E. Budgets and Budgetary Accounting***

The District operates within budget requirements for school districts as specified by state law and as interpreted by the State Superintendent of Public Instruction. All governmental funds have legally adopted annual budgets. 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 those indicated as a fund balance commitment. The following procedures are used in establishing the budgetary data reflected in the financial statements:

- During June of each year, the District Business Administrator submits to the Board a proposed operating budget for the next fiscal year commencing July 1. This budget includes proposed expenditures and the means of financing them. Included also is a final budget for the current year ending June 30.
- Copies of the proposed budget are made available for public inspection before the Board hearing in which the Board adopts the proposed budget.
- If the District does not require a truth in taxation hearing, 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 does require truth in taxation, the budget is adopted in August when data is available to set 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, at the fund level, 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.
- Certain interim adjustments in estimated revenue and expenditures during the year ended June 30, 2015, 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.

#### ***F. Deposits and Investments***

Substantially all of the cash balances, of 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 programs based on the average balance of each participating program.

**G. Cash and Cash Equivalents**

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

**H. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements, and which are outstanding at year-end, are referred to as either “due to/from other funds”.

**I. Capital Assets**

Capital assets, which include land, buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial cost of \$10,000 or more, or a “basket purchase” cost of more than \$20,000 for land, furniture, equipment, buildings and improvements, and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets’ lives are not capitalized.

All works of art are capitalized at estimated fair value at the time the donation was made. However, some of the works of art were appraised in 1994 as no value was previously determined for financial reporting purposes. Those pieces have been capitalized at the fair value of the appraisal. The District’s art collection carries a net book value of \$356,150 in the government-wide financial statements; works of art are a non-depreciable item in the government-wide financial statements.

A major outlay for capital assets and improvements are capitalized when the assets are acquired and placed into operation and/or as construction occurs. Interest incurred during construction is not capitalized.

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

<u>Assets</u>	<u>Years</u>	<u>Assets</u>	<u>Years</u>
Buildings	50	Grounds & Accessories	15
Building Additions	40	Audio Visual	10
Building Improvements	20	Audio Visual	10
Physical Education Equipment	20	Lab Equipment	10
Standard Furniture & Accessories	20	Music - Instruments & Accessories	10
Stage & Auditorium	20	Licensed Vehicles	8
Portable Classrooms	15	Business Machines	5
Machinery & Tools	15	Miscellaneous Equipment	5
Appliances	15	Software	3

**J. Expenditure Driven Grants - Variances Between Budget and Actual Data**

Expenditure driven grants are recognized as revenue when the qualifying expenditures are incurred and all other grant requirements are met; unspent grant amounts are carried forward and included in the succeeding fiscal year’s budget. Therefore, actual grant revenues and expenditures can be significantly different than the amounts budgeted.

**K. Compensated Absences and Voluntary Termination Benefits**

Compensated absences and voluntary termination benefits are typically paid for by resources from the District’s General fund. However, it is the District’s policy to use resources from other funds, when those other funds directly funded the employees’ related positions to pay for these costs. Consequently, minimal costs related to these benefits are periodically funded by funds other than the General fund when it is reasonably practical to do so.

Under terms of association agreements, eligible employees can earn vacation and sick time in amounts varying with tenure and classification. In the event of termination or death, an eligible employee is reimbursed for accumulated vacation days to a maximum of 20 days. No reimbursement or accrual is made for unused sick leave. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

See Note 6 for a description of these long-term obligations.

#### ***L. Comparative Data***

Comparative data for the prior year is presented in certain sections of the accompanying financial statements in order to provide an understanding of the changes in the District's financial position and operations.

#### ***M. Long-term Obligations***

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net assets. Bond premiums and discounts, as well as refunding and issuance costs, are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

#### ***N. Fund Balance***

In the fund financial statements, governmental funds report fund balances based on a hierarchy that shows the level or form of constraints on fund balance resources, and the extent to which the District is bound to honor those constraints. Fund balance classifications are:

*Non-spendable* - includes fund balance amounts that cannot be spent because they are either a) not in a spendable form, or b) legally or contractually required to be maintained intact. Fund balances related to inventory, long term portions of notes receivable and prepaid expenditures are classified as nonspendable.

*Restricted* - includes fund balance amounts subject to external constraints that have been placed on the use of the resources imposed by either: a) creditors, grantors, contributors, or laws and regulations of other governments, or b) law through constitutional provisions or enabling legislation. Restricted fund balances include unspent tax revenues for specific purposes (non K-12 instruction, building reserve, capital projects, debt service and other purposes), remaining child nutrition funds, and donations held in the Provo City School District Foundation.

*Committed* - includes fund balance amounts that can only be used for specific purposes established by formal action of the Board of Education. Fund balance commitments can only be removed or changed by the same action of the Board. Committed resources also include any contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

The following fund balance amounts have been committed by the Board of Education:

- OPEB
- Contractual obligations
- Board Voted Contingency

*Assigned* -includes funds that are intended for a specific use but do not require board action; (District Administration may establish use of such funds) unrestricted programs, and those amounts in excess of non-spendable, restricted, and remaining positive fund balances in funds *other than* the general fund, such as the school activities fund.

*Unassigned* - funds in excess of other categories in the General Fund and any residual deficits in any fund.

It is the District's policy to use restricted resources first when both unrestricted and restricted is available. Of the unrestricted resources, the District will first use committed, followed by assigned, and then unassigned.

***O. Inventories***

Inventories are valued at cost, or if donated, at fair value when received, using the first-in first-out (FIFO) method. Inventory in the General and Special Revenue funds consists of expendable supplies held for consumption. The cost is recorded as an asset at the time individual inventory items are purchased, and an expenditure is recorded when the assets are distributed and consumed.

Commodities received from federal sources are consumable inventories intended to support short-term District food service operations. Thus, federal commodities are treated as a current financial resource and are recorded as revenues when received in both the fund statements and government-wide statements.

Inventory amounts reported in governmental funds are offset by Non-spendable fund balances of equal amount, indicating they are not expected to be converted to cash.

***P. Indirect Costs***

Indirect costs charged to certain programs are routinely recorded in the District's *governmental fund* financial statements.

As a general practice, interfund indirect costs have been eliminated from the *government-wide* financial statements in order to avoid double counting and to provide direct-cost information to financial statement readers.

***Q. Use Of Estimates***

Presenting financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make certain estimates concerning assets, liabilities, revenues, and expenses.

***R. Bond Discounts/Premiums and Issuance Costs***

In the government-wide statements, bond discounts/premiums are deferred and amortized over the life of the bonds. Bond issuance costs are reported as an expense of the current period. Refundings of debt result in deferred gains or losses and are reported as deferred inflows and outflows of resources.

For governmental fund types in the fund financial statements, the bond discounts/premiums, along with all debt issuance costs, are reported as debt service expenditures.

***S. Pensions***

For purposes of measuring the net pension liability, 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 Pension Plan (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.

**2. DEPOSITS AND INVESTMENTS**

Deposits and investments are carried at fair value. A reconciliation of cash and investments at June 30, 2015, as shown on the financial statements is as follows:

	Primary Government	Component Unit
Carrying amount of deposits	\$ 710,902	\$ 368,517
Carrying amount of investments:		
Public Treasurers' Investment Fund	98,104,840	411,585
Repurchase Agreement	2,865,810	-
Total investments	100,970,650	411,585
Total cash and investments	\$ 101,681,552	\$ 780,102

***Deposits***

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

As of June 30, 2015, the District's exposure to custodial credit risk for deposits was as follows:

Depository Account	Carrying Amount	Bank Balance	Amount Insured
Provo City School District	\$ (305,930)	\$ -	\$ -
Student Activities	1,016,832	1,114,997	1,114,997
Total primary government	\$ 710,902	\$ 1,114,997	\$ 1,114,997
Component unit:			
Provo School District Foundation	\$ 368,517	\$ 369,742	\$ 250,000

***Investments***

The District's investments are managed through participation in the Utah Public Treasurers' Investment Fund and through an escrow account and repurchase agreement arrangements with local banks. The reported value of the Public Treasurer's Pool is the same as the fair value of the pool shares.

As of June 30, 2015, the District had the following investments:

Investment	Original Maturities	Fair Value
Utah Public Treasurers' Investment Fund (PTIF)		
Primary government:		
Other funds	less than 1 year	\$ 45,105,854
Capital Projects Fund	less than 1 year	52,402,555
Student Activities fund	less than 1 year	596,430
Total primary government		98,104,840
Component unit:		
Provo School District Foundation	less than 1 year	411,585
Total Utah PTIF		98,516,425
Repurchase Agreement (primary government)	less than 1 year	2,865,810
		\$ 101,382,235

**Investments - Interest Rate Risk** - The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, interest rate risk is managed by compliance to the Utah Money Management Act which provides guidance for handling depository and investing transactions in order to minimize interest rate risk.

**Investments - Credit Risk** - The District follows the requirements of the Utah Money Management Act (Section 51, chapter 7 of the Utah Code) in handling its depository and investing transactions. District funds are deposited in qualified depositories as defined by the Act. The Act also authorizes the District to invest in the Utah Public Treasurers' Investment Fund (PTIF), certificates of deposit, U.S. Treasury obligations, U.S. agency issues, high-grade commercial paper, bankers' acceptances, repurchase agreements, corporate bonds, restricted mutual funds, and obligations of governmental entities within the State of Utah. The PTIF is invested in accordance with the Act. The State Money Management Council provides regulatory oversight for the PTIF. The degree of risk of the PTIF depends upon the underlying portfolio. The District's investment in the PTIF is not rated.

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 has no investment policy that would further limit its investment choices.

**Investments - Custodial Credit Risk** - For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The entire \$2,865,810 invested in repurchase agreements consists of underlying securities which are held by the investment's counter party, not in the name of the District, and are not insured.

The District's repurchase agreements arrangement primarily invests in obligations of the United States Treasury, agencies or financial instruments of the United States that meet allowable investments of the Utah Money Management Act. The District does not have an investment policy for custodial credit risk.

### 3. PROPERTY TAXES

The budgeting and accounting for property taxes are accounted for on a modified-accrual basis, with appropriate recognition of property taxes receivable at year-end. The District has recorded a corresponding property tax deferral for taxes assessed January 1, but not due and collectible within thirty days of the end of the fiscal year.

The property tax revenue of the District is collected and distributed by the Utah 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 a lien on real property as of January 1 and complete the tax rolls by May 15. The District's Board of Education is required to adopt its initial budget for the next fiscal year by June 22; this initial budget adoption establishes tax levy rates to provide resources to fund District operations for the next fiscal year beginning July 1. If the proposed District budget requires changes to levied tax rates, which are above the tax levy rates certified by the Utah State Tax Commission, the District may be required to meet specific due process requirements as outlined in Utah Truth-in-Taxation laws by August 17. By July 21, the county auditor is to mail assessed value and tax notices to property owners. A taxpayer may then petition the County Board of Equalization between August 1 and August 15 for a revision of the assessed value. The county auditor makes approved changes in assessed value by November 1 and on this same date the county auditor is to deliver the completed assessment rolls to the county treasurer. Tax notices are mailed with a due date of November 30. Delinquent taxes are subject to a 2% penalty, with a \$10 minimum penalty. If delinquent taxes and penalties are not paid by January 15 of the following year, these delinquent taxes, including penalties, are subject to an interest charge at a rate determined by the County; the interest period is from January 1, until the taxes are paid. If, in May of the fifth year, the taxes remain delinquent, the County advertises and sells the property at a tax sale.

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

As of June 30, 2015, the District had accrued a property tax receivable on the government-wide financial statements of \$31,409,213. This accrual includes calendar year 2014 property taxes of \$29,056,002 levied for the year ended June 30, 2015 due to be collected by November 30, 2015, plus \$2,353,211 of delinquent property taxes receivable for taxes assessed prior to 2014 that remain uncollected.

#### 4. INTERFUND TRANSFERS

During the year ended June 30, 2015, the District made transfers between funds. The District transferred \$2,000,000 from Building Reserve Fund to the Capital Projects fund. This was a budgeted transfer to assist in the aggressive capital improvement plan. The District also transferred \$505,997 from the General fund to the Non-K12 fund. This transfer was done to take care of a negative fund balance from June 30, 2014.

#### 5. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 6,228,328	\$ -	\$ -	\$ 6,228,328
Construction in progress	1,142,997	2,753,094	(1,104,755)	2,791,336
Works of art	356,150	-	-	356,150
Total capital assets, being not being depreciated	<u>7,727,475</u>	<u>2,753,094</u>	<u>(1,104,755)</u>	<u>9,375,814</u>
Capital assets, being depreciated :				
Buildings and improvements	150,239,471	2,704,703	-	152,944,174
Furniture and equipment	26,055,736	2,537,502	(5,218,611)	23,374,627
Total capital assets, being depreciated	<u>176,295,207</u>	<u>5,242,205</u>	<u>(5,218,611)</u>	<u>176,318,801</u>
Accumulated depreciation for:				
Buildings and improvements	(62,883,083)	(4,046,360)	-	(66,929,443)
Furniture and equipment	(20,579,119)	(1,448,893)	4,839,890	(17,188,122)
Total accumulated depreciation	<u>(83,462,202)</u>	<u>(5,495,253)</u>	<u>4,839,890</u>	<u>(84,117,565)</u>
Total capital assets, being depreciated, net	<u>92,833,005</u>	<u>(253,048)</u>	<u>(378,721)</u>	<u>92,201,236</u>
Governmental activity capital assets, net	<u>\$ 100,560,480</u>	<u>\$ 2,500,046</u>	<u>\$ (1,483,476)</u>	<u>\$ 101,577,050</u>

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

**Governmental activities:**

	Buildings and improvements	Furniture and equipment	Total
Instructional services	\$ 3,404,399	\$ 1,146,067	\$ 4,550,466
Supporting services:			
Students	116,144	45,167	161,311
District administration	40,385	15,705	56,090
School administration	39,481	15,354	54,835
Business	-	2,616	2,616
Operation and maintenance of facilities	-	85,418	85,418
Transportation	-	15,430	15,430
School food services	295,127	89,355	384,482
Community services	150,824	33,781	184,605
Total depreciation expense, governmental activities	<u>\$ 4,046,360</u>	<u>\$ 1,448,893</u>	<u>\$ 5,495,253</u>

**6. LONG TERM LIABILITIES**

**A. Changes in Long Term Liabilities**

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
General obligation bonds payable:					
General obligation bonds	\$ 35,006,000	\$ 73,405,000	\$ (26,456,000)	\$ 81,955,000	\$ 6,905,000
Lease revenue bonds	5,542,000	-	(460,000)	5,082,000	460,000
Deferred amounts for issuance premium/discount	158,237	2,382,005	(158,237)	2,382,005	-
Total general obligation bonds payable, net	<u>40,706,237</u>	<u>75,787,005</u>	<u>(27,074,237)</u>	<u>89,419,005</u>	<u>7,365,000</u>
Other long-term liabilities:					
Notes payable	236,954	-	(19,259)	217,695	19,732
Obligations under capital leases	41,266	-	(7,734)	33,532	7,985
Vacation payable	506,744	176,156	(74,988)	607,912	121,582
Total governmental activity long-term liabilities	<u>\$ 41,491,201</u>	<u>\$ 75,963,161</u>	<u>\$ (27,176,218)</u>	<u>\$ 90,278,144</u>	<u>\$ 7,514,299</u>

Payments on compensated absences are typically charged to the fund in which the employee worked.



**B. General Obligation Bonds Payable**

Bonds payable at June 30, 2015 are comprised of the following general obligation issues and are serviced by property tax revenues received by the Debt service fund:

Series	Purpose	Original Amount	Interest Rate Range	Final Maturity Date	Current Outstanding Balance
2006 Series G.O. Bonds	School Building	9,400,000	4%	June 15, 2016	\$ 450,000
2007B Series G.O. Bonds	School Building	25,600,000	4.00% to 4.50%	June 15, 2017	2,425,000
2012 Series G.O. Refunding Bonds	Bond Refunding	9,045,000	.56% to 1.29%	June 15, 2017	5,675,000
2015A Series G.O. Bonds	Bond Refunding	22,790,000	2.13%	June 15, 2027	22,790,000
2015 Series G.O. Bonds	School Building	50,615,000	2.25% to 5%	June 15, 2035	50,615,000
Total General Obligation Bonds Payable as of June 30, 2015					<u><u>\$ 81,955,000</u></u>

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

Year Ending June 30	Principal	Interest	Debt Service Fund
2016	\$ 6,905,000	\$ 2,923,289	\$ 9,828,289
2017	5,715,000	2,283,669	7,998,669
2018	3,895,000	2,104,039	5,999,039
2019	4,065,000	1,967,263	6,032,263
2020	4,225,000	1,824,139	6,049,139
2021-2025	23,145,000	6,953,099	30,098,099
2026-2030	17,895,000	3,975,741	21,870,741
2031-2035	16,110,000	1,478,400	17,588,400
	<u><u>\$ 81,955,000</u></u>	<u><u>\$ 23,509,637</u></u>	<u><u>\$ 105,464,637</u></u>

**C. Lease Revenue Bonds (Qualified School Construction Bonds)**

During fiscal year 2010 the District was awarded \$6,462,000 in Qualified School Construction Bonds (QSCB). These bonds are part of the 2009 federal stimulus bill. The bonds were issued via the Municipal Building Authority to rebuild Farrer Elementary. The bonds carry an interest rate of 1.23% and mature in 2026. Lease revenue bonds payable at June 30, 2015 are as follows:

Year Ending June 30	Principal	Interest	Municipal Building Authority Fund
2016	\$ 460,000	\$ 62,509	\$ 522,509
2017	460,000	56,851	516,851
2018	460,000	51,193	511,193
2019	460,000	45,535	505,535
2020	460,000	39,877	499,877
2021-2025	2,300,000	114,513	2,414,513
2026	482,000	59,612	541,612
	<u><u>\$ 5,082,000</u></u>	<u><u>\$ 430,088</u></u>	<u><u>\$ 5,512,088</u></u>

**D. Obligations Under Capital Lease**

**Endpoint Server** - In fiscal year 2013, the District entered into a lease agreement for an endpoint server, in the amount of \$45,375. Annual payments are typically financed through the District's general fund, and future minimum lease payments at June 30, 2015 are as follows:

Year Ending June 30	Principal	Interest	General Fund
2016	\$ 7,985	\$ 1,090	\$ 9,075
2017	8,245	830	9,075
2018	8,513	562	9,075
2019	8,789	286	9,075
	<u>\$ 33,532</u>	<u>\$ 2,768</u>	<u>\$ 36,300</u>
Total Minimum Lease Payments			36,300
Amount Representing Interest			<u>(2,768)</u>
Present Value of Minimum Lease Payments			<u>\$ 33,532</u>

**E. Note Payable**

**Utah State Office of Energy Development** - In fiscal year 2013, the District entered into a note payable agreement in the amount of \$320,720, with an imputed interest rate of 3.25% and payable in quarterly installments of \$6,682, including interest, until maturity in January 2025. Annual payments are typically financed through the District's general fund, and payments at June 30, 2015 are as follows:

Year Ending June 30	Principal	Interest	Capital Fund
2016	\$ 19,892	\$ 6,995	\$ 26,887
2017	20,547	6,345	26,892
2018	21,223	5,675	26,898
2019	21,921	4,982	26,903
2020	22,642	4,267	26,909
2021-2025	111,470	9,753	121,223
	<u>\$ 217,695</u>	<u>\$ 38,018</u>	<u>\$ 255,713</u>

**F. Combined Maturities on Long-Term Borrowings**

The combined aggregate amounts of maturities on all long-term borrowings (General Obligation Bonds and Capital Lease) are as follows:

Year Ending June 30	Principal	Interest	Total
2016	\$ 7,392,878	\$ 2,993,882	\$ 10,386,760
2017	6,203,792	2,347,695	8,551,486
2018	4,384,735	2,161,468	6,546,204
2019	4,555,710	2,018,065	6,573,775
2020	4,707,642	1,868,283	6,575,925
2021-2025	25,556,470	7,077,365	32,633,835
2026-2030	18,377,000	4,035,352	22,412,352
2031-2035	16,110,000	1,478,400	17,588,400
	<u>\$ 87,288,227</u>	<u>\$ 23,980,510</u>	<u>\$ 111,268,737</u>
Less: Deferred amounts, net:	2,382,005		
Compensated absences:	607,912		
	<u>\$ 90,278,144</u>		

**7. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLAN**

General Information about the Pension Plan

Plan Description: Eligible plan participants are provided with pensions through the Utah Retirement Systems. The Utah Retirement Systems are comprised of the following pension trust funds.

- Public Employees Noncontributory Retirement System (Noncontributory System), Public Employees Contributory Retirement System (Contributory System), are multiple employer, cost sharing, public employees, retirement systems.
- Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System), are multiple employer, cost sharing, public employees, retirement systems.

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

The Utah Retirement Systems (Systems) are established and governed by the respective sections of Title 49 of the Utah Code Annotated 1953, as amended. The Systems' defined benefit plans are amended statutorily by the State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the Systems under the direction of the Board, whose members are appointed by the Governor. The Systems are fiduciary funds defined as pension (and other employee benefit trust funds). URS is a component unit of the State of Utah. Title 49 of the Utah Code grants the authority to establish and amend the benefit terms. URS issues a publicly available financial report that can be obtained by writing Utah Retirement Systems, 560 E 200 S, Salt Lake City, Utah 84102 or visiting the website: [www.urs.org](http://www.urs.org).

Benefits Provided: URS provides retirement, disability, and death benefits. Retirement benefits are as follows:

**Summary of Benefits by System**

System	Final Average Salary	Years of service required and/or age eligible for benefit	Benefit percent per year of service	COLA**
Noncontributory System	Highest 3 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	2.0% per year all years	Up to 4%
Contributory System	Highest 5 years	30 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.25% per year to June 1975 2.00% per year July 1975 to present	Up to 4%
Tier 2 Public Employees System	Highest 5 years	35 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%

\* with actuarial reductions

\*\*All post-retirement cost-of-living adjustments are non-compounding and are based on the original benefit except for Judges, which is a compounding benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (CPI) increase for the year, although unused CPI increased not met may be carried forward to subsequent years

Contributions: As a condition of participation in the Systems, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the URS 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. Contribution rates are as follows:

Utah Retirement Systems	Employee Paid	Paid by Employer for Employee	Employer Contribution Rates
Contributory System			
State and School Tier 1	1.00%	5.00%	17.70%
State and School Tier 2	N/A	N/A	18.27%
Noncontributory System			
State and School Tier 1	N/A	N/A	22.19%

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

At December 31, 2014, the URS reported a net pension asset of \$54,600 and a net pension liability of \$40,632,654 for the District.

	Proportionate Share	Net Pension Asset	Net Pension Liability
Noncontributory System	1.6109284%	\$ -	\$ 40,475,038
Contributory System	1.4374656%	\$ -	\$ 157,616
Tier 2 Public Employees System	1.8017097%	\$ 54,600	\$ -
Total Net Pension Asset/Liability		\$ 54,600	\$ 40,632,654

The net pension asset and liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2014 and rolled forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability was based upon actual historical employer contributions to the plan from the census data submitted to the plan for pay periods ending in 2014.

For the year ended December 31, 2014, the District recognized pension expense of \$7,802,213. At December 31, 2014, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 2,489,665
Changes in assumptions	\$ -	\$ 1,366,580
Net difference between projected and actual earnings on pension plan investments	\$ 739,956	\$ -
Changes in proportion and differences between contributions and proportionate share of contributions	\$ -	\$ -
Contributions subsequent to the measurement date	\$ 5,512,378	\$ -
Total	\$ 6,252,334	\$ 3,856,245

\$5,512,378 was reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2014. These contributions will be

recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Deferred Outflows (inflows) of Resources
2015	\$ (798,227)
2016	\$ (798,227)
2017	\$ (798,227)
2018	\$ (661,914)
2019	\$ (9,551)
Thereafter	\$ (50,142)

**Plan 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 Percent
Salary Increases	3.5 - 10.5 percent, average, including inflation
Investment rate of return	7.5 percent, net of pension plan investment, including inflation

Active member mortality rates are a function of the member's gender, occupation, and age and are developed based upon plan experience. Retiree mortality assumptions are highlighted in the table below:

**Retired Member Mortality**

*Class of Member*

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**Educators**

Men EDUM (90%)

Women EDUF (100%)

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**Local Government, Public Employees**

Men RP 2000mWC (100%)

Women EDUF (120%)

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*EDUM=Constructed mortality table based on actual experience of male educators multiplied by given percentage*

*EDUF=Constructed mortality table based on actual experience of female educators multiplied by given percentage*

*RP2000mWC=RP 2000 Combined mortality table for males with white collar adjustments multiplied by given percentage*

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 of January 1, 2008 - December 31, 2013.

The long-term expected rate of return on 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:

Asset Class	Expected Return Arithmetic Basis		
	Target Asset Allocation	Real Return Arithmetic Basis	Long-Term expected portfolio real rate of return
Equity securities	40.00%	7.08%	2.82%
Debt securities	20.00%	0.80%	0.16%
Real assets	13.00%	5.10%	0.66%
Private equity	9.00%	11.30%	1.02%
Absolute return	18.00%	3.15%	0.57%
Cash and cash equivalents	0.00%	0.00%	0.00%
Totals	100.00%		5.23%
		Inflation	2.75%
		Expected arithmetic nominal return	7.98%

The 7.5% assumed investment rate of return is comprised of an inflation rate of 2.75%, 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 from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the proportionate share of the net pension asset and liability to changes in the discount rate:** The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.5%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
Proportionate Share of Net pension (asset)/liability	\$ 82,363,736	\$ 40,578,054	\$ 5,610,840

### Defined Contribution System

The District also participates in a defined contribution plan under Internal Revenue Code Section 401(k) to supplement retirement benefits accrued by participants in the Systems. Employees covered by the State and School Non-contributory Retirement System have a contribution of 1.5% of covered salaries automatically made by the District. Employees participating in the Systems can make additional contributions to the 401(k) plan up to specified limits. Contributions and earnings may be withdrawn by the employee upon termination or may be used as supplemental income upon retirement. District contributions made for employees for the years ended June 30, 2015, 2014, and 2013 were \$986,146, \$955,452, and \$923,328, respectively.

The employee contributions for years ended June 30, 2015, 2014, and 2013 were \$710,358, \$735,265, and \$801,303, respectively. The 401(k) plan funds are fully vested to the participants at the time of deposit. Plan assets are administered and held by URS. The contribution requirements of the Systems are authorized by statute and specified by the Utah State Retirement Board; amendments to the plan's provisions and contribution requirements must be authorized by statute and the Utah State Retirement Board.

The District also offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The plan, available to all full-time employees, permits them to defer a portion of their salary until future years. Employees are eligible to voluntarily participate from the date of employment and are vested immediately upon participation.

Employee contributions to the Section 457 plan totaled \$61,482 for the year ended June 30, 2015. The assets of the plan are administered and held by URS and a third-party administrator.

**8. GASB 68 RESTATEMENT**

The Government Accounting Standards Board (GASB) issued Statement No. 68, “Accounting and Financial Reporting for Pensions” resulting in the recognition of assets, liabilities, expenses, deferred inflows, and deferred outflows related to pensions. Prior to this statement, most of this information was either disclosed in the notes to the financial statements or was available in a separate report issued by Utah Retirement System. The implementation of this statement resulted in a restatement of net position as of June 30, 2014. The following is the result of the restatement:

Beginning Net Position 6/30/2014	\$ 105,370,189
Net Pension Asset	5,454
Deferred Outflows of Resources	5,205,304
Net Pension Liability	<u>(46,548,297)</u>
Net Position as of June 30, 2014 (as restated)	<u><u>\$ 64,032,650</u></u>

**9. EARLY RETIREMENT INCENTIVE AND POST EMPLOYMENT HEALTH CARE BENEFIT OBLIGATION**

**Plan Description:** The District self-administers single-employer retirement plans described below. The District is the only employer participating and contributing to the plans, and the does not issue a publicly available report.

The District provides a voluntary early retirement incentive program. Eligibility is restricted to those employees hired prior to September 1, 2005, and has a minimum of 12 years of service in the District who retires under provisions of the Utah State Employee’s Retirement Act. Those qualifying under this program, who choose to retire early, may receive a salary benefit for up to five years and a health and accident benefit up to eight years. Benefits vary based upon years of service, position on salary schedule, and employee classification as follows:

- For those with 20 years of service the Board will pay 5 years of stipend benefits of 54% of final salary above lane 5 step 1 - \$27,680.
- For those with 12-19 years of service the board will pay a single lump sum payment of the present value of 5 years of stipend of 20% of final salary. The lump sum will be prorated on service as follows:
  - 18-19 years 70%
  - 16-17 years 60%
  - 14-15 years 50%
  - 12-13 years 40%

The District also provides a life-time Medicare supplemental insurance benefit for retired employees who have completed at least 20 years of service as of January 1, 2005; the plan also provides coverage for spouses of employees who have completed 30 years of service by January 1, 2005. There are approximately 498 retirees receiving benefit coverage in addition to 269 present employees (and spouses) who have earned vested coverage upon retirement.

**Funding Policy** The District contributes the full cost of the current year benefits for eligible retirees. The contribution is pay-as-you-go, no plan assets are accumulated. District contributions for the 2015, 2014, and 2013 were \$3,482,154, \$3,253,059, and \$3,163,992 respectively.

**Annual OPEB Cost and Net OPEB Asset** The District's annual other post-employment benefit (OPEB) cost is calculated based on the *actuarial required contribution* (ARC). The ARC represents a level of funding that, if paid on an on-going basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The following table shows the components of the District's annual OPEB cost for the year, the estimated amount contributed for the year, and changes in the District's net OPEB asset of the plan year. All of these numbers are based on the actuarial report dated July 1, 2014.

Normal cost	\$ 1,956,000
Amortization	83,000
Total ARC	<u>2,039,000</u>
Net OPEB Asset at July 1, 2014	7,091,705
Annual Required Contribution	2,039,000
Adjustment to ARC	262,000
Interest on prior year Net OPEB Obligation	<u>(301,000)</u>
Annual OPEB Cost	2,000,000
Contributions made (estimated)	<u>3,610,000</u>
Increase in net OPEB asset	<u>1,610,000</u>
Net OPEB Asset at June 30, 2015	<u><u>\$ 8,701,705</u></u>

Net OPEB asset at July 1, 2014 \$7,019,705. The percentage of annual OPEB cost contributed was 181%, 189%, and 181%, at June 30, 2015, 2014, and 2013, respectively.

**Funded Status and Funding Progress** The actuarial accrued liability of the District's post-employment benefit plan as of July 1, 2014 and July 1, 2012 is \$42,128,000, and \$36,739,000, respectively. All of which is unfunded. July 1, 2014 is the most recent actuarial valuation date. The covered payroll (annual payroll of active employees) at June 30, 2014 and 2013 is \$9,740,147 and \$10,686,150, respectively. The ratio of the unfunded actuarial accrued liability to the covered payroll was 433% for fiscal year 2015 and 344% for fiscal year 2014.

The projected benefit payments for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the health care cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the basic financial statements, will present multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.



**Actuarial Methods and Assumptions** Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and the Plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2014 actuarial valuation, the projected unit credit with benefits attributed from the date of hire to expected retirement age was used. The actuarial assumptions included a 4.25% investment rate of return (net of administrative expenses), a 3.5% projected annual salary increase, a 3.5% inflation rate, and an annual health care cost trend rate of 8.0% initially for those under age 65, and 7% for those 65 and older, reduced by .5% decrements to an ultimate rate of 5.0%. The actuarial method used for valuing assets is market. The Plan's unfunded actuarial accrued liability is being amortized over 30 years in level dollar amounts on an open basis. Claim costs assumptions are based on premiums for active employees and do not recognize the effects of Medicare Part D. Demographic and other assumptions include 1) mortality rates; 2) public education retirement rates; 3) termination rates by age, gender, and years of service; and 4) District salary schedules.

**General Fund Balance Designations** At June 30, 2015, the District has committed \$14,198,244 of the general fund balance for future funding of the OPEB.

## 10. GRANTS - CONTINGENT LIABILITY

The District receives significant financial assistance from federal and state governmental agencies in the form of grants. The disbursements 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. As of September 26, 2014, the District had not received any notification from any grant providing agency or government identifying any noncompliance liabilities associated with past District grant awards.

## 11. DESIGNATED FOR RESERVE

Utah State law (53A-19-103) allows for the establishment of an committed reserve (Committed fund balance per GASB 54). The Board must authorize expenditures from the committed undistributed reserve. This reserve is for contingencies. According to State law, the District may not use undistributed reserves in the negotiation or settlement of contract salaries for District employees. The undistributed reserve may not exceed 5% of the current operational budget adopted by the Board. Use of the reserve requires a written resolution adopted by a majority vote of the Board filed with the Utah State Board of Education and State Auditor.

## 12. LITIGATION AND LEGAL COMPLIANCE

The District is involved in claims arising in the normal course of business. It is not possible to state the ultimate liability, if any, in these matters. These claims are generally insured through the District's risk management insurance and are investigated by the District's insurance representatives and defended by the State Attorney General's office. In the opinion of management, such litigation will have no material effect upon the financial operations of the District.

### **13. RISK MANAGEMENT**

#### ***A. Property and Liability Insurance Coverage***

The District maintains insurance coverage for general, automobile, personal injury, errors and omissions, employee dishonesty, and malpractice liability through policies administered by the Utah State Risk Management (Fund). The District also insures its buildings and contents against all insurable risks of direct physical loss or damage with the fund. The Fund is a public entity risk pool operated by the State for the benefit of the state and local governments within Utah. This is a pooled arrangement where the participants' pay experienced rated annual premiums, which are designed to pay claims and build sufficient reserves so that the pool will be able to protect the participating entities with its own capital. The pool re-insures sizeable losses to preserve the capital base. During fiscal year ended June 30, 2015, there were no significant reductions in coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

#### ***B. Worker's Compensation & Long-Term Disability Insurance Coverage***

The District participates in the Utah School Boards Risk Management Mutual Insurance Association which is a risk pool for workers' compensation. The District has purchased commercial insurance for other risks of loss including employee health and accident insurance. Unemployment compensation is handled on a cost of benefits reimbursement basis with the state of Utah. During the fiscal year ended June 30, 2015, there were no significant reductions in coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

#### ***C. Self-Insured Short-Term Disability Coverage***

The District is self-insured for certain short-term disability benefits. Employees that are on short-term disability are paid by the district until the date long-term disability takes effect (short-term disability payments begin after 15 days sick time has been used). There were no cases that occurred prior to June 30, 2015, which have not been resolved.

**COMBINING AND INDIVIDUAL  
FUND FINANCIAL STATEMENTS  
AND SCHEDULES**

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# MAJOR GOVERNMENTAL FUNDS

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets  
 General Fund  
 June 30, 2015 (with comparative totals for 2014)

	<u>2015</u>	<u>2014</u>
<b>Assets:</b>		
Cash and investments	\$ 37,089,435	\$ 32,943,625
Restricted Cash	2,016,530	
Receivables:		
Property taxes	22,756,439	21,950,957
Other local	180,819	573,303
State	553,053	552,609
Federal	3,075,092	2,814,472
Prepaid items	435,398	428,140
Inventories	<u>6,925</u>	<u>9,557</u>
 Total assets	 <u>\$ 66,113,691</u>	 <u>\$ 59,272,663</u>
 <b>Liabilities, deferred inflows of resources, and fund balance:</b>		
<b>Liabilities:</b>		
Accounts payable	3,460,152	510,167
Payroll and related payables	11,469,216	9,534,057
Deferred revenue:		
Other local	155,087	181,339
Federal	<u>463,428</u>	<u>718,477</u>
 Total liabilities	 <u>15,547,883</u>	 <u>10,944,040</u>
 <b>Deferred Inflows of Resources:</b>		
Deferred property tax revenue	<u>22,760,786</u>	<u>21,944,388</u>
 <b>Fund balance:</b>		
<b>Nonspendable:</b>		
Inventories and prepaid items	442,323	437,288
Long-term portion, note receivable	91,028	169,378
<b>Restricted For:</b>		
State/Federal Restricted Programs	2,016,530	1,209,061
<b>Committed To:</b>		
OPEB	14,198,244	14,198,244
Board voted contingency	5,344,402	5,344,402
Unassigned	<u>5,712,495</u>	<u>5,025,862</u>
 Total fund balance	 <u>27,805,022</u>	 <u>26,384,235</u>
 Total liabilities, deferred inflows of resources, and fund balance	 <u>\$ 66,113,691</u>	 <u>\$ 59,272,663</u>

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - *General Fund*  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			Variance with Final Budget - Postive (Negative)	2014
	Budgeted Amounts		Actual Amounts		Actual Amounts
	Orginal	Final			
Revenues:					
Local sources:					
Property taxes	\$ 19,299,667	\$ 19,835,667	\$ 20,808,558	\$ 972,891	20,657,597
Interest	340,185	340,185	235,293	(104,892)	229,480
Other local	4,964,679	5,731,664	2,754,986	(2,976,678)	4,015,708
State	62,631,908	71,870,862	70,389,904	(1,480,958)	59,502,309
Federal	8,789,387	10,742,706	10,593,904	(148,802)	11,992,367
Total revenues	<u>96,025,826</u>	<u>108,521,084</u>	<u>104,782,645</u>	<u>(3,738,439)</u>	<u>96,397,461</u>
Expenditures:					
Salaries	54,692,360	56,616,179	55,278,478	1,337,701	52,289,088
Employee benefits	27,011,055	28,356,021	27,491,516	864,505	25,975,283
Purchased services	7,391,128	11,074,188	10,520,905	553,283	7,447,679
Supplies	6,669,429	8,845,142	7,072,811	1,772,331	6,930,184
Property	392,665	1,467,401	1,684,655	(217,254)	564,197
Other	397,247	751,449	823,320	(71,871)	1,294,382
Total expenditures	<u>96,553,884</u>	<u>107,110,380</u>	<u>102,871,685</u>	<u>4,238,695</u>	<u>94,500,813</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(528,058)</u>	<u>1,410,704</u>	<u>1,910,960</u>	<u>500,256</u>	<u>1,896,648</u>
Other financing sources (uses):					
Proceeds from sale of capital assets	25,000	25,000	15,824	(9,176)	23,950
Transfer out	-	-	(505,997)	(505,997)	-
Total other financing sources (uses)	<u>25,000</u>	<u>25,000</u>	<u>(490,173)</u>	<u>(515,173)</u>	<u>23,950</u>
Net change in fund balance	<u>(503,058)</u>	<u>1,435,704</u>	<u>1,420,787</u>	<u>(14,917)</u>	<u>1,920,598</u>
Fund balance - beginning	<u>26,384,235</u>	<u>26,384,235</u>	<u>26,384,235</u>		<u>24,463,641</u>
Fund balance - ending	<u>\$ 25,881,177</u>	<u>\$ 27,819,939</u>	<u>\$ 27,805,022</u>	<u>\$ (14,917)</u>	<u>\$ 26,384,235</u>

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets  
*Debt Service Fund*  
 June 30, 2015 (with comparative totals for 2014)

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	<u>2015</u>	<u>2014</u>
Assets:		
Cash and investments	\$ 694,439	\$ 413,700
Receivables:		
Property taxes	<u>6,145,399</u>	<u>5,915,236</u>
Total assets	<u>\$ 6,839,838</u>	<u>\$ 6,328,936</u>
Liabilities, deferred inflows of resources, and fund balance:		
Liabilities	\$ -	\$ -
Deferred Inflows of Resources:		
Deferred property tax revenue	<u>5,963,049</u>	<u>5,795,101</u>
Fund balance:		
Restricted For:		
Debt Service	<u>876,789</u>	<u>533,835</u>
Total fund balance	<u>876,789</u>	<u>533,835</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 6,839,838</u>	<u>\$ 6,328,936</u>



PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - *Debt Service Fund*  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			Variance with Final Budget - Postive (Negative)	2014
	Budgeted Amounts		Actual Amounts		Actual Amounts
	Orginal	Final			
Revenues:					
Local sources:					
Property taxes	\$ 6,417,235	\$ 6,417,235	\$ 6,728,676	\$ 311,441	6,200,120
Total revenues	<u>6,417,235</u>	<u>6,417,235</u>	<u>6,728,676</u>	<u>311,441</u>	<u>6,200,120</u>
Expenditures:					
Debt service:					
Principal retirement	5,181,000	5,181,000	5,181,000	-	4,941,000
Interest and fiscal charges	<u>1,325,253</u>	<u>1,395,253</u>	<u>1,274,797</u>	<u>120,456</u>	<u>1,413,035</u>
Total expenditures	<u>6,506,253</u>	<u>6,576,253</u>	<u>6,455,797</u>	<u>120,456</u>	<u>6,354,035</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(89,018)</u>	<u>(159,018)</u>	<u>272,879</u>	<u>431,897</u>	<u>(153,915)</u>
Other financing sources (uses):					
Proceeds from debt issuance	-	-	22,789,999	22,789,999	-
Payment to bond escrow agent	<u>-</u>	<u>-</u>	<u>(22,719,924)</u>	<u>(22,719,924)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>70,075</u>	<u>70,075</u>	<u>-</u>
Net change in fund balance	(89,018)	(159,018)	342,954	501,972	(153,915)
Fund balance - beginning	<u>533,835</u>	<u>533,835</u>	<u>533,835</u>	<u>-</u>	<u>687,750</u>
Fund balance - ending	<u>\$ 444,817</u>	<u>\$ 374,817</u>	<u>\$ 876,789</u>	<u>\$ 501,972</u>	<u>\$ 533,835</u>

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets  
*Capital Projects Fund*  
 June 30, 2015 (with comparative totals for 2014)

	2015	2014
Assets:		
Cash and investments	\$ 3,054,989	\$ 1,953,524
Restricted Cash	52,402,555	-
Receivables:		
Property taxes	2,507,375	2,388,370
Prepaid items	2,705	2,705
Total assets	\$ 57,967,624	\$ 4,344,599
Liabilities, deferred inflows of resources, and fund balance:		
Liabilities:		
Accounts payable	\$ 614,792	\$ 171,157
Payroll and related payables	-	-
Total liabilities	614,792	171,157
Deferred Inflows of Resources:		
Deferred property tax revenue	2,350,872	2,284,660
Fund balance:		
Restricted For:		
Capital Projects	55,001,960	1,888,781
Total fund balance	55,001,960	1,888,781
Total liabilities, deferred inflows of resources, and fund balance	\$ 57,967,624	\$ 4,344,598

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - *Capital Projects Fund*  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			Variance with Final Budget - Positive (Negative)	2014
	Budgeted Amounts		Actual Amounts		Actual Amounts
	Original	Final			
Revenues:					
Local sources:					
Property taxes	\$ 5,779,709	\$ 5,779,709	\$ 6,069,273	\$ 289,564	5,587,049
Interest	-	-	88,830	88,830	-
Other local	120,311	120,311	56,265	(64,046)	108,195
State	-	-	127,370	127,370	-
Federal	-	-	290,662	290,662	-
Total revenues	<u>5,900,020</u>	<u>5,900,020</u>	<u>6,632,400</u>	<u>732,380</u>	<u>5,695,244</u>
Expenditures:					
Salaries	653,865	662,215	672,671	(10,456)	641,747
Employee benefits	301,863	304,348	289,864	14,484	286,573
Purchased services	7,022,706	7,297,028	6,002,328	1,294,700	5,022,891
Supplies	247,944	249,079	234,480	14,599	246,050
Property	221,811	1,070,675	1,150,285	(79,610)	350,513
Other	487,000	487,000	125	486,875	144
Debt service:					
Principal retirement	-	-	486,993	(486,993)	486,727
Interest and fiscal charges	-	-	79,463	(79,463)	79,474
Total expenditures	<u>8,935,189</u>	<u>10,070,345</u>	<u>8,916,209</u>	<u>1,154,136</u>	<u>7,114,119</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,035,169)</u>	<u>(4,170,325)</u>	<u>(2,283,809)</u>	<u>1,886,516</u>	<u>(1,418,875)</u>
Other financing sources (uses):					
Proceeds from debt issuance	-	52,997,005	52,997,005	-	-
Proceeds from sale of capital assets	-	-	399,983	399,983	-
Transfers in (out)	-	2,000,000	2,000,000	-	(1,945,433)
Total other financing sources (uses)	<u>-</u>	<u>54,997,005</u>	<u>55,396,988</u>	<u>399,983</u>	<u>(1,945,433)</u>
Net change in fund balance	<u>(3,035,169)</u>	<u>50,826,680</u>	<u>53,113,179</u>	<u>2,286,499</u>	<u>(3,364,289)</u>
Fund balance - beginning	<u>1,888,781</u>	<u>1,888,781</u>	<u>1,888,781</u>	<u>-</u>	<u>5,253,070</u>
Fund balance - ending	<u>\$ (1,146,388)</u>	<u>\$ 52,715,461</u>	<u>\$ 55,001,960</u>	<u>\$ 2,286,499</u>	<u>\$ 1,888,781</u>

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# Non-Major Governmental Funds

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets  
 Non-major Governmental Funds  
 June 30, 2015

	Special Revenue Funds					Total Nonmajor Governmental Funds
	Non K-12 Instruction	Student Activities	Food Services	Building Reserve	Tax Increment	
<b>Assets:</b>						
Cash and investments	\$ -	\$ 1,613,262	\$ -	\$ 3,372,240	\$ -	\$ 4,985,502
Restricted Cash	-	-	1,438,102	-	-	1,438,102
Receivables:						
Other local	-	2,261	23,436	-	-	25,697
State	-	-	227,335	-	-	227,335
Federal	-	-	47,164	-	-	47,164
Inventories	-	-	146,980	-	-	146,980
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 1,615,523</b>	<b>\$ 1,883,017</b>	<b>\$ 3,372,240</b>	<b>\$ -</b>	<b>\$ 6,870,780</b>
<b>Liabilities and fund balance</b>						
<b>Liabilities:</b>						
Accounts payable	\$ -	\$ 61,281	\$ 15,395	\$ -	\$ -	\$ 76,676
Payroll and related payables	-	-	188,202	-	-	188,202
<b>Total liabilities</b>	<b>-</b>	<b>61,281</b>	<b>203,597</b>	<b>-</b>	<b>-</b>	<b>264,878</b>
<b>Fund balance:</b>						
Nonspendable:						
Inventories	-	-	146,980	-	-	146,980
Restricted	-	-	1,532,440	3,372,240	-	4,904,680
Assigned to:						
Schools	-	1,554,242	-	-	-	1,554,242
Unassigned	-	-	-	-	-	-
<b>Total fund balance</b>	<b>-</b>	<b>1,554,242</b>	<b>1,679,420</b>	<b>3,372,240</b>	<b>-</b>	<b>6,605,902</b>
<b>Total liabilities and fund balance</b>	<b>\$ -</b>	<b>\$ 1,615,523</b>	<b>\$ 1,883,017</b>	<b>\$ 3,372,240</b>	<b>\$ -</b>	<b>\$ 6,870,780</b>

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - *Non-Major Funds*  
Year Ended June 30, 2015

	Special Revenue Funds					Total Nonmajor Governmental Funds
	Non K-12 Instruction	Student Activities	Food Services	Building Reserve	Tax Increment	
Revenues:						
Local sources:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,110,000	\$ 1,110,000
Food service sales	-	-	1,091,466	-	-	\$ 1,091,466
Interest	-	4,453	-	-	-	4,453
Other local	-	3,915,880	-	-	-	3,915,880
State	-	-	843,428	-	-	843,428
Federal	-	-	3,783,961	-	-	3,783,961
<b>Total revenues</b>	<b>-</b>	<b>3,920,333</b>	<b>5,718,855</b>	<b>-</b>	<b>1,110,000</b>	<b>10,749,188</b>
Expenditures:						
Current:						
Instructional services	-	3,763,172	-	-	-	3,763,172
School food services	-	-	5,336,945	-	-	5,336,945
Business	-	-	-	-	1,110,000	1,110,000
Community services	273,852	-	-	-	-	273,852
<b>Total expenditures</b>	<b>273,852</b>	<b>3,763,172</b>	<b>5,336,945</b>	<b>-</b>	<b>1,110,000</b>	<b>10,483,969</b>
Excess (deficiency) of revenues over (under) expenditures	(273,852)	157,161	381,910	-	-	265,219
Other financing sources (uses):						
Transfers In (Out)	505,997	-	-	(2,000,000)	-	(1,494,003)
<b>Total other financing sources (uses)</b>	<b>505,997</b>	<b>-</b>	<b>-</b>	<b>(2,000,000)</b>	<b>-</b>	<b>(1,494,003)</b>
<b>Net change in fund balance</b>	<b>232,145</b>	<b>157,161</b>	<b>381,910</b>	<b>(2,000,000)</b>	<b>-</b>	<b>(1,228,784)</b>
Fund balance, beginning	(232,145)	1,397,081	1,297,510	5,372,240	-	7,834,686
<b>Fund balance, ending</b>	<b>\$ -</b>	<b>\$ 1,554,242</b>	<b>\$ 1,679,420</b>	<b>\$ 3,372,240</b>	<b>\$ -</b>	<b>\$ 6,605,902</b>

	<u>2015</u>	<u>2014</u>
<b>Assets:</b>		
Cash and investments	\$ -	\$ -
<b>Receivables:</b>		
Property taxes	-	-
Other Local	-	49,800
State	-	5,000
Federal	-	64,594
	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ -</u>	<u>\$ 119,394</u>
<b>Liabilities, deferred inflows of resources, and fund balance:</b>		
<b>Liabilities:</b>		
Accounts payable	\$ -	\$ 2,871
Payroll and related payables	-	116,286
Due to Other Funds	-	232,382
	<u>                    </u>	<u>                    </u>
Total liabilities	<u>-</u>	<u>351,539</u>
<b>Fund balance:</b>		
<b>Restricted For:</b>		
Other Purposes	-	273,857
Unassigned	-	(506,006)
	<u>                    </u>	<u>                    </u>
Total fund balance	<u>-</u>	<u>(232,149)</u>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<u>\$ -</u>	<u>\$ 119,390</u>



PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Non-major Governmental Funds  
Budget and Actual - *Non-K-12 Instruction Special Revenue Fund*  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			Variance with Final Budget - Positive (Negative)	2014
	Budgeted Amounts		Actual Amounts		Actual Amounts
	Original	Final			
Revenues:					
Local sources:					
Property taxes	\$ 536,000	\$ -	\$ -	\$ -	\$ -
Other local	557,061	-	-	-	661,737
Interest	-	-	-	-	959
State	1,456,049	-	-	-	1,332,673
Federal	665,514	-	-	-	644,610
Total revenues	<u>3,214,624</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,639,979</u>
Expenditures:					
Salaries	1,909,088	171,600	171,600	-	2,035,356
Employee benefits	926,674	102,204	102,200	4	713,106
Purchased services	220,053	-	-	-	140,508
Supplies	222,412	53	52	1	252,960
Property	-	-	-	-	21,817
Other	35,746	-	-	-	10,649
Total expenditures	<u>3,313,973</u>	<u>273,857</u>	<u>273,852</u>	<u>5</u>	<u>3,174,396</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(99,349)</u>	<u>(273,857)</u>	<u>(273,852)</u>	<u>(5)</u>	<u>(534,417)</u>
Other financing sources (uses):					
Transfers In (Out)	-	-	505,997	505,997	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>505,997</u>	<u>505,997</u>	<u>-</u>
Net change in fund balance	(99,349)	(273,857)	232,145	505,992	(534,417)
Fund balance - beginning	<u>(232,145)</u>	<u>(232,145)</u>	<u>(232,145)</u>	<u>-</u>	<u>302,272</u>
Fund balance - ending	<u>\$ (331,494)</u>	<u>\$ (506,002)</u>	<u>\$ -</u>	<u>\$ 505,992</u>	<u>\$ (232,145)</u>

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets - Non-major Governmental Funds  
*Student Activities Special Revenue Fund*  
 June 30, 2015 (with comparative totals for 2014)

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	<u>2015</u>	<u>2014</u>
Assets:		
Cash and investments	\$ 1,613,262	\$ 1,536,459
Receivables:		
Other local	<u>2,261</u>	<u>75,097</u>
Total assets	<u>\$ 1,615,523</u>	<u>\$ 1,611,556</u>
Liabilities and fund balance:		
Liabilities:		
Accounts payable	<u>61,281</u>	<u>214,475</u>
Total liabilities	<u>61,281</u>	<u>214,475</u>
Fund balance:		
Assigned To:		
Schools	<u>1,554,242</u>	<u>1,397,077</u>
Total fund balance	<u>1,554,242</u>	<u>1,397,077</u>
Total liabilities and fund balance	<u>\$ 1,615,523</u>	<u>\$ 1,611,552</u>

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Non-major Governmental Funds  
Budget and Actual - *Student Activities Special Revenue Fund*  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			Variance with Final Budget - Positive (Negative)	2014
	Budgeted Amounts		Actual Amounts		Actual Amounts
	Original	Final			
Revenues:					
Local sources:					
Interest	\$ 5,000	\$ 5,000	\$ 4,453	\$ (547)	\$ 4,354
Other local	3,661,226	3,961,226	3,915,880	(45,346)	3,626,680
Total revenues	<u>3,666,226</u>	<u>3,966,226</u>	<u>3,920,333</u>	<u>(45,893)</u>	<u>3,631,034</u>
Expenditures:					
Purchased services	1,166,247	1,366,247	1,545,215	(178,968)	1,344,112
Supplies	1,846,994	1,946,994	1,568,318	378,676	1,490,443
Property	25,000	25,000	-	25,000	-
Other	619,141	619,141	649,639	(30,498)	920,981
Total expenditures	<u>3,657,382</u>	<u>3,957,382</u>	<u>3,763,172</u>	<u>194,210</u>	<u>3,755,536</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,844</u>	<u>8,844</u>	<u>157,161</u>	<u>148,317</u>	<u>(124,502)</u>
Net change in fund balances	8,844	8,844	157,161	148,317	(124,502)
Fund balance - beginning	<u>1,397,081</u>	<u>1,397,081</u>	<u>1,397,081</u>	<u>-</u>	<u>1,521,583</u>
Fund balance - ending	<u>\$ 1,405,925</u>	<u>\$ 1,405,925</u>	<u>\$ 1,554,242</u>	<u>\$ 148,317</u>	<u>\$ 1,397,081</u>

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets - Non-major Governmental Funds  
*Food Services Special Revenue Fund*  
 June 30, 2015 (with comparative totals for 2014)

	2015	2014
<b>Assets:</b>		
Cash and investments	\$ -	\$ 974,170
Restricted Cash	1,438,102	-
Receivables:		
Other Local	23,436	-
State	227,335	351,010
Federal	47,164	-
Inventories	146,980	91,355
Total assets	\$ 1,883,017	\$ 1,416,535
<b>Liabilities and fund balance:</b>		
Liabilities:		
Accounts payable	\$ 15,395	\$ 27,461
Payroll and related payables	188,202	91,564
Total liabilities	203,597	119,025
Fund balance:		
Nonspendable:		
Inventories	146,980	91,355
Restricted	1,532,440	1,206,155
Total fund balance	1,679,420	1,297,510
Total liabilities and fund balance	\$ 1,883,017	\$ 1,416,535

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Non-major Governmental Funds  
Budget and Actual - Food Services Special Revenue Fund  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			Variance with Final Budget - Postive (Negative)	2014
	Budgeted Amounts		Actual Amounts		Actual Amounts
	Original	Final			
Revenues:					
Local sources:					
Food sales	\$ 1,154,349	\$ 1,154,349	\$ 1,091,466	\$ (62,883)	\$ 957,423
State	675,000	776,000	843,428	67,428	777,192
Federal	3,494,025	3,494,025	3,783,961	289,936	3,616,047
Total revenues	<u>5,323,374</u>	<u>5,424,374</u>	<u>5,718,855</u>	<u>294,481</u>	<u>5,350,662</u>
Expenditures:					
Salaries	1,970,496	1,913,575	1,867,062	46,513	1,840,046
Employee benefits	757,888	757,888	718,135	39,753	692,102
Purchased services	107,750	166,921	143,699	23,222	133,298
Supplies	195,894	324,365	237,897	86,468	264,547
Food	2,257,019	2,257,020	2,029,890	227,130	1,941,510
Property	259,600	128,879	127,462	1,417	147,748
Other	367,978	367,978	212,800	155,178	666,958
Total expenditures	<u>5,916,625</u>	<u>5,916,626</u>	<u>5,336,945</u>	<u>579,681</u>	<u>5,686,209</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(593,251)</u>	<u>(492,252)</u>	<u>381,910</u>	<u>874,162</u>	<u>(335,547)</u>
Other financing sources (uses):					
Proceeds from sale of capital assets	4,000	4,000	-	(4,000)	20
Total other financing sources (uses)	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>	<u>20</u>
Net change in fund balance	(589,251)	(488,252)	381,910	870,162	(335,527)
Fund balance - beginning	<u>1,297,510</u>	<u>1,297,510</u>	<u>1,297,510</u>	<u>-</u>	<u>1,633,037</u>
Fund balance - ending	<u>\$ 708,259</u>	<u>\$ 809,258</u>	<u>\$ 1,679,420</u>	<u>\$ 870,162</u>	<u>\$ 1,297,510</u>

PROVO CITY SCHOOL DISTRICT  
Comparative Balance Sheets - Non-major Governmental Funds  
*Building Reserve Special Revenue Fund*  
June 30, 2015 (with comparative totals for 2014)

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	<u>2015</u>	<u>2014</u>
Assets:		
Cash and investments	<u>3,372,240</u>	<u>\$ 5,372,240</u>
Total assets	<u>\$ 3,372,240</u>	<u>\$ 5,372,240</u>
Liabilities and fund balance:		
Total liabilities	<u>\$ -</u>	<u>\$ -</u>
Fund balance:		
Restricted For:		
Other Purposes	<u>3,372,240</u>	<u>5,372,240</u>
Total fund balance	<u>3,372,240</u>	<u>5,372,240</u>
Total liabilities and fund balance	<u>\$ 3,372,240</u>	<u>\$ 5,372,240</u>

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Non-major Governmental Funds  
Budget and Actual - *Building Reserve Special Revenue Fund*  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			2014	
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	Actual Amounts
	Orginal	Final			
Revenues:					
Total revenues	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures:					
Total expenditures	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
Other financing sources (uses):					
Transfer in (out)	(2,000,000)	(2,000,000)	(2,000,000)	-	-
Total other financing sources (uses)	(2,000,000)	(2,000,000)	(2,000,000)	-	-
Net change in fund balance	(2,000,000)	(2,000,000)	(2,000,000)	-	-
Fund balance - beginning	5,372,240	5,372,240	5,372,240	-	5,372,240
Fund balance - ending	<u>\$ 3,372,240</u>	<u>\$ 3,372,240</u>	<u>\$ 3,372,240</u>	<u>\$ -</u>	<u>\$ 5,372,240</u>

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets - Non-major Governmental Funds  
 Municipal Building Authority Special Revenue Fund  
 June 30, 2015 (with comparative totals for 2014)

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	<u>2015</u>	<u>2014</u>
Assets:		
Total assets	<u>\$ -</u>	<u>\$ -</u>
Liabilities and fund balance:		
Liabilities:		
Due to other funds	<u>\$ -</u>	<u>\$ -</u>
Total liabilities	<u>-</u>	<u>-</u>
Fund balance:		
Unassigned	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>



PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Non-major Governmental Funds  
Budget and Actual - *Municipal Building Authority*  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			2014	
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Postive (Negative)	Actual Amounts
	Orginal	Final			
Revenues:					
Interest	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-	-
Expenditures:					
Purchased services	-	-	-	-	-
Supplies	-	-	-	-	-
Property	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
Other financing sources (uses)					
Transfers in (out)		-	-	-	1,945,433
Net change in fund balance	-	-	-	-	1,945,433
Fund balance - beginning	-	-	-	-	(1,945,433)
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PROVO CITY SCHOOL DISTRICT  
 Comparative Balance Sheets - Non-major Governmental Funds  
*Tax Increment Special Revenue Fund*  
 June 30, 2015 (with comparative totals for 2014)

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	<u>2015</u>	<u>2014</u>
Assets:		
Cash and investments	<u>\$ -</u>	<u>\$ -</u>
Total assets	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Liabilities and fund balance:		
Total liabilities	<u>\$ -</u>	<u>\$ -</u>
Fund balance:		
Restricted For:		
Other Purposes	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

PROVO CITY SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Non-major Governmental Funds  
Budget and Actual - Tax Increment Special Revenue Fund  
Year Ended June 30, 2015 (with comparative totals for 2014)

	2015			2014	
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Postive (Negative)	Actual Amounts
	Orginal	Final			
Revenues:					
Local sources:					
Property taxes	\$ -	\$ 1,110,000	\$ 1,110,000	\$ -	\$ -
Total revenues	-	1,110,000	1,110,000	-	-
Expenditures:					
Other	-	1,110,000	1,110,000	-	-
Total expenditures	-	1,110,000	1,110,000	-	-
Net change in fund balance	-	-	-	-	-
Fund balance - beginning	-	-	-	-	-
Fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -

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# Supplemental Information

PROVO CITY SCHOOL DISTRICT  
 Schedule of Required Supplemental Information  
*Schedule of the Proportionate Share of the Net Pension Liability/Contributions*  
 Last 10 Fiscal Years  
 June 30, 2015

2015

**Noncontributory Retirement System**

Proportion of Net Pension Liability	1.6109284%
Proportionate share of the net pension liability (asset)	\$ 40,475,038
Covered employee payroll	\$ 42,956,230
Proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	94.2%
Plan fiduciary net position as percentage of total pension liability	87.2%
Contractually required contributions***	\$ 9,768,993
Contributions made by Provo City School District	\$ (9,768,993)
Contributions as a percentage of covered-employee payroll **	22.24%

**Contributory Retirement System**

Proportion of Net Pension Liability	1.4374656%
Proportionate share of the net pension liability (asset)	\$ 157,616
Covered employee payroll	\$ 528,776
Proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	29.8%
Plan fiduciary net position as percentage of total pension liability	98.7%
Contractually required contributions***	\$ 87,208
Contributions made by Provo City School District	\$ (87,208)
Contributions as a percentage of covered-employee payroll **	16.49%

**Tier 2 Public Employees System**

Proportion of Net Pension Liability	1.8017097%
Proportionate share of the net pension liability (asset)	\$ (54,600)
Covered employee payroll	\$ 8,814,157
Proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	-0.6%
Plan fiduciary net position as percentage of total pension liability	103.5%
Contractually required contributions***	\$ 743,337
Contributions made by Provo City School District	\$ (743,337)
Contributions as a percentage of covered-employee payroll **	8.43%

\*In accordance with paragraph 81.a of GASB 68, employers will need to disclose a 10-year history of their proportionate share of the Net Pension Liability (Asset) in their RSI. The 10-year schedule will need to be built prospectively. The schedule above is only for the current year. More years will be added as information is available.

\*\*Contributions as a percentage of covered-employee payroll may be different than the Board certified rate due to rounding or other administrative issues

\*\*\*Amounts presented were determined as of calendar year January 1 - December 31.

# Statistical Information

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Fiscal Year Ending June 30,	Invested in capital assets, net of related debt	Restricted	Unrestricted	Total Net Position
2015	\$ 61,464,177	\$ 12,098,626	\$ 1,535,966	\$ 75,098,769
2014	61,596,204	11,972,365	31,801,620	105,370,189
2013	56,728,164	16,346,158	27,846,480	100,920,802
2012	53,795,168	17,120,587	26,936,110	97,851,865
2011	49,159,753	18,167,092	29,504,737	96,831,582
2010	37,158,614	15,622,922	37,503,460	90,284,996
2009	38,192,076	32,838,938	6,502,610	77,533,624
2008	32,155,592	19,646,268	(1,074,778)	50,727,082
2007	29,750,263	18,344,287	(1,964,329)	46,130,221
2006	28,454,429	13,103,729	(1,208,661)	40,349,497

PROVO CITY SCHOOL DISTRICT  
Comparative Statement of Net Position  
June 30,2006 through June 30, 2015  
(full accrual-based accounting)

	<u>2015</u>	<u>2014**</u>	<u>2013</u>	<u>2012</u>
<b>Assets:</b>				
Cash and temporary cash investments	\$ 101,681,552	\$ 42,961,335	\$ 45,364,687	\$ 45,475,281
Accounts, taxes, and grants receivables:				
Local	31,524,701	30,783,129	30,475,167	30,680,067
State	780,388	908,619	971,442	126,375
Federal	3,122,256	2,879,066	2,463,606	4,038,422
Note receivable	91,028	169,634	217,234	-
Prepaid expenditures	438,103	430,845	384,693	396,044
Inventory	153,905	100,912	109,219	128,927
Net Pension Asset	54,600	5,454	-	-
Bond issuance costs, net of accumulated amortization	-	-	-	43,745
Net other post employment benefits	8,701,705	7,091,705	5,419,705	3,903,705
Total capital assets, net accumulated depreciation	<u>101,577,050</u>	<u>100,560,480</u>	<u>102,796,170</u>	<u>104,505,216</u>
Total assets	<u>248,125,288</u>	<u>185,891,179</u>	<u>188,201,923</u>	<u>189,297,782</u>
<b>Deferred Outflows of Resources:</b>				
Deferred outflows relating to pensions	6,252,334	5,205,304	-	
Deferred loss on refundings	1,588,780	387,432	609,213	
Total deferred outflows of resources	<u>7,841,114</u>	<u>5,592,736</u>	<u>609,213</u>	
<b>Liabilities:</b>				
Accounts payable	4,151,620	926,131	1,423,772	1,982,305
Accrued interest payable	592,055	58,021	63,563	83,953
Payroll and related payables	11,657,418	9,741,907	10,556,031	10,914,605
Due to other agencies - fiduciary activities	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	26,705,685
Other deferred revenues	618,515	899,816	1,273,468	696,641
Noncurrent liabilities:				
Due within one year	7,514,299	5,774,253	5,557,145	5,455,007
Net Pension Liability	40,632,654	46,548,297		
Due in more than one year	<u>82,763,845</u>	<u>35,741,928</u>	<u>41,608,177</u>	<u>46,185,543</u>
Total liabilities	<u>147,930,406</u>	<u>99,690,353</u>	<u>60,482,156</u>	<u>92,023,740</u>
<b>Deferred Inflows of Resources:</b>				
Deferred inflows relating to pensions	3,856,245	-	-	
Deferred property tax revenue	29,056,002	27,760,912	27,408,178	
Total Deferred inflows of resources	<u>32,912,247</u>	<u>27,760,912</u>	<u>27,408,178</u>	
<b>Net Position:</b>				
Invested in capital assets, net of related debt	61,464,177	61,596,204	56,728,164	53,795,168
Restricted for:				
Debt service	876,789	533,835	687,750	1,195,509
Capital projects	2,599,405	1,888,781	5,253,070	3,083,405
Non K-12 instruction	-	273,857	272,732	181,479
Building Reserve	3,372,240	5,372,240	1,521,583	7,040,240
Student Activities	1,554,242	1,397,081	5,372,240	1,831,809
School food services	1,679,420	1,297,510	1,633,037	1,627,820
Foundation	-	-	-	829,566
Other restricted programs	2,016,530	1,209,061	1,605,746	1,330,758
Unrestricted	<u>1,535,966</u>	<u>(9,535,919)</u>	<u>27,846,480</u>	<u>26,936,110</u>
Total net position	<u>\$ 75,098,769</u>	<u>\$ 64,032,650</u>	<u>\$ 100,920,802</u>	<u>\$ 97,851,864</u>

\*\* Numbers are restated for GASB 68 implementation

Source: District Data

Fiscal year 2004 was the first year the Provo School District Foundation was included in its basic financial statements as a blended component unit. During 2013, the Foundation was accounted for as a discretely presented component unit.

PROVO CITY SCHOOL DISTRICT  
 Comparative Statement of Net Position - Continued  
 June 30, 2006 through June 30, 2015  
*(full accrual-based accounting)*

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$	45,632,014	\$ 50,383,686	\$ 37,018,100	\$ 34,707,831	\$ 52,021,467	\$ 12,202,695
	31,542,178	27,967,740	26,661,039	21,760,749	20,912,352	25,526,880
	62,015	36,696	90,151	95,610	75,348	233,988
	1,695,091	1,234,451	1,314,559	2,433,460	2,709,098	4,470,152
	-	-	-	-	-	-
	-	-	-	-	-	-
	169,133	239,548	259,543	227,002	257,265	203,741
	-	-	-	-	-	-
	82,485	53,735	70,232	86,729	398,892	181,467
	397,787	2,600,867	1,319,067	-	-	-
	<u>104,272,570</u>	<u>96,540,410</u>	<u>95,405,670</u>	<u>93,588,175</u>	<u>72,860,474</u>	<u>60,033,896</u>
	<u>183,853,274</u>	<u>179,057,133</u>	<u>162,138,360</u>	<u>152,899,556</u>	<u>149,234,896</u>	<u>102,852,819</u>
	3,291,630	2,259,051	738,185	3,927,176	4,741,970	1,934,854
	91,088	80,874	113,634	126,320	175,822	95,146
	1,647,439	1,739,466	1,715,322	10,760,273	7,071,982	1,455,239
	-	-	(552,522)	(589,732)	12,000	-
	24,657,369	23,779,682	24,029,421	19,071,813	18,849,716	18,272,470
	1,225,070	566,533	442,113	156,870	153,192	70,527
	5,349,740	5,164,405	5,206,118	7,388,802	6,386,343	5,698,672
	<u>50,759,356</u>	<u>55,182,125</u>	<u>52,912,466</u>	<u>61,118,673</u>	<u>65,782,889</u>	<u>34,976,414</u>
	<u>87,021,692</u>	<u>88,772,136</u>	<u>84,604,737</u>	<u>101,960,196</u>	<u>103,173,914</u>	<u>62,503,322</u>
	49,159,753	37,158,614	38,192,076	32,155,592	29,750,263	28,454,429
	1,365,353	1,510,175	1,245,636	1,258,025	2,252,802	1,538,526
	4,955,684	4,304,238	10,334,131	13,234,320	11,253,722	9,319,565
	132,539	151,893	416,203	647,123	576,666	307,754
	5,940,240	3,940,240	-	-	-	-
	1,886,471	1,935,098	1,703,390	1,849,953	1,835,600	-
	1,715,481	2,027,050	1,929,635	2,199,774	1,980,678	1,522,063
	1,013,178	650,226	527,057	457,074	444,819	356,772
	1,158,146	1,104,002	788,734	742,084	1,062,492	1,750,413
	29,504,737	37,503,460	22,396,764	(1,816,863)	(3,026,820)	(2,959,074)
\$	<u>96,831,582</u>	<u>* \$ 90,284,997</u>	<u>\$ 77,533,625</u>	<u>\$ 50,727,080</u>	<u>\$ 46,130,221</u>	<u>\$ 40,349,497</u>

PROVO CITY SCHOOL DISTRICT  
 Comparative Schedule of Changes in Net Position  
 June 30,2006 through June 30, 2015  
 (full accrual-based accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b>Expenses:</b>				
Instruction	\$ 79,335,822	\$ 76,511,349	\$ 73,787,894	\$ 72,935,322
Supporting services:				
Student	4,136,695	4,020,840	3,835,378	4,117,960
Instructional staff	1,230,402	1,405,164	1,603,967	1,559,232
District administration	2,217,104	1,671,347	1,613,516	1,611,412
School administration	5,495,155	5,503,377	5,273,792	5,220,467
Business	5,700,965	4,997,337	2,997,607	3,220,175
Operation and maintenance of facilities	6,421,600	6,191,211	6,070,069	5,805,386
Student transportation	1,983,217	2,005,850	2,607,556	2,717,234
Other	-	21,617	1,011,101	1,176,456
School food services	5,554,392	6,115,057	5,848,990	5,727,848
Community services	3,570,276	5,705,292	6,306,128	3,675,111
Facilities & Construction	-	-	-	-
Interest on long-term liabilities	1,973,634	1,563,458	1,727,099	2,026,217
Total school district	<u>117,619,262</u>	<u>115,711,899</u>	<u>112,683,097</u>	<u>109,792,820</u>
<b>Program Revenues:</b>				
Instructional services	74,173,782	65,062,008	62,594,300	33,076,742
Supporting services:				
Student	4,028,684	1,252,593	1,229,288	2,249,264
Instructional staff	1,570,259	2,023,938	1,546,259	223,711
General administration	606,471	-	-	218,864
School administration	155,889	3,478,936	345,880	293,359
Business	-	-	-	418,742
Operation and maintenance of facilities	474,297	108,195	148,527	267,385
Transportation	1,293,995	1,029,391	3,566,805	1,760,312
Other	-	-	-	600,050
School food services	5,718,773	5,350,662	5,466,384	5,292,594
Community services	3,038,102	4,564,121	5,012,525	5,957,292
Interest on long-term liabilities	-	-	-	-
Total program revenues	<u>91,060,252</u>	<u>82,869,844</u>	<u>79,909,968</u>	<u>50,358,315</u>
Net (expense) revenue	(26,559,010)	(32,842,055)	(32,773,129)	(59,434,504)
<b>General revenues:</b>				
Property taxes levied for:				
General purposes	21,439,190	20,319,458	13,411,652	13,580,600
Reading Program	-	-	1,773,442	579,631
Class size reduction	-	-	536,466	1,877,811
Special transportation	-	-	443,360	-
Tort liability	-	-	354,688	-
Recreation	-	-	2,660,162	632,324
Debt service	6,561,563	6,218,864	6,202,612	6,308,871
Capital outlay	6,471,222	6,133,242	1,108,401	4,704,109
Ten percent of basic for constuction, textbooks and supplies	-	-	5,222,786	4,440,640
Federal and state aid not restricted to specific purposes	2,309,132	3,942,631	3,751,789	20,703,055
Earnings on investments	328,576	234,793	306,619	368,052
Gain on sale of assets	37,086	23,970	27,169	10,362
Miscellaneous	478,360	418,483	297,493	7,249,331
Total general revenues	<u>37,625,129</u>	<u>37,291,441</u>	<u>36,096,639</u>	<u>60,454,786</u>
Change in net position	11,066,119	4,449,386	3,323,510	1,020,282
Net position - beginning	105,370,189	100,920,802	97,022,299	96,831,582
Prior period adjustments	(41,337,539)	-	574,993	-
Net position - ending	<u>\$ 75,098,769</u>	<u>\$ 105,370,189</u>	<u>\$ 100,920,802</u>	<u>\$ 97,851,866</u>

PROVO CITY SCHOOL DISTRICT  
Comparative Schedule of Changes in Net Position - Continued  
June 30, 2006 through June 30, 2015  
*(full accrual-based accounting)*

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 70,907,845	\$ 65,458,961	\$ 62,546,410	\$ 69,059,951	\$ 65,724,634	\$ 56,198,524
3,932,521	3,924,191	3,913,806	3,452,728	3,575,644	3,180,870
1,458,566	2,092,586	2,104,484	1,544,884	2,074,350	2,032,397
1,273,567	1,217,314	833,850	1,268,614	1,515,876	1,505,202
5,085,658	4,912,708	5,089,616	4,740,635	4,514,003	4,238,678
3,102,163	3,090,296	2,992,513	2,719,019	1,213,819	1,226,698
6,863,193	5,404,007	5,418,773	5,167,878	4,062,566	4,146,859
2,396,835	2,583,551	2,444,373	2,734,970	2,480,134	2,091,460
1,107,400	61,739	91,078	392,585	2,035,645	1,072,477
5,543,199	5,226,130	5,381,233	4,494,804	4,340,954	3,929,424
3,502,322	3,590,594	4,839,650	4,166,235	3,981,248	3,142,504
-	-	-	-	-	1,504,534
<u>2,200,135</u>	<u>2,465,620</u>	<u>2,636,859</u>	<u>2,849,763</u>	<u>1,878,214</u>	<u>-</u>
<u>107,373,403</u>	<u>100,027,696</u>	<u>98,292,645</u>	<u>102,592,066</u>	<u>97,397,085</u>	<u>84,269,627</u>
32,181,593	33,465,497	25,824,392	31,544,598	24,131,131	27,234,746
2,456,108	2,207,564	962,090	1,738,554	2,303,521	1,697,596
777,618	758,012	543,374	625,376	514,125	486,344
651,276	426,727	252,740	356,406	237,329	233,860
541,799	627,347	288,900	331,337	287,994	172,264
435,474	570,906	327,415	7,712	62,378	61,249
1,429,453	17,174	7,398	-	-	-
524,440	2,252,524	2,316,300	1,669,463	1,579,704	1,407,781
946,387	75,531	34,926	53,830	2,177	33,187
4,897,017	5,005,840	4,804,413	4,346,857	4,329,459	4,135,519
5,841,147	6,704,723	5,028,833	2,868,356	1,904,807	1,779,262
-	-	-	-	-	-
<u>50,682,312</u>	<u>52,111,845</u>	<u>40,390,781</u>	<u>43,542,490</u>	<u>35,352,626</u>	<u>37,241,808</u>
(56,691,092)	(47,915,851)	(57,901,864)	(59,049,576)	(62,044,459)	(47,027,819)
13,482,244	13,676,215	10,120,968	11,057,943	11,036,199	10,402,512
575,433	595,474	-	-	-	-
1,864,212	1,112,207	8,577,771	1,713,274	1,731,848	1,612,793
-	482,285	372,772	485,175	489,247	483,838
-	300,198	232,482	303,234	307,403	302,399
627,745	649,608	998,068	1,293,800	1,307,545	1,290,234
6,263,180	6,432,102	4,978,314	5,144,875	5,199,872	4,044,077
4,670,040	4,576,783	3,318,876	1,864,891	1,883,384	2,290,166
4,408,480	4,847,453	3,543,341	4,614,215	4,658,670	4,265,836
22,612,145	22,128,854	35,865,302	29,161,587	31,124,777	26,995,732
280,572	324,949	788,220	2,142,078	1,721,041	734,136
(17,638)	63,288	13,655	76,952	3,955	6,470,801
<u>8,426,016</u>	<u>5,424,856</u>	<u>6,113,493</u>	<u>5,946,691</u>	<u>5,022,842</u>	<u>607,033</u>
<u>63,192,429</u>	<u>60,614,274</u>	<u>74,923,262</u>	<u>63,804,715</u>	<u>64,486,783</u>	<u>59,499,557</u>
6,501,337	12,698,421	17,021,398	4,755,139	2,442,324	12,471,738
90,330,244	77,586,576	60,565,177	45,971,941	43,687,897	27,877,759
-	-	-	-	-	-
<u>\$ 96,831,582</u>	<u>\$ 90,284,997</u>	<u>\$ 77,586,576</u>	<u>\$ 50,727,080</u>	<u>\$ 46,130,221</u>	<u>\$ 40,349,497</u>

PROVO CITY SCHOOL DISTRICT  
 Governmental Funds - Aggregate Fund Balance  
 June 30,2006 through June 30, 2015

Fiscal Year Ended June 30,	General Fund					
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total
2015	\$ 533,351	\$ 2,016,530	\$ 19,542,646	\$ -	\$ 5,712,495	\$ 27,805,022
2014	606,666	1,209,061	19,542,646	-	5,025,862	26,384,235
2013	605,384	1,605,746	19,542,646	-	2,709,865	24,463,641
2012	663,333	1,330,758	19,542,646	396,012	3,149,472	25,082,221
2011	313,724	1,158,146	19,542,646	792,056	4,387,896	26,194,468
2010	315,088	1,104,007	19,542,647	-	3,807,316	24,769,058
2009	514,053	588,044	14,742,647	-	3,852,927	19,697,670
2008	622,713	1,343,360	9,082,301	-	3,229,681	14,278,055
2007	69,302	3,048,644	-	-	1,782,603	4,900,550
2006	66,448	1,731,027	-	-	3,256,474	5,053,948

Fiscal Year Ended June 30,	All Other Governmental Funds					
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total
2015	\$ 146,980	\$ 60,783,429	\$ -	\$ 1,554,242	\$ -	\$ 62,484,651
2014	91,355	9,274,868	-	1,397,081	(506,002)	10,257,302
2013	105,762	13,025,168	-	1,521,583	(1,827,994)	12,824,519
2012	124,736	12,685,604	-	1,831,808	(1,352,300)	13,289,848
2011	163,307	13,779,885	905,138	1,886,471	(2,842)	16,731,959
2010	232,358	11,192,407	10,687,218	12,622,316	(50,380)	34,683,919
2009	251,304	15,431,130	-	1,703,390	-	17,385,824
2008	172,959	16,956,603	-	2,008,233	-	19,137,795
2007	187,962	36,693,889	-	1,835,600	-	38,717,451
2006	137,293	8,925,593	-	-	-	9,062,886

PROVO CITY SCHOOL DISTRICT  
 Governmental Funds - Net Changes in Aggregate Fund Balances  
 June 30,2006 through June 30, 2015

Fiscal Year Ended June 30th	General Fund	Debt Service	Capital Projects	Non K-12 Instruction	Student Activities	Supplemental Programs	Food Services	Building Reserve	Municipal Building Authority	Foundation	Total Governmental Funds
2015	\$ 1,420,787	\$ 342,954	\$ 53,113,179	\$ 232,145	\$ 157,161	\$ -	\$ 381,910	\$(2,000,000)	\$ -	\$ -	\$ 53,648,136
2014	1,920,594	(153,915)	(3,364,289)	(534,417)	(124,502)	-	(335,527)	-	1,945,433	-	(646,623)
2013	(618,580)	(7,571)	2,121,553	121,296	(200,226)	-	5,217	(1,668,000)	(539,473)	-	(785,784)
2012	(1,112,247)	(138,239)	(1,872,279)	105,442	(54,662)	-	(87,661)	1,100,000	(2,311,098)	(183,612)	(4,554,357)
2011	1,425,410	(162,049)	647,901	28,730	(48,628)	-	(311,569)	2,000,000	(9,782,080)	362,952	(5,839,333)
2010	4,900,587	12,526	(6,230,367)	(139,993)	231,708	-	97,415	2,000,000	10,687,218	123,169	11,682,264
2009	5,132,777	10,242	(2,924,738)	(56,460)	(146,563)	-	(270,139)	1,940,240	-	14,040	3,699,398
2008	239,261	(734,528)	(19,377,864)	68,812	172,633	-	219,096	-	-	55,943	(19,356,647)
2007	(1,055,752)	466,566	26,614,150	211,359	(38,386)	-	458,615	-	-	88,049	26,744,601
2006	1,841,751	265,974	605,712	64,759	-	33,895	396,422	-	-	97,598	3,306,111

PROVO CITY SCHOOL DISTRICT  
 Governmental Funds - Fund Balances  
 June 30,2006 through June 30, 2015

	2015	2014	2013	2012
General Fund				
Nonspendable	\$ 533,351	\$ 606,666	\$ 605,384	\$ 663,333
Restricted	2,016,530	1,209,061	1,605,746	1,330,758
Committed	19,542,646	19,542,646	19,542,646	19,542,646
Assigned	-	-	-	396,012
Unassigned	5,712,495	5,025,862	2,709,865	3,149,472
	<u>27,805,022</u>	<u>26,384,235</u>	<u>24,463,641</u>	<u>25,082,221</u>
Debt Service Fund				
Restricted	876,789	533,835	687,750	695,321
	<u>876,789</u>	<u>533,835</u>	<u>687,750</u>	<u>695,321</u>
Capital Projects Fund				
Restricted	55,001,960	1,888,781	5,253,070	2,490,077
	<u>55,001,960</u>	<u>1,888,781</u>	<u>5,253,070</u>	<u>2,490,077</u>
Non K-12 Instruction Fund				
Restricted	-	273,857	272,732	127,316
Assigned	-	-	-	-
Unassigned	-	(506,002)	29,540	53,660
	<u>-</u>	<u>(232,145)</u>	<u>302,272</u>	<u>180,976</u>
School Activities Fund				
Assigned	1,554,242	1,397,081	1,521,583	1,831,809
	<u>1,554,242</u>	<u>1,397,081</u>	<u>1,521,583</u>	<u>1,831,809</u>
Food Services Fund				
Nonspendable	146,980	91,355	105,762	124,736
Restricted	1,532,440	1,206,155	1,527,275	1,503,084
	<u>1,679,420</u>	<u>1,297,510</u>	<u>1,633,037</u>	<u>1,627,820</u>
Building Reserve Fund				
Restricted	3,372,240	5,372,240	5,372,240	7,040,240
	<u>3,372,240</u>	<u>5,372,240</u>	<u>5,372,240</u>	<u>7,040,240</u>
Municipal Building Authority				
Committed	-	-	-	-
Restricted	-	-	(1,945,433)	(1,405,960)
	<u>-</u>	<u>-</u>	<u>(1,945,433)</u>	<u>(1,405,960)</u>
Provo School District Foundation				
Restricted	-	-	-	829,566
	<u>-</u>	<u>-</u>	<u>-</u>	<u>829,566</u>
Total All Governmental Funds				
Nonspendable	680,331	698,021	711,146	788,069
Committed	19,542,646	19,542,646	19,542,646	19,542,646
Restricted	62,799,959	10,483,929	12,773,380	12,610,402
Assigned	1,554,242	1,397,081	1,521,583	2,227,821
Unassigned	5,712,495	4,519,860	2,739,405	3,203,132
	<u>\$ 90,289,673</u>	<u>\$ 36,641,537</u>	<u>\$ 37,288,160</u>	<u>\$ 38,372,069</u>



	2011	2010	2009	2008	2007	2006
\$	313,724	\$ 315,088	\$ 514,053	\$ 622,713	\$ 69,302	\$ 66,448
	1,158,146	1,104,007	588,044	1,343,360	3,048,644	1,731,027
	19,542,646	19,542,647	14,742,647	9,082,301	-	-
	792,056	-	-	-	-	-
	4,387,896	3,807,316	3,852,927	3,229,681	1,782,603	3,256,474
	<u>26,194,468</u>	<u>24,769,058</u>	<u>19,697,670</u>	<u>14,278,055</u>	<u>4,900,550</u>	<u>5,053,948</u>
	833,560	995,609	983,083	972,841	1,707,368	1,240,802
	<u>833,560</u>	<u>995,609</u>	<u>983,083</u>	<u>972,841</u>	<u>1,707,368</u>	<u>1,240,802</u>
	4,362,356	3,714,455	9,944,822	12,869,560	32,247,424	5,633,274
	<u>4,362,356</u>	<u>3,714,455</u>	<u>9,944,822</u>	<u>12,869,560</u>	<u>32,247,424</u>	<u>5,633,274</u>
	78,376	97,184	357,598	570,375	501,562	250,927
	-	-	-	-	-	-
	(2,842)	(50,380)	-	-	-	-
	<u>75,534</u>	<u>46,804</u>	<u>357,598</u>	<u>570,375</u>	<u>501,562</u>	<u>250,927</u>
	1,886,471	1,935,098	1,703,390	2,008,233	1,835,600	-
	<u>1,886,471</u>	<u>1,935,098</u>	<u>1,703,390</u>	<u>2,008,233</u>	<u>1,835,600</u>	<u>-</u>
	163,307	232,358	251,304	172,959	187,962	137,293
	1,552,174	1,794,693	1,678,331	2,026,815	1,792,716	1,384,770
	<u>1,715,481</u>	<u>2,027,050</u>	<u>1,929,635</u>	<u>2,199,774</u>	<u>1,980,678</u>	<u>1,522,063</u>
	5,940,240	3,940,240	1,940,240	-	-	-
	<u>5,940,240</u>	<u>3,940,240</u>	<u>1,940,240</u>	<u>-</u>	<u>-</u>	<u>-</u>
	905,138	10,687,218	-	-	-	-
	-	-	-	-	-	59,049
	<u>905,138</u>	<u>10,687,218</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>59,049</u>
	1,013,178	650,226	527,057	517,013	444,819	356,772
	<u>1,013,178</u>	<u>650,226</u>	<u>527,057</u>	<u>517,013</u>	<u>444,819</u>	<u>356,772</u>
	477,031	547,446	765,357	795,672	257,265	203,740
	20,447,784	30,229,865	14,742,647	9,082,301	-	-
	14,938,030	12,296,414	16,019,174	18,299,963	39,742,534	10,656,620
	3,583,665	12,622,316	1,703,390	2,008,233	1,835,600	-
	4,385,054	3,756,936	3,852,927	3,229,681	1,782,603	3,256,474
	<u>\$ 43,831,564</u>	<u>\$ 59,452,977</u>	<u>\$ 37,083,495</u>	<u>\$ 33,415,850</u>	<u>\$ 43,618,002</u>	<u>\$ 14,116,834</u>

PROVO CITY SCHOOL DISTRICT  
 Total Governmental Funds - Change in Fund Balance  
 June 30,2006 through June 30, 2015

	2015	2014	2013	2012
<b>Revenues</b>				
Property taxes	\$ 34,716,507	\$ 32,444,766	\$ 32,428,761	\$ 32,123,987
Other local sources	8,147,091	9,600,553	8,949,455	9,672,627
State of Utah	71,360,702	61,612,174	57,509,778	53,467,124
Federal government	14,668,527	16,253,024	16,756,453	15,539,002
Total revenues	<u>128,892,827</u>	<u>119,910,517</u>	<u>115,644,447</u>	<u>110,802,740</u>
<b>Expenditures</b>				
Instruction	77,992,377	71,499,205	69,533,767	68,680,153
Supporting services:				
Students	4,103,008	3,804,067	3,542,614	3,852,848
Instructional staff	1,277,995	1,405,164	1,569,945	1,521,358
District administration	2,220,421	1,595,972	1,541,051	1,551,884
School administration	5,650,292	5,429,688	5,196,888	5,155,525
Business	5,814,250	4,984,781	2,803,584	3,004,179
Operation and maintenance of buildings	6,251,578	5,781,259	6,042,890	5,849,045
Student transportation	1,986,869	2,005,641	2,158,201	2,216,991
Other	-	21,617	1,011,101	1,176,456
School food services	5,336,863	5,686,209	5,464,818	5,382,955
Non K-12 programs	3,565,614	5,543,167	6,138,445	3,530,746
Capital outlay	7,506,058	5,904,104	4,589,266	7,009,197
Debt Service:				
Bond principal	5,667,993	5,427,727	5,235,098	4,353,461
Bond issue costs	-	-	-	-
Bond interest and fees	1,354,260	1,492,509	1,762,279	2,082,660
Total expenditures	<u>128,727,578</u>	<u>120,581,110</u>	<u>116,589,947</u>	<u>115,367,458</u>
Excess (deficiency) of revenues over (under) expenditures	165,249	(670,593)	(945,500)	(4,564,718)
<b>Other financing sources (uses)</b>				
Capital lease	-	-	41,266	-
Sale of capital assets	415,807	23,970	27,169	10,362
General obligation bonds issued	50,615,000	-	-	-
Bond premium (discount)	2,382,005	-	-	-
Refunding bonds issued	22,789,999	-	9,045,000	-
Payment to refunded bonds escrow agent	(22,719,924)	-	(8,953,719)	-
Insurance recoveries	-	-	-	-
Donated Assets	-	-	-	-
Total other financing sources (uses)	<u>53,482,887</u>	<u>23,970</u>	<u>159,716</u>	<u>10,362</u>
Net change in fund balance	<u>\$ 53,648,136</u>	<u>\$ (646,623)</u>	<u>\$ (785,784)</u>	<u>\$ (4,554,356)</u>
Debt service as a percentage of noncapital expenditures	5.8%	6.0%	6.2%	5.9%

PROVO CITY SCHOOL DISTRICT  
 Total Governmental Funds - Change in Fund Balance - Continued  
 June 30, 2006 through June 30, 2015

2011	2010	2009	2008	2007	2006
\$ 31,891,333	\$ 32,672,324	\$ 32,142,593	\$ 26,477,406	\$ 26,614,168	\$ 24,691,855
10,872,559	7,859,395	8,538,122	10,197,788	9,374,876	3,599,965
52,601,369	53,877,288	57,520,715	59,138,786	52,642,013	49,629,417
18,491,842	18,258,540	17,170,413	11,556,049	12,085,892	12,599,383
<u>113,857,103</u>	<u>112,667,547</u>	<u>115,371,843</u>	<u>107,370,029</u>	<u>100,716,948</u>	<u>90,520,620</u>
68,102,925	64,797,364	66,318,579	68,788,467	62,720,619	54,990,497
3,675,095	3,681,968	3,681,831	3,299,652	3,452,851	3,065,811
1,421,080	2,060,247	2,074,908	1,519,541	2,053,435	2,014,830
1,216,376	1,160,972	778,689	1,236,565	1,489,474	1,478,589
5,023,070	4,851,866	5,030,421	4,705,273	4,485,853	4,210,928
2,888,383	2,905,870	2,823,844	2,574,485	1,094,542	1,126,515
6,833,247	5,378,173	5,395,147	5,147,632	4,045,858	4,132,825
1,901,723	2,156,422	2,053,738	2,400,231	2,203,890	1,859,437
1,107,400	61,739	91,078	392,584	2,035,645	1,072,477
5,208,605	4,910,053	5,077,938	4,293,453	4,180,570	3,778,134
3,362,893	3,456,294	4,709,556	4,084,935	3,914,974	3,078,042
12,526,166	5,759,945	6,936,233	22,703,562	16,571,562	2,765,337
4,219,671	4,326,211	4,127,972	4,013,261	4,725,450	2,960,617
-	-	-	-	308,305	-
2,239,229	2,434,054	2,586,166	2,792,332	1,772,475	1,543,104
<u>119,725,862</u>	<u>107,941,176</u>	<u>111,686,100</u>	<u>127,951,971</u>	<u>115,055,503</u>	<u>88,077,143</u>
(5,868,760)	4,726,371	3,685,743	(20,581,943)	(14,338,555)	2,443,477
-	81,721	-	1,148,344	-	91,833
29,427	63,288	13,655	76,952	5,703,955	770,801
-	-	-	-	35,000,000	-
-	-	-	-	244,201	-
-	6,462,000	-	-	8,220,000	-
-	-	-	-	(8,085,000)	-
-	-	-	-	-	-
-	348,884	-	-	-	-
<u>29,427</u>	<u>6,955,893</u>	<u>13,655</u>	<u>1,225,296</u>	<u>41,083,156</u>	<u>862,634</u>
<u>\$ (5,839,333)</u>	<u>\$ 11,682,264</u>	<u>\$ 3,699,398</u>	<u>\$ (19,356,647)</u>	<u>\$ 26,744,601</u>	<u>\$ 3,306,111</u>
6.0%	6.6%	6.4%	6.5%	6.9%	5.3%

PROVO CITY SCHOOL DISTRICT  
Property Tax Levies and Collections  
June 30,2006 through June 30, 2015

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<u>Calendar Tax Year</u>	<u>Fiscal Year Ended June 30th</u>	<u>Mill Levy or Tax Rate</u>	<u>Taxable Value</u>	<u>Redevelopment Value</u>	<u>Net Taxable Value</u>	<u>Total Tax Levied</u>
2014	2015	0.663600	\$ 4,437,390,095	\$ 152,685,850	\$ 4,284,704,245	\$ 30,457,762
2013	2014	0.007094	4,146,424,992	137,588,204	4,008,836,788	30,457,762
2012	2013	0.007319	4,153,830,545	-	4,153,830,545	30,401,886
2011	2012	0.007153	4,151,831,455	-	4,151,831,455	29,698,050
2010	2011	0.006706	4,475,415,735	-	4,475,415,735	30,012,138
2009	2010	0.006639	4,653,441,873	-	4,653,441,873	30,894,201
2008	2009	0.006214	4,977,309,060	161,198,488	4,816,110,572	29,550,810
2007	2008	0.005239	4,589,644,669	-	4,589,644,669	24,045,148
2006	2007	0.006147	3,883,034,322	108,478,837	3,774,555,485	23,195,574
2005	2006	0.006124	3,588,753,374	-	3,588,753,374	21,977,526

Calendar Tax Year	Collected within the Calendar Year of the Levy			Collections in Subsequent Years	Total Collections	
	Current	Percent of Current Collections	Fee-in-Lieu & Other Collections	Delinquent Collections	Amount	Percent of Annual Assessment
2014	\$ 29,042,289	93.16%	\$ 2,375,155	\$ 2,018,705	\$ 33,436,150	95.35%
2013	28,375,468	93.16%	2,271,140	2,360,582	33,007,190	93.16%
2012	28,163,850	92.64%	2,333,134	2,036,439	32,533,423	92.64%
2011	27,552,286	92.77%	2,313,938	2,284,594	32,150,818	92.77%
2010	26,646,431	88.79%	2,463,553	2,173,810	31,283,794	88.79%
2009	27,282,047	88.31%	2,808,721	2,751,631	32,842,399	88.31%
2008	26,920,710	91.10%	3,140,469	2,018,204	32,079,383	91.10%
2007	22,323,808	91.57%	3,038,185	1,570,642	26,994,798	92.84%
2006	21,316,863	91.90%	2,917,225	1,834,979	26,069,067	91.90%
2005	20,503,408	93.29%	2,630,067	1,438,577	24,572,052	93.29%

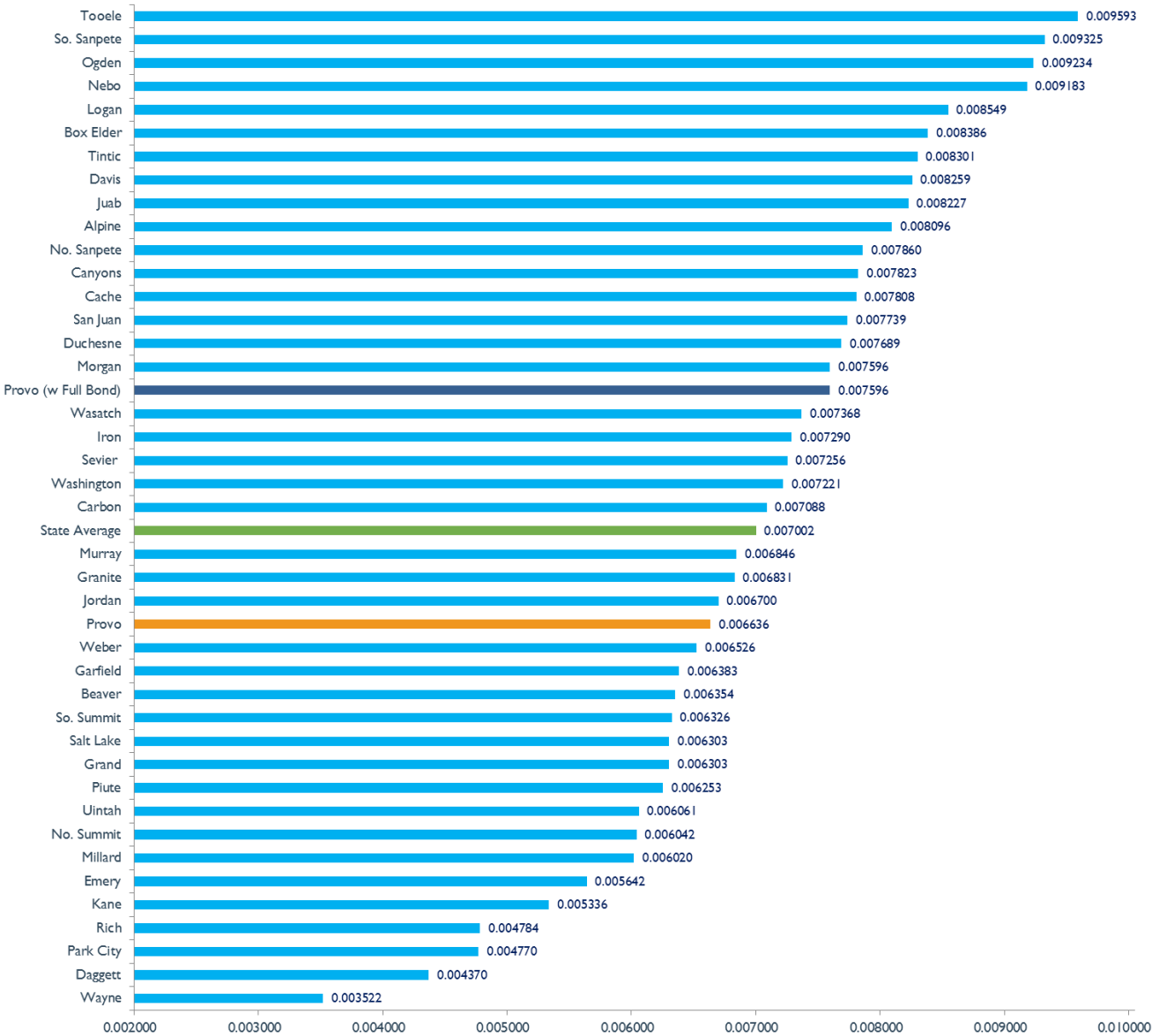
PROVO CITY SCHOOL DISTRICT

Assessed Property Value

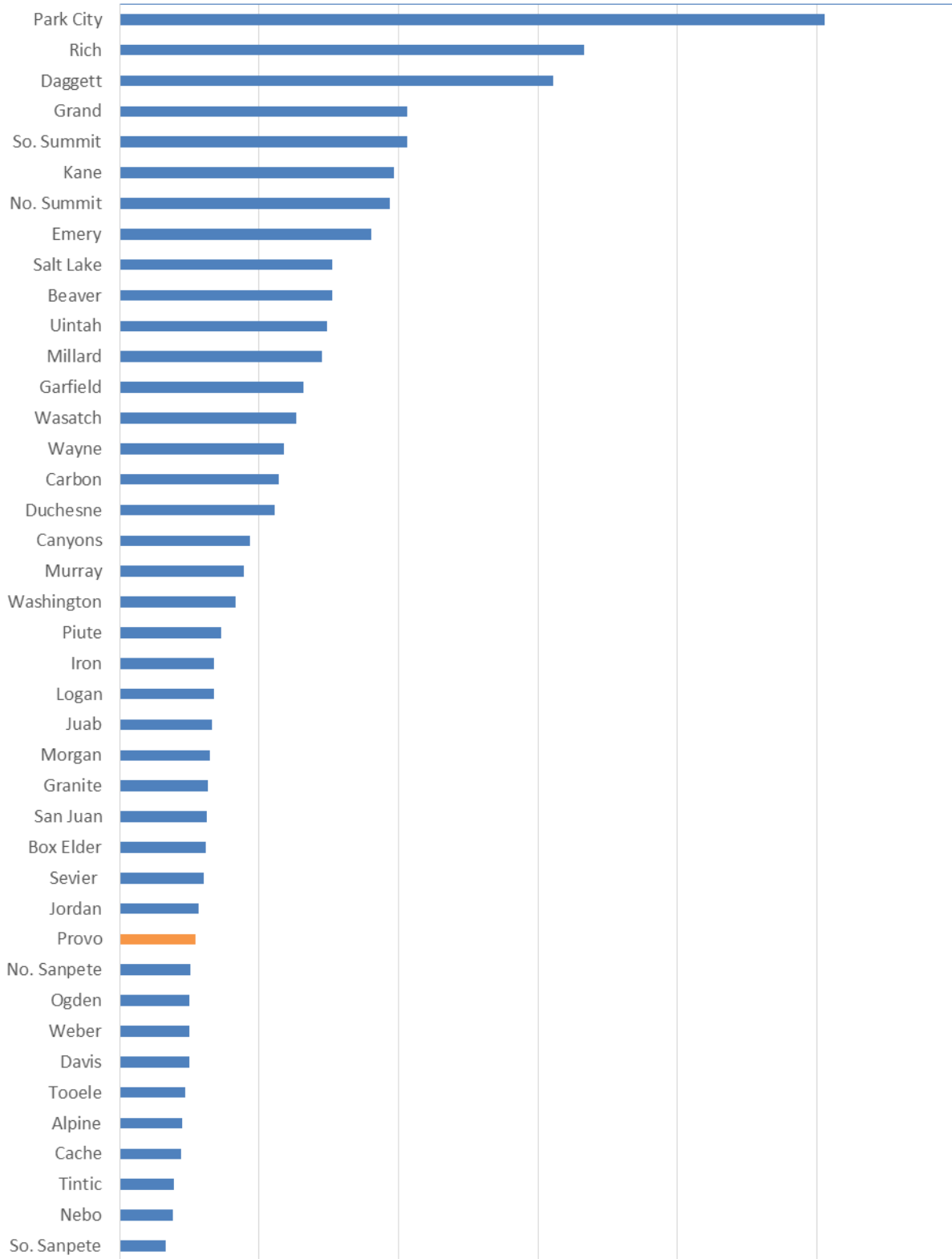
Tax Years 2005 through 2014

Tax Year	Centrally Assessed	Residential	Industrial & Commercial	Agriculture	Personal	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2014	\$ 82,937,762	\$ 2,772,015,561	\$ 1,478,928,761	\$ 1,491,220	\$ 476,336,473	\$ 4,790,839,169	0.006636	7,204,269,301	66.50%
2013	89,859,373	2,518,526,525	1,530,457,068	1,471,444	437,940,237	4,578,254,647	0.007094		69.01%
2012	87,002,827	1,801,508,388	961,043,880	1,331,238	278,833,085	4,344,956,950	0.007319	6,310,719,080	68.85%
2011	86,944,769		data not available		263,576,184	4,306,864,257	0.007153	6,447,129,327	66.80%
2010	88,668,674		data not available		362,493,475	4,435,552,148	0.006706	6,573,948,214	67.47%
2009	85,820,447	2,826,394,972	1,479,872,571	12,903,941	389,053,152	4,653,441,873	0.006639	6,966,327,000	66.80%
2008	82,706,866	2,997,124,619	1,459,637,789	38,235,709	399,604,077	4,977,309,060	0.006214	7,956,509,000	62.56%
2007	82,969,989	2,899,850,009	1,306,925,164	45,258,995	382,758,140	4,589,644,669	0.005239	7,336,569,000	62.56%
2006	76,196,427	2,315,587,821	1,138,300,267	49,894,569	302,799,307	3,883,034,322	0.006147	5,736,082,000	67.69%
2005	79,850,599	2,162,304,068	1,114,399,456	59,944,701	289,039,175	3,588,753,374	0.006124	5,443,760,000	65.92%

PROVO CITY SCHOOL DISTRICT  
 Comparison of Utah School District Property Tax Rates  
 Tax Year 2014 (Fiscal Year 2015)



Tax Yield Per Student





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PROVO CITY SCHOOL DISTRICT

Property Tax Rates - Direct and Overlapping Governments (Prior 10 Years)

Based on \$1,000 Assessed Valuation

	Tax Rates for the year ended December 31,								
	2014	2013	2012	2011	2010	2009	2008	2007	2006
Direct Rates:									
Basic Program	0.001419	0.001535	0.001651	0.001591	0.001495	0.001433	0.001250	0.001311	0.001515
Voted Leeway	0.001228	0.001300	0.001455	0.001434	0.001340	0.001346	0.001275	0.000877	0.001034
Board Leeway (Class Size Reduction)	0.001445	0.001518	0.001904	0.000400	0.000392	0.000226	0.000214	0.000339	0.000400
Board Leeway (Reading Program) [2]	0.000000	0.000000	0.000000	0.000121	0.000121	0.000121	0.000121	0.000000	0.000000
Transportation	0.000000	0.000000	0.000000	0.000100	0.000000	0.000098	0.000093	0.000096	0.000113
Tort Liability	0.000000	0.000000	0.000000	0.000080	0.000000	0.000061	0.000058	0.000060	0.000071
10% of Basic Operating [1]	0.000000	0.000000	0.000000	0.000602	0.000463	0.000492	n/a	n/a	n/a
Recreation Levy	0.000000	0.000000	0.000000	0.000600	0.000132	0.000132	0.000249	0.000256	0.000302
Debt Service	0.001268	0.001380	0.001432	0.001399	0.001317	0.001307	0.001242	0.001018	0.001201
Capital Outlay Foundation	0.001276	0.001361	0.000877	0.000250	0.000982	0.000930	0.000828	0.000369	0.000435
10% of Basic Capital	0.000000	0.000000	0.000000	0.000576	0.000464	0.000493	0.000884	0.000913	0.001076
<b>Total direct rate</b>	<b>0.006636</b>	<b>0.007094</b>	<b>0.007319</b>	<b>0.007153</b>	<b>0.006706</b>	<b>0.006639</b>	<b>0.006214</b>	<b>0.005239</b>	<b>0.006147</b>
Overlapping rates:*									
Provo City	0.002775	0.002956	0.003032	0.002843	0.002394	0.002307	0.002122	0.002236	0.002722
Utah County	0.000916	0.001006	0.001127	0.001342	0.001294	0.001203	0.001105	0.001000	0.000960
Central UT Water District	0.000422	0.000446	0.000455	0.000436	0.000421	0.000400	0.000286	0.000302	0.000357

\* source: [www.taxrates.utah.gov](http://www.taxrates.utah.gov)

[1] 10% of Basic Operating was established by state law in 2009, prior to 2009 10% of basic was only for capital

[2] Reading Program not used by District until tax year 2008, become available by law in 2004

[n/a] Detail of tax rate no longer available

School Year	WPU	Dollar Change	Percent Change
1975-76	621	-	-
1976-77	683	62	10.0%
1977-78	732	49	7.2%
1978-79	795	63	8.6%
1979-80	852	57	7.2%
1980-81	946	94	11.0%
1981-82	1,003	57	6.0%
1982-83	1,103	100	10.0%
1983-84	1,103	-	0.0%
1984-85	1,124	21	1.9%
1985-86	1,180	56	5.0%
1986-87	1,204	24	2.0%
1987-88	1,204	-	0.0%
1988-89	1,204	-	0.0%
1989-90	1,240	36	3.0%
1990-91	1,346	106	8.5%
1991-92	1,408	62	4.6%
1992-93	1,490	82	5.8%
1993-94	1,539	49	3.3%
1994-95	1,608	69	4.5%
1995-96	1,672	64	4.0%
1996-97	1,739	67	4.0%
1997-98	1,791	52	3.0%
1998-99	1,854	63	3.5%
1999-200	1,901	47	2.5%
2000-01	2,006	105	5.5%
2001-02	2,116	110	5.5%
2002-03	2,132	16	0.8%
2003-04	2,150	18	0.8%
2004-05	2,182	32	1.5%
2005-06	2,280	98	4.5%
2006-07	2,417	137	6.0%
2007-08	2,514	97	4.0%
2008-09	2,577	63	2.5%
2009-10	2,577	-	0.0%
2010-11	2,577	-	0.0%
2011-12	2,816	239	9.3%
2012-13	2,842	26	0.9%
2013-14	2,899	57	2.0%
2014-15	2,971	72	2.5%

PROVO CITY SCHOOL DISTRICT

Changes in Fund Balance & Ratio of Annual Debt Service to General Fund Expenditures

June 30, 2006 through June 30, 2015

Modified Accrual-Based Accounting

	2015	2014	2013	2012
<b>Revenues:</b>				
Property taxes	\$ 20,808,558	\$ 20,657,597	\$ 19,574,339	\$ 20,730,368
Other local sources	2,990,279	4,241,205	3,673,465	3,777,236
State of Utah	70,389,904	59,502,309	55,110,921	51,556,199
Federal government	10,593,904	11,992,367	12,616,532	11,381,864
<b>Total revenues</b>	<b>104,782,645</b>	<b>96,393,478</b>	<b>90,975,257</b>	<b>87,445,667</b>
<b>Expenditures:</b>				
Instructional services	74,229,205	67,739,515	65,776,955	64,984,092
Supporting services:				
Students	4,103,008	3,804,067	3,542,614	3,852,848
Instructional staff	1,277,995	1,405,164	1,569,945	1,521,358
District administration	2,220,421	1,595,972	1,541,051	1,551,884
School administration	5,650,292	5,429,688	5,196,888	5,155,525
Business	4,704,250	4,984,781	2,803,584	3,004,179
Operations and maintenance	5,407,883	5,137,464	5,065,572	5,177,986
Student transportation	1,986,869	2,005,641	2,158,201	2,126,248
Other	-	21,617	1,011,101	1,176,456
Community services	3,291,762	2,372,925	2,992,710	
Debt service:				
Principal retirement	-	-	-	14,461
Interest and fees	-	-	-	539
<b>Total expenditures</b>	<b>102,871,685</b>	<b>94,496,834</b>	<b>91,658,621</b>	<b>88,565,576</b>
Excess (deficiency) of revenues over expenditures	1,910,960	1,896,644	(683,364)	(1,119,909)
<b>Other financing sources (uses):</b>				
Sale of assets	15,824	23,950	23,518	7,662
Transfers In (Out)	(505,997)			
Insurance recoveries				
Proceeds from Capital lease obligation	-	-	41,266	
<b>Total other financing sources (uses)</b>	<b>(490,173)</b>	<b>23,950</b>	<b>64,784</b>	<b>7,662</b>
<b>Net change in fund balance</b>	<b>\$ 1,420,787</b>	<b>\$ 1,920,594</b>	<b>\$ (618,580)</b>	<b>\$ (1,112,247)</b>
Total debt service expenditures (all funds) (general obligations, capital leases, etc.)	\$ 6,455,797	\$ 6,920,236	\$ 6,997,377	\$ 6,436,121
<b>Debt service as a percentage of     total general fund expenditures</b>	<b>6.3%</b>	<b>7.3%</b>	<b>7.6%</b>	<b>7.3%</b>

PROVO CITY SCHOOL DISTRICT  
 Changes in Fund Balance & Ratio of Annual Debt Service to General Fund Expenditures - Continued  
 June 30, 2006 through June 30, 2015  
 Modified Accrual-Based Accounting

2011	2010	2009	2008	2007	2006
\$ 18,126,128	\$ 18,454,770	\$ 15,574,726	\$ 13,559,626	\$ 13,473,520	\$ 12,801,543
3,804,292	2,413,107	2,308,600	2,946,310	2,832,141	2,089,693
51,001,740	51,756,518	55,099,893	56,943,212	50,474,352	46,639,740
<u>14,610,869</u>	<u>14,486,136</u>	<u>13,499,469</u>	<u>8,173,955</u>	<u>8,810,031</u>	<u>8,379,546</u>
<u>87,543,029</u>	<u>87,110,531</u>	<u>86,482,688</u>	<u>81,623,103</u>	<u>75,590,044</u>	<u>69,910,522</u>
64,604,710	61,744,803	62,639,826	64,216,611	58,771,233	52,670,674
	-				
3,675,095	3,681,968	3,681,831	3,299,652	3,452,851	3,023,616
1,421,080	2,060,247	2,074,908	1,519,541	2,053,435	2,014,345
1,216,376	1,160,972	778,689	1,236,565	1,489,474	1,478,589
5,023,070	4,851,866	5,030,421	4,705,273	4,485,853	4,045,607
2,888,383	2,905,870	2,823,844	2,574,485	1,094,542	1,113,650
4,169,208	3,605,897	1,887,139	1,460,910	1,335,633	1,008,309
1,901,723	1,952,076	2,053,738	2,400,231	2,203,890	1,859,437
1,106,071	61,739	91,078	392,584	1,762,840	854,544
-	-	-	-	-	-
33,671	310,211	277,972	726,335	-	-
1,329	16,789	22,028	21,010	-	-
<u>86,040,715</u>	<u>82,352,438</u>	<u>81,361,475</u>	<u>82,553,195</u>	<u>76,649,751</u>	<u>68,068,771</u>
1,502,314	4,758,093	5,121,212	(930,092)	(1,059,707)	1,841,751
29,427	60,773	11,564	76,952	3,955	-
(106,331)					-
-	-	-	-	-	-
-	81,721	-	1,148,344	-	-
<u>(76,904)</u>	<u>142,494</u>	<u>11,564</u>	<u>1,225,296</u>	<u>3,955</u>	<u>-</u>
<u><b>\$ 1,425,410</b></u>	<u><b>\$ 4,900,587</b></u>	<u><b>\$ 5,132,777</b></u>	<u><b>\$ 295,204</b></u>	<u><b>\$ (1,055,752)</b></u>	<u><b>\$ 1,841,751</b></u>
\$ 6,460,229	\$ 6,760,264	\$ 6,714,138	\$ 6,805,593	\$ 6,806,230	\$ 4,503,721
<b>7.5%</b>	<b>8.2%</b>	<b>8.3%</b>	<b>8.2%</b>	<b>8.9%</b>	<b>6.6%</b>

PROVO CITY SCHOOL DISTRICT  
 Schedule of Long Term Debt Service

		2016	2017	2018	2019	2020	2021	2022	2023
<b>General obligation bonds:</b>									
<i>Debt Service Fund</i>									
Series 2012 Refunding	Principal	\$ 3,725,000	\$1,950,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$9,045,000	Interest	66,875	25,155	-	-	-	-	-	-
Series 2015 Refunding	Principal	270,000	750,000	2,020,000	2,095,000	2,155,000	2,195,000	2,225,000	2,255,000
\$22,790,000	Interest	485,427	479,676	463,701	420,675	376,052	330,150	283,397	236,004
Series 2015	Principal	1,260,000	1,790,000	1,875,000	1,970,000	2,070,000	2,175,000	2,280,000	2,395,000
\$50,615,000	Interest	2,255,987	1,729,838	1,640,338	1,546,588	1,448,088	1,344,588	1,235,838	1,121,838
Series 2006 G.O. Bond	Principal	450,000	-	-	-	-	-	-	-
\$9,400,000	Interest	18,000	-	-	-	-	-	-	-
Series 2007B G.O. Bond	Principal	1,200,000	1,225,000	-	-	-	-	-	-
\$25,600,000	Interest	97,000	49,000	-	-	-	-	-	-
Total Principal - General Obligation Bonds		6,905,000	5,715,000	3,895,000	4,065,000	4,225,000	4,370,000	4,505,000	4,650,000
Total Interest - General Obligation Bonds		2,923,289	2,283,669	2,104,039	1,967,263	1,824,140	1,674,738	1,519,235	1,357,842
Total - General Obligation Bonds		9,828,289	7,998,669	5,999,039	6,032,263	6,049,140	6,044,738	6,024,235	6,007,842
<b>Lease revenue bonds:</b>									
<i>Debt Service Fund</i>									
2010 Lease Revenue Bonds	Principal	460,000	460,000	460,000	460,000	460,000	460,000	460,000	460,000
\$ 6,462,000	Interest	62,509	56,851	51,193	45,535	39,877	34,219	28,561	22,903
Total - Lease Revenue Bonds		522,509	516,851	511,193	505,535	499,877	494,219	488,561	482,903
Total - Bonds payable		10,350,798	8,515,520	6,510,232	6,537,798	6,549,017	6,538,957	6,512,796	6,490,745
<b>Obligations under lease agreements:</b>									
<i>General Fund</i>									
2012 Capital Lease	Principal	7,985	8,245	8,513	8,789	-	-	-	-
\$45,375	Interest	1,090	830	562	286	-	-	-	-
Total Principal - lease obligations		7,985	8,245	8,513	8,789	-	-	-	-
Total Interest - lease obligations		1,090	830	562	286	-	-	-	-
Total lease obligations		9,075	9,075	9,075	9,075	-	-	-	-
<b>Note payable:</b>									
<i>Capital Projects Fund</i>									
2011 Energy Efficiency Chiller	Principal	19,892	20,547	21,223	21,921	22,460	23,199	23,962	24,750
\$264,697	Interest	6,835	6,180	5,504	4,806	4,267	3,528	2,765	1,977
Total note payable		26,727	26,727	26,727	26,727	26,727	26,727	26,727	26,727
<b>Total long-term debt obligations:</b>									
Total Principal - All Funds - All Long-Term Debt		7,392,877	6,203,792	4,384,736	4,555,710	4,707,460	4,853,199	4,988,962	5,134,750
Total Interest - All Funds - All Long-Term Debt		2,993,723	2,347,530	2,161,298	2,017,890	1,868,284	1,712,485	1,550,561	1,382,722
Total - All Funds - All Long-Term Debt		\$ 10,386,600	\$8,551,322	\$6,546,034	\$6,573,600	\$6,575,744	\$6,565,684	\$6,539,523	\$6,517,472

PROVO CITY SCHOOL DISTRICT  
Schedule of Long Term Debt Service

2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,675,000
-	-	-	-	-	-	-	-	-	-	-	-	92,030
2,315,000	2,345,000	2,395,000	1,770,000	-	-	-	-	-	-	-	-	22,790,000
187,973	138,663	88,715	37,701	-	-	-	-	-	-	-	-	3,528,134
2,450,000	2,510,000	2,580,000	2,655,000	2,735,000	2,830,000	2,930,000	3,035,000	3,125,000	3,220,000	3,315,000	3,415,000	50,615,000
1,067,950	1,006,700	937,675	860,275	780,625	684,900	585,850	483,300	392,250	298,500	201,900	102,450	19,725,478
-	-	-	-	-	-	-	-	-	-	-	-	450,000
-	-	-	-	-	-	-	-	-	-	-	-	18,000
-	-	-	-	-	-	-	-	-	-	-	-	2,425,000
-	-	-	-	-	-	-	-	-	-	-	-	146,000
4,765,000	4,855,000	4,975,000	4,425,000	2,735,000	2,830,000	2,930,000	3,035,000	3,125,000	3,220,000	3,315,000	3,415,000	81,955,000
1,255,923	1,145,363	1,026,390	897,976	780,625	684,900	585,850	483,300	392,250	298,500	201,900	102,450	23,509,642
6,020,923	6,000,363	6,001,390	5,322,976	3,515,625	3,514,900	3,515,850	3,518,300	3,517,250	3,518,500	3,516,900	3,517,450	105,464,642
460,000	460,000	482,000	-	-	-	-	-	-	-	-	-	5,082,000
17,245	11,587	59,612	-	-	-	-	-	-	-	-	-	430,088
477,245	471,587	541,612	-	-	-	-	-	-	-	-	-	5,512,088
6,498,168	6,471,950	6,543,002	5,322,976	3,515,625	3,514,900	3,515,850	3,518,300	3,517,250	3,518,500	3,516,900	3,517,450	110,976,730
-	-	-	-	-	-	-	-	-	-	-	-	33,532
-	-	-	-	-	-	-	-	-	-	-	-	2,768
-	-	-	-	-	-	-	-	-	-	-	-	33,532
-	-	-	-	-	-	-	-	-	-	-	-	2,768
-	-	-	-	-	-	-	-	-	-	-	-	36,300
25,564	13,202	-	-	-	-	-	-	-	-	-	-	216,720
1,162	161	-	-	-	-	-	-	-	-	-	-	37,185
26,726	13,363	-	-	-	-	-	-	-	-	-	-	253,905
5,250,564	5,328,202	5,457,000	4,425,000	2,735,000	2,830,000	2,930,000	3,035,000	3,125,000	3,220,000	3,315,000	3,415,000	87,287,252
1,274,330	1,157,111	1,086,002	897,976	780,625	684,900	585,850	483,300	392,250	298,500	201,900	102,450	23,979,683
\$6,524,894	\$6,485,313	\$6,543,002	\$5,322,976	\$3,515,625	\$3,514,900	\$3,515,850	\$3,518,300	\$3,517,250	\$3,518,500	\$3,516,900	\$3,517,450	\$111,266,935

PROVO CITY SCHOOL DISTRICT

Ratios of Outstanding Debt

June 30,2006 through June 30, 2015

Fiscal Year Ended June 30,	Outstanding General Obligation Bonds	Net General Bonded Debt as Percentage of Taxable Value	Net General Obligation Bonded Debt Per Capita	Net General Obligation Bonded Debt Per Student	Outstanding Capital Lease, Notes Payable, and Lease Revenue Obligations	Total Debt	Total Debt as Percentage of Taxable Value	Total Debt Per Capita	Total Debt Per Student
2015	\$ 84,337,005	1.74%	\$ 724	\$ 5,028	\$ 5,333,227	\$ 89,670,232	1.87%	\$ 778	\$ 5,402
2014	35,006,000	0.96%	304	2,479	5,583,266	\$ 40,589,266	0.98%	352	2,874
2013	39,947,000	0.96%	346	2,829	6,051,772	45,998,772	1.11%	399	3,257
2012	43,843,000	0.67%	374	2,921	6,470,506	50,313,506	0.78%	436	3,406
2011	48,182,000	0.72%	400	3,537	6,484,967	54,666,967	0.83%	461	4,084
2010	52,368,000	0.74%	434	3,887	6,518,638	58,886,638	0.85%	497	4,456
2009	56,384,000	1.11%	468	4,224	300,000	56,684,000	1.14%	478	4,321
2008	60,234,000	1.29%	520	4,518	604,810	60,838,810	1.33%	534	4,638
2007	63,351,000	1.63%	536	4,700	352,727	63,703,727	1.69%	554	4,857
2006	31,035,000	0.83%	284	2,597	2,269,177	33,304,177	0.93%	317	2,903



PROVO CITY SCHOOL DISTRICT  
Overlapping and Underlying General Obligation Debt  
Fiscal Year Ending June 30, 2015

Taxing Entity	2014 Taxable Value	Board's Portion of Taxable Value	Board's Percentage	Entity's General Obligation Debt	Board's Portion of G.O. Debt
<b>Overlapping:</b>					
State of Utah	\$ 222,113,205,875	\$ 4,790,839,169	2.16%	\$ 2,833,715,000	\$ 61,121,412
CUWCD (1)	29,267,359,886	\$ 4,790,839,169	16.37%	269,934,118	44,186,116
Utah County	29,379,193,629	\$ 4,790,839,169	16.31%	-	-
Total Overlapping					105,307,528
<b>Underlying:</b>					
Provo City (2)	\$ 4,790,839,169	\$ 4,790,839,169	100.00%	37,420,000	37,420,000
Total Underlying					37,420,000
Total Overlapping and Underlying General Obligation Debt					\$ 142,727,528
Total overlapping general obligation debt (excluding the State) (3)					44,186,116
Total direct general obligation bonded indebtedness					89,670,232
Total direct and overlapping general obligation debt (excluding the State) (3)					\$ 133,856,348
Total underlying general obligation debt					37,420,000
Total direct general obligation bonded indebtedness					89,670,232
Total direct and underlying general obligation debt					\$ 127,090,232
Total overlapping and underlying general obligation debt (excluding the State) (3)					81,606,116
Total direct general obligation bonded indebtedness					89,670,232
Total direct, overlapping, and underlying general obligation debt (excluding the State) (3)					\$ 171,276,348

**Taxable Value:** Taxable values used in this table for non-district entities were derived from [www.taxrates.utah.gov](http://www.taxrates.utah.gov)

(1) Central Utah Water Conservancy District (CUWCD) outstanding general obligation bonds are limited ad valorem tax bonds. By law CUWCD may levy a tax rate of up to .000400 to pay for operation and maintenance expenses and any outstanding limited ad valorem tax bonds.

(2) All or portions of these governmental entities outstanding general obligation debt are supported by user fee revenues from water or sewer. The District's portion of overlapping general obligation debt does not include user fee revenue supported general obligation debt.

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

PROVO CITY SCHOOL DISTRICT

Computation of Legal Debt Margin

June 30,2006 through June 30, 2015

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Estimated Fair Market Value	\$ 7,204,269,301	\$6,634,648,400	\$ 6,310,719,080	\$ 6,447,129,327	\$ 6,573,948,214	\$ 6,966,327,621	\$ 7,956,509,341	\$ 7,336,569,240	\$ 5,736,082,850	\$ 5,443,759,516
"Fair Market Value" X 4% (Debt Limit)	288,170,772	252,428,763	252,428,763	257,885,173	262,957,929	278,653,105	318,260,374	293,462,770	229,443,314	217,750,381
Less: General Obligation Debt	81,955,000	35,006,000	39,947,000	43,843,000	48,182,000	52,368,000	56,384,000	60,234,000	63,351,000	31,035,000
Legal Debt Margin*	<u>206,215,772</u>	<u>217,422,763</u>	<u>212,481,763</u>	<u>214,042,173</u>	<u>214,775,929</u>	<u>226,285,105</u>	<u>261,876,374</u>	<u>233,228,770</u>	<u>166,092,314</u>	<u>186,715,381</u>
Ratio Legal Debt Margin to Legal Debt Limit	71.56%	86.13%	84.17%	83.00%	81.68%	81.21%	82.28%	79.47%	72.39%	85.75%

\*The General Obligation Bonded Debt of the District is limited by Utah law to 4% of the fair market value of the total taxable property in the District. The legal debt limit and additional debt incurring capacity of the District are based on estimated fair market value and the calculated valuation value from uniform fees, and are calculated as shown above.

Year	Labor Force	Employment	Unemployment	Unemployment Rate%
2014	260,387	251,291	9,097	3.50
2013	245,698	235,207	10,491	4.27
2012	233,753	221,555	12,198	5.22
2011	226,079	211,035	15,044	6.65
2010	225,454	207,406	18,048	8.01
2009	227,898	210,779	17,119	7.51
2008	228,050	220,487	7,563	3.32
2007	228,188	222,562	5,626	2.47
2006	219,279	213,036	6,243	2.85
2005	210,889	202,461	8,428	4.00

Birth Rates 1995-2013

Year	Utah County	Utah	US
1995	25.56	19.8	14.6
1996	26.07	20.6	14.4
1997	26.02	20.5	14.2
1998	26.77	21.1	14.3
1999	27.36	21.1	14.2
2000	26.77	21.1	14.4
2001	26.21	20.8	14.1
2002	26.08	20.8	13.9
2003	25.38	20.6	14.1
2004	25.03	20.5	14
2005	24.81	20.2	14
2006	24.66	20.4	14.2
2007	24.5	20.4	14.3
2008	24.07	20.2	13.9
2009	22.9	19.2	13.5
2010	23.2	18.9	12.9
2011	22.7	18.2	12.7
2012	22.2	18	12.6
2013	21.5	17.6	12.5

Population 1970-2014

Year	Provo	Utah County
1970	53,131	139,300
1980	74,111	220,000
1990	86,835	265,766
1993	92,630	300,447
1994	94,210	405,977
2000	105,439	371,894
2004	111,718	437,627
2005	115,135	456,073
2006	116,217	475,425
2007	117,791	501,447
2008	118,468	515,000
2009	119,775	515,000
2010	113,153	516,564
2011	115,321	530,499
2012	115,919	540,404
2013	116,288	551,926
2014 <sup>P</sup>	120,242	560,974

**LARGEST EMPLOYERS IN PROVO CITY**  
 2013 (Most recent year available)

<u>Company Name</u>	<u>Employees</u>	<u>Industry</u>
Brigham Young University	15,000 - 19,999	Higher Education
Utah Valley Regional Medical Center	4,000 - 4,999	Health Care
Vivint	2,000 - 2,999	Electrical Contractor
Provo School District	1,000 - 1,999	Public Education
Utah County	1,000 - 1,999	Local Government
Provo City	1,000 - 1,999	Local Government
Central Utah Medical Clinic	1,000 - 1,999	Health Care
Myfamily.com	500 - 999	Internet and Web Services
Nu Skin International	500 - 999	Wholesale Skin Care Products
Novell	500 - 999	Software Publishers

[www.jobs.utah.gov](http://www.jobs.utah.gov)

**LARGEST EMPLOYERS IN UTAH COUNTY**  
 2013 (Most recent year available)

<u>Company Name</u>	<u>Employees</u>	<u>Industry</u>
Brigham Young University	15,000 - 19,999	Higher Education
Alpine School District	5,000 - 6,999	Public Education
Utah Valley University	4,000 - 4,999	Higher Education
Utah Valley Regional Medical Center	4,000 - 4,999	Health Care
Nebo School District	3,000 - 3,999	Public Education
State of Utah	2,000 - 2,999	State Governemtn
Vivint	2,000 - 2,999	Electrical Contractors
Wal-Mart	2,000 - 2,999	Warehouse Clubs and Supercenters
Bluefin Office Group	2,000 - 2,999	Office Supplies
Provo School District	1,000 - 1,999	Public Education

[www.jobs.utah.gov](http://www.jobs.utah.gov)

PROVO CITY SCHOOL DISTRICT  
 Full Time Equivalent by Function  
 Fiscal Years 2006 through 2015

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Function	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
Instruction	1,117	1,141	1,148	1,000	984	977	984	998	1,005	1,002
Students	59	54	52	52	51	49	50	50	50	50
Instructional Staff	36	33	38	40	41	31	32	32	32	27
General Administration	24	24	20	16	15	16	17	17	17	17
School Administration	79	80	74	74	70	70	70	70	72	65
Business and Central	24	25	22	20	26	27	26	26	26	41
Operation and Maintenance	119	152	139	148	148	95	95	95	95	133
Transportation	47	50	60	44	46	44	46	46	46	66
Other Support			11	1	1	25	26	26	26	0
Food Services	83	91	90	92	82	92	92	80	84	77
Community Services	186	173	135	146	100	93	93	93	93	103
Total FTEs	1,774	1,823	1,789	1,633	1,564	1,519	1,531	1533	1,546	1,583

PROVO CITY SCHOOL DISTRICT  
Average Daily Membership , by School (Unaudited)  
Fiscal Years 2006 through 2015

School	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
Amelia Earhart Elementary	600	598	537	549	569	560	588	558	551	515
Canyon Crest Elementary	549	524	519	497	469	487	494	532	541	541
Edgemont Elementary	499	464	467	455	505	525	565	569	570	632
Franklin Elementary	528	509	575	571	544	521	517	516	494	453
Lakeview Elementary <sup>1</sup>	480	432	694	684	693	680	685	673	724	765
Provo Peaks Elementary <sup>2</sup>	422	433	468	439	412	366	462	506	484	613
Provost Elementary	435	420	421	428	434	438	457	440	436	447
Rock Canyon Elementary	613	602	600	635	580	600	625	623	642	634
Spring Creek Elementary	625	661	632	523	567	564	570	567	558	501
Sunset View Elementary	655	621	604	572	568	560	531	527	541	510
Timpanogos Elementary	608	541	588	601	621	629	630	672	663	703
Wasatch Elementary	615	621	635	644	704	774	864	861	906	965
Westridge Elementary	791	838	748	851	862	870	889	893	890	826
Centennial Middle	956	998	995	1,050	1,030	1,003	996	1,033	1,023	988
Dixon Middle	923	820	844	830	854	863	835	833	836	822
Provo High	1,935	1,858	1,716	1,745	1,696	1,705	1,683	1,777	1,825	1,895
Timpview High	1,715	1,800	1,732	1,826	1,822	1,900	1,938	1,953	1,967	1,976
Independence High	300	302	288	324	265	277	328	322	326	251
Oak Springs	23	41	41	44	3	2	-	74	63	45
Central Utah Enterprises eSchool <sup>3</sup>	-	-	-	20	24	47	51	51	47	83
	-	-	-	-	19	14	90	270	737	2,435
Total:	13,272	13,083	13,104	13,288	13,241	13,019	13,798	14,250	14,824	16,600

PROVO CITY SCHOOL DISTRICT

Average Daily Membership by School by Grade (Unaudited)

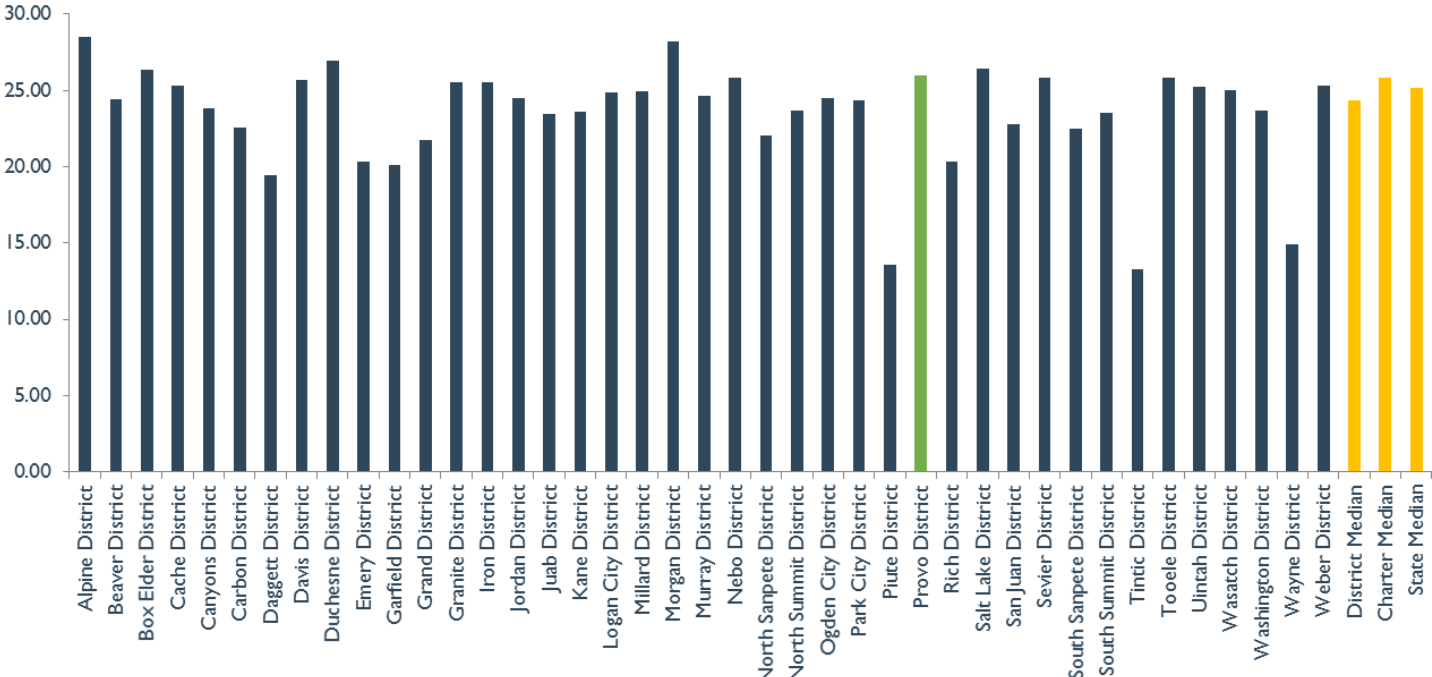
June 30, 2015

School	K	1st	2nd	3rd	4th	5th	6th	Total Enrollment	
AMELIA EARHART		71	80	79	80	74	72	59	515
CANYON CREST		72	86	101	84	71	69	58	541
EDGEMONT		77	94	100	93	85	84	99	632
PROVO PEAKS		120	85	91	62	98	70	87	613
FRANKLIN		75	61	79	64	55	67	52	453
LAKEVIEW		113	131	130	125	83	96	87	765
PROVOST		76	79	70	59	58	54	51	447
ROCK CANYON		88	81	94	93	83	88	107	634
SPRING CREEK		77	75	68	79	62	71	69	501
SUNSET VIEW		88	86	61	67	73	61	74	510
TIMPANOGOS		112	114	112	107	92	91	75	703
WASATCH		122	150	138	148	137	136	134	965
WESTRIDGE		131	125	122	124	99	106	119	826

	7th	8th	9th	10th	11th	12th	Total Enrollment
CENTENNIAL		491	497	-	-	-	988
DIXON		405	417	-	-	-	822
PROVO H.S.		56	60	475	464	449	1,895
TIMPVIEW H.S.		-	-	572	510	465	1,976
INDEPENDENCE H.S.		-	-	20	46	91	251
East Bay H.S.		-	-	-	-	83	83
OAK SPRINGS				All grades combined			45
Eschool@psd				All grades combined			2,435

Total Enrollment - Districtwide	16,600
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PROVO CITY SCHOOL DISTRICT  
 Per Pupil Expenditures by Function  
 June 30,2006 through June 30, 2015

Function	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Instruction	4,698	4,871	4,923	4,649	5,088	4,972	5,047	5,611	5,271	4,500
Supporting Services										
Student	247	262	251	261	275	283	280	281	287	255
Instructional Staff	77	122	111	103	106	158	158	126	166	163
District administration	134	115	109	105	91	89	59	103	122	121
School administration	340	382	368	349	375	372	383	385	362	339
Business	350	279	199	203	216	223	215	221	97	98
Operation and maintenance of facilities	377	384	428	391	511	413	411	420	326	332
Student transportation	120	138	153	150	142	165	156	222	199	167
Central	-	-	72	80	83	5	7	32	163	86
School food services	322	397	387	364	389	377	386	365	348	315
Community services	215	445	435	239	251	265	358	338	319	252
Facilities and construction	452	398	696	774	936	442	528	-	-	120
Debt service	423	105	125	141	167	187	197	232	151	-
Total school district	7,755	7,899	8,257	7,809	8,630	7,951	8,185	8,336	7,811	6,748
Student average daily membership	16,600	14,824	14,123	14,772	13,385	13,033	13,141	12,308	12,468	12,488

Location/Site	Year Built/Renovated Substantially	Square Footage
<b>Elementary Schools:</b>		
Amelia Earhart	1999	69,733
Canyon Crest	1982	68,240
Edgemont	1955	47,200
Provo Peaks	2011	80,000
Franklin	1994	75,801
Center for Accelerated Studies	1949	69,546
Lakeview	2007	77,480
Provost	1949	56,799
Rock Canyon	1964	69,883
Spring Creek	2002	70,720
Sunset View	2007	69,305
Timpanogos	2008	69,247
Wasatch	1949	45,326
Westridge	1979	73,928
<b>Secondary Schools:</b>		
Centennial Middle School	1996	144,795
Dixon Middle School	1931	124,276
Provo High School	1956	325,842
Timpview High School	1974	409,803
Independence High School	1992	48,121
<b>Other:</b>		
Oakridge	1979	43,992
District Office	1965	28,875

PROVO CITY SCHOOL DISTRICT

Service Efforts, Accomplishments, and Miscellaneous Statistics

Advanced Placement Test Results

2006-07 and 2007-08 based on new 2005 norms

	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
Total candidates	400	404	408	438	448	570	569	556	652	764
Total exams taken	623	601	690	706	689	918	948	974	1038	1128
Total exams passed	468	418	480	322	318	379	422	665	407	510
Provo average passed	75%	70%	70%	72%	65%	65%	69%	68%	62%	67%

College Entrance Exams - Provo Students Taking ACT Examination

Year	Number of Students
1999-00	567
2000-01	537
2001-02	520
2002-03	508
2003-04	533
2004-05	495
2005-06	567
2006-07	595
2007-08	558
2008-09	646
2009-10	665
2010-11	616
2011-12	841
2012-13	828
2013-14	881
2014-15 <sup>P</sup>	875

ACT Test Results Average 2009-2014

	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Provo	22.2	21.9	22.3	20.9	22.2	21.4
Utah	21.8	21.8	21.9	20.7	20.7	20.8
Nat'l	21.1	21	21.1	21.1	20.9	21.0

School	LANGUAGE ARTS									
	3rd Grade	4th Grade	5th Grade	6th Grade	7th Grade	8th Grade	9th Grade	10th Grade	11th Grade	Overall
AMELIA EARHART	42.7%	44.4%	52.6%	47.1%	xxx	xxx	xxx	xxx	xxx	46.3%
CANYON CREST	82.2%	64.9%	75.0%	62.5%	xxx	xxx	xxx	xxx	xxx	71.3%
EDGEMONT	47.1%	54.2%	55.4%	50.0%	xxx	xxx	xxx	xxx	xxx	51.7%
PROVO PEAKS	36.2%	40.0%	37.0%	46.7%	xxx	xxx	xxx	xxx	xxx	39.7%
FRANKLIN	48.2%	31.4%	33.3%	27.4%	xxx	xxx	xxx	xxx	xxx	34.7%
LAKEVIEW	48.3%	63.6%	48.8%	59.5%	xxx	xxx	xxx	xxx	xxx	55.0%
PROVOST	74.1%	47.3%	58.9%	55.1%	xxx	xxx	xxx	xxx	xxx	59.2%
ROCK CANYON	79.3%	69.7%	59.2%	62.2%	xxx	xxx	xxx	xxx	xxx	67.1%
SPRING CREEK	30.0%	35.1%	42.0%	49.4%	xxx	xxx	xxx	xxx	xxx	39.5%
SUNSET VIEW	45.5%	48.4%	56.8%	42.5%	xxx	xxx	xxx	xxx	xxx	48.3%
TIMPANOGOS	43.5%	29.5%	41.0%	52.9%	xxx	xxx	xxx	xxx	xxx	41.2%
WASATCH	63.2%	75.8%	69.0%	68.4%	xxx	xxx	xxx	xxx	xxx	69.1%
WESTRIDGE	60.7%	69.8%	53.5%	61.2%	xxx	xxx	xxx	xxx	xxx	61.1%
CENTENNIAL	xxx	xxx	xxx	xxx	48%	48%	xxx	xxx	xxx	48.3%
DIXON	xxx	xxx	xxx	xxx	48.5%	48.8%	xxx	xxx	xxx	48.7%
PROVO HIGH	xxx	xxx	xxx	xxx	89%	92%	44%	47%	22%	45.7%
TIMPVIEV HIGH	xxx	xxx	xxx	xxx	xxx	xxx	53.1%	52.9%	37.9%	48.4%
INDEPENDENCE HIGH	xxx	xxx	xxx	xxx	xxx	xxx	11-19%	11%	13%	10.3%
ESCHOOL	30-39%	30-39%	30-39%	20-29%	30-39%	30-39%	30-39%	30-39%	50-59%	35.5%
OAK SPRINGS	N<10	N<10	N<10	N<10	N<10	N<10	N<10	N<10	N<10	11.9%

School	MATH									
	3rd Grade	4th Grade	5th Grade	6th Grade	7th Grade	8th Grade	Secondary	Secondary II	Secondary II	Overall
AMELIA EARHART	43.2%	46.3%	61.4%	42.9%	xxx	xxx	xxx	xxx	xxx	47.7%
CANYON CREST	68.1%	67.6%	78.1%	46.9%	N<10	xxx	xxx	xxx	xxx	65.5%
EDGEMONT	42.5%	49.4%	57.8%	58.9%	xxx	xxx	xxx	xxx	xxx	51.8%
PROVO PEAKS	43.1%	33.3%	43.5%	34.1%	xxx	xxx	xxx	xxx	xxx	38.9%
FRANKLIN	41.1%	42.3%	35.1%	19.4%	xxx	xxx	xxx	xxx	xxx	34.6%
LAKEVIEW	50.0%	60.2%	44.2%	41.7%	xxx	xxx	xxx	xxx	xxx	49.1%
PROVOST	68.4%	61.8%	73.2%	48.0%	xxx	xxx	xxx	xxx	xxx	63.3%
ROCK CANYON	71.3%	70.7%	54.4%	48.9%	xxx	xxx	xxx	xxx	xxx	60.5%
SPRING CREEK	37.7%	47.3%	56.5%	45.2%	xxx	xxx	xxx	xxx	xxx	46.6%
SUNSET VIEW	35.1%	57.8%	68.9%	38.4%	xxx	xxx	xxx	xxx	xxx	49.7%
TIMPANOGOS	47.3%	50.6%	43.6%	51.4%	xxx	xxx	xxx	xxx	xxx	48.2%
WASATCH	69.2%	82.0%	71.7%	63.2%	xxx	xxx	xxx	xxx	xxx	72.4%
WESTRIDGE	49.6%	78.0%	69.7%	66.4%	?80%	N<10	xxx	xxx	xxx	68.2%
CENTENNIAL	xxx	xxx	xxx	xxx	48%	48%	92%	xxx	xxx	51.2%
DIXON	xxx	xxx	xxx	xxx	40.2%	33.8%	75.5%	N<10	xxx	39.3%
PROVO HIGH	xxx	xxx	xxx	xxx	N<10	N<10	22%	15%	23%	20.2%
TIMPVIEV HIGH	xxx	xxx	xxx	xxx	xxx	xxx	21.3%	21.1%	30.1%	23.1%
INDEPENDENCE HIGH	xxx	xxx	xxx	xxx	xxx	xxx	?5%	?5%	xxx	4.3%
ESCHOOL	20-29%	40-49%	30-39%	20-29%	30-39%	11-19%	11-19%	?20%	N<10	26.0%
OAK SPRINGS	N<10	N<10	N<10	N<10	N<10	N<10	N<10	N<10	xxx	11-19%

School	SCIENCE									Overall
	4th Grade	5th Grade	6th Grade	7th Grade	8th Grade	Biology	Chemistry	Earth Scienc	Physics	
AMELIA EARHART	45.0%	49.1%	50.0%	xxx	xxx	xxx	xxx	xxx	xxx	47.8%
CANYON CREST	55.4%	59.4%	56.3%	xxx	xxx	xxx	xxx	xxx	xxx	56.9%
EDGEMONT	39.0%	52.9%	62.5%	xxx	xxx	xxx	xxx	xxx	xxx	51.0%
PROVO PEAKS	28.6%	34.8%	35.6%	xxx	xxx	xxx	xxx	xxx	xxx	33.1%
FRANKLIN	39.4%	38.6%	22.6%	xxx	xxx	xxx	xxx	xxx	xxx	33.7%
LAKEVIEW	69.3%	52.3%	47.6%	xxx	xxx	xxx	xxx	xxx	xxx	56.6%
PROVOST	58.2%	62.5%	48.0%	xxx	xxx	xxx	xxx	xxx	xxx	56.5%
ROCK CANYON	50.7%	45.1%	59.8%	xxx	xxx	xxx	xxx	xxx	xxx	51.7%
SPRING CREEK	43.2%	34.8%	58.3%	xxx	xxx	xxx	xxx	xxx	xxx	46.3%
SUNSET VIEW	37.5%	59.5%	50.7%	xxx	xxx	xxx	xxx	xxx	xxx	49.8%
TIMPANOGOS	14.6%	25.6%	38.9%	xxx	xxx	xxx	xxx	xxx	xxx	25.5%
WASATCH	70.3%	76.7%	65.3%	xxx	xxx	xxx	xxx	xxx	xxx	71.7%
WESTRIDGE	73.6%	56.9%	55.2%	xxx	xxx	xxx	xxx	xxx	xxx	62.0%
CENTENNIAL	xxx	xxx	xxx	53%	52%	xxx	xxx	xxx	xxx	52.4%
DIXON	xxx	xxx	xxx	45.3%	41.4%	xxx	xxx	xxx	xxx	42.8%
PROVO HIGH	xxx	xxx	xxx	92%	92%	43%	63%	36%	40%	48.7%
TIMPVIEW HIGH	xxx	xxx	xxx	xxx	xxx	43.4%	36.3%	49.7%	63.8%	44.8%
INDEPENDENCE HIGH	xxx	xxx	xxx	xxx	xxx	16%	xxx	41%	xxx	24.7%
ESCHOOL	30-39%	30-39%	20-29%	20-29%	30-39%	21-29%	N<10	40-49%	N<10	33.1%
OAK SPRINGS	N<10	N<10	N<10	N<10	N<10	N<10	xxx	N<10	xxx	11-19%

### SAGE SUMMARY SCORES

	LANGUAGE ARTS	MATH	SCIENCE
PROVO	49.5%	43.7%	47.9%
ALPINE	48.5%	47.6%	52.8%
NEBO	42.8%	36.9%	44.5%

### K-3 Reading Competency

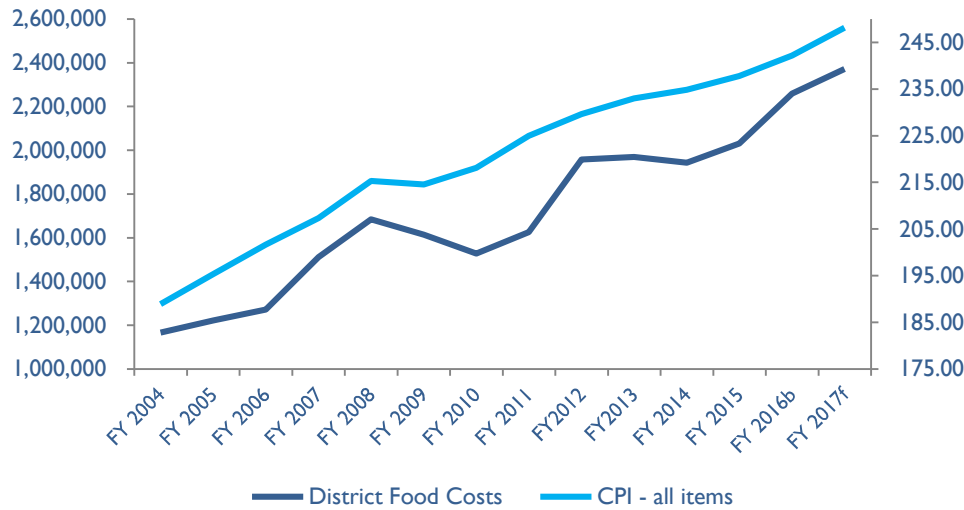
Grades 1-3

	Overall	Grade 1	Grade 2	Grade 3
PROVO	75%	76%	74%	74%
ALPINE	75%	80%	76%	68%
NEBO	81%	79%	82%	81%

Graduation Trends (District vs. state and national)

	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
Provo School District	83%	94%	94%	84%	69%	72%
Utah	79%	90%	90%	78%	81%	83%
National	71%	75%	75%	75%	78%	81%

PSD Annual Food Cost - Food Services



School Year	Lunches Served	Free Lunch Served	% of Free Lunches to Total Served	Breakfast Served	Reduced Cost Lunch Served	% of Reduced Cost Lunches to Total Served	Total Meals Served	Free/Reduced Meals Served	% F/R Lunch Out of Total Lunches Served
FY 2003	1,211,667	571,446	47.16%	261,218	157,921	13.03%	1,472,885	729,367	60.20%
FY 2004	1,226,062	603,325	49.21%	267,538	156,125	12.73%	1,493,600	759,450	61.94%
FY 2005	1,245,816	612,228	49.14%	282,153	160,509	12.88%	1,527,969	772,737	62.03%
FY 2006	1,256,839	609,996	48.53%	289,865	152,639	12.14%	1,546,704	762,635	60.68%
FY 2007	1,255,951	567,608	45.19%	293,649	164,048	13.06%	1,549,600	731,656	58.26%
FY 2008	1,253,673	560,368	44.70%	305,989	155,779	12.43%	1,559,662	716,147	57.12%
FY 2009	1,311,952	639,746	48.76%	324,889	162,320	12.37%	1,636,841	802,066	61.14%
FY 2010	1,315,197	693,426	52.72%	345,581	155,354	11.81%	1,660,778	848,780	64.54%
FY 2011	1,343,858	736,472	54.80%	338,210	152,940	11.38%	1,682,068	889,412	66.18%
FY 2012	1,319,933	736,901	55.83%	357,943	150,151	11.38%	1,677,876	887,052	67.20%
FY 2013	1,232,859	732,485	59.41%	339,783	157,697	12.79%	1,572,642	890,182	72.20%
FY 2014	1,215,543	705,006	58.00%	329,534	150,490	12.38%	1,545,077	855,496	70.38%
FY 2015	1,209,334	721,222	59.64%	343,320	136,191	11.26%	1,552,654	857,413	70.90%

Source: USOE

Year	Miles traveled (to and from school, field trips, and activities)	Number of students transported daily	Driving hours per day	Route miles driven per day	Field and activity trip miles per day	Cost per	
						student per year to bus	Number of buses
2001-02	575,100	9,828	228	2,703	492	\$141	40
2002-03	620,280	9,572	246	2,950	496	\$178	40
2003-04	636,750	7,382	264	3,098	440	\$253	40
2004-05	653,220	5,192	282	3,245	384	\$328	42
2005-06	650,520	4,771	251	2,997	617	\$426	43
2006-07	510,840	4,894	245	2,605	233	\$492	43
2007-08	542,700	5,169	271	2,747	268	\$501	48
2008-09	524,340	6,208	226	2,699	214	\$366	48
2009-10	514,980	6,332	204	2,650	211	\$315	48
2010-11	527,340	5,903	234	2,699	231	\$394	48
2011-12	543,832	5,939	214	2,741	260	\$370	45
2012-13	429,001	5,885	165	2,168	215	\$331	40
2013-14	384,987	6,472	179	1,896	243	\$304	41
2014-15	374,013	5,464	174	1,863	283	\$364	43