



Comprehensive Annual Financial Report of the Emery County School District

120 North Main Street
Huntington, Utah 84528

Laurel Johansen.....President of the Board
Kirk Sitterud.....Superintendent
Jared Black.....Business Administrator

*Prepared By: Jackie Allred, Accounting Specialist &
Jared Black, Business Administrator*

For the Fiscal Year Ended June 30, 2012

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Introductory Section

Section I: Unaudited

COMPREHENSIVE ANNUAL FINANCIAL REPORT

This section of the District's Comprehensive Annual Financial Report presents a general overview of the District and this report.

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Emery County School District

120 North Main • Box 120 • Huntington, Utah 84528
(435) 687-9846 Fax (435) 687-9849



October 1, 2012

To the Members of the Emery County School District Board of Education and the Citizens of Emery County:

We are pleased to present Emery County School District's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2012. This report is published to provide citizens, entities and other interested parties with both financial and non-financial information. This report is also intended to support the District's mission of providing a comprehensive education that will prepare students to take a proactive and responsible role in an ever-changing world.

Utah law requires that Emery County School District (the District) publish within five months of the close of each fiscal year a complete set of financial statements. These statements are to be presented in conformity with generally accepted accounting principles (GAAP) in the United States of America, and are audited by a licensed firm of certified public accountants in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller of the United States.

GAAP requires 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 can be found immediately following the report of the independent auditors in the *Financial Section*.

INTERNAL CONTROLS

Management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a framework of internal controls to protect the District's assets from loss, theft, or misuse and to compile sufficiently reliable information for the preparation of the District's financial statements in conformity with GAAP.

The cost of internal controls should not outweigh their benefits, and consequently, the District's internal controls have been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

BOARD MEMBERS

Laurel Johansen,
President

Royd Hatt,
Vice President

Marie Johnson
Samuel Singleton
Nanette Tanner

ADMINISTRATION

Kirk L. Sitterud,
Superintendent

Jared Black,
Business
Administrator

Jon Crawford,
Director of
Student Services

Gwen Callahan,
Supervisor of
Secondary Education

Jed Jensen,
Supervisor of
Elementary Education

Jeneane Warren,
Director of
School Nutrition

Roger Swenson,
Supervisor of
Transportation

Kerry Lake,
Supervisor of
Buildings and Grounds

INDEPENDENT AUDIT

Kimball and Roberts PC, a firm of licensed certified public accountants, has audited the District's financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the year ended June 30, 2012, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, evaluating the accounting principles used and significant estimates made by management, and assessing the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified ("clean") opinion that the District's financial statements for the year ended June 30, 2012, are fairly presented in conformity with GAAP. The independent auditor's report can be found as the first component of the *Financial Section* of this CAFR.

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. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of Federal awards. *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 reports are available in the compliance section of this report.

DISTRICT PROFILE

The Emery County School District was officially organized in 1915. The District is now one of 41 public school districts in Utah. Student enrollment for the 2011-12 school year was 2,318. The purpose of the District is to provide public education for those who reside within the boundaries of Emery County, located in central-eastern Utah. To accomplish this purpose, as of September 2012, the District services one 10-12 high school, one 7-12 high school, two 7-9 junior high schools, and six K-6 elementary schools.

In addition, the District offers several educational alternatives outside the traditional school setting. These alternatives include preschool training at five elementary schools, an adult education program, a comprehensive career and technical education program and concurrent enrollment classes where students simultaneously earn high school and college credits. Other offerings include advanced placement, special education, music, and many other programs in a variety of curriculum areas.

Emery County School District is a legally separate entity enjoying all rights and privileges accorded political subdivisions in the State of Utah. The District is fiscally independent. Policy making and legislative authority are vested in the Board of Education, which in accordance with Utah Code 20A-14-202-1a, is comprised of five members. The Board of Education represents the Emery County citizenry and is elected from precincts which have been independently determined by Emery County. A map of the precinct boundaries is included in the *Introductory Section* of the report, on page 11. The Board of Education is elected locally on a non-partisan basis. Board members serve four-year terms on a staggered basis.

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 superintendent and business administrator are responsible for carrying out the policies of the Board of Education and overseeing the day-to-day operations of the District.

The District has just over 300 employees working in a variety of professions, including:

▪ 135 Teachers / Counselors / Specialists	▪ 70 Educational Assistants
▪ 23 Custodians	▪ 20 Child Nutrition Workers
▪ 18 Bus Drivers	▪ 15 Secretaries
▪ 11 Principals	▪ 6 Maintenance Workers
▪ 8 Administrators / Supervisors	▪ 4 Technology Specialists
▪ 2 Accounting Specialists	▪ 1 Mechanic

ECONOMIC INDICATORS

State Economy: The Utah Governor’s Office of Planning and Budget has recently reported the following information: Utah has fared better than the nation coming out of the recession and is leading the U.S. as the recovery continues to strengthen. Overall employment grew 2.3% in 2011, outpacing the national growth rate of 0.9%. The unemployment rate remained steady at 7.6% in 2011, compared to 7.4% in 2010. The State continues to significantly outperform the nation as the U.S. unemployment rate at the end of 2011 was 8.5%. The economic outlook calls for accelerated growth through 2012 with employment expected to increase by 2.7%.

The 2010 census data show Utah’s population at 2,763,885, an increase of 23.8% from the 2000 census—ranking Utah third among states in growth. Utah’s population is projected to reach 3.3 million in 2020, 3.9 million in 2030, 4.5 million in 2040, 5.2 million in 2050, and 5.8 million in 2060.

Personal income in Utah reached \$94.9 billion for 2011, a 5.3% increase from 2010. National statistics for the same period are slightly lower than those of Utah, showing a 5.0% increase.

On October 1, 2011, there were an estimated 587,745 students in Utah’s public education system; an increase of 11,410 students, or 1.98%, over October 1, 2010. It is noteworthy that these additional students have been integrated into the Utah public school system with little to no real growth funding. These students are becoming increasingly diverse, and score respectably with their national peers.

Local Economy: Because of unique local factors, the economy in Emery County does not always parallel that of the State of Utah. Employment in Emery County revolves heavily around the energy and agricultural industries. Employment in farming, mining and energy production is a key component of the local economy.

Emery County had an estimated population of 10,997 at the end of 2011. The 2010 census population was 10,976. Population in the county has remained relatively flat over the last few years, with the population in the 2000 census being 10,860, a difference of only 116 from the 2010 census. Prior to 2001, historical numbers readily demonstrate an ebb and flow of population in the County, based on the availability of mining and energy employment. Population reached an all-time high of 12,700 in 1982 and 1983. Net migration is typically in the negative.

Emery County generally has a slightly higher rate of unemployment than the State of Utah average. For example, the latest data show that in August of 2012, the County saw an unemployment rate of 7.5%, 1.9% higher than the State rate of 5.6%. Significant job losses were sustained in the mining industry for the third straight year and jobs in other employment categories remained steady. County unemployment continues to trend below the national average. Historically, unemployment in the County peaked at 9.6% in January of 2003, and as recently as January of 2007, was at 3.2%.

Emery School District experienced consistent and significant declining enrollment between 1993 and 2009. However, in the last three years, enrollment has increased by about 100 students. Based on birth rate numbers and the current sizes of classes in the District, it is anticipated that over the next five years, enrollment numbers will continue to show a slow and steady increase.

REVENUES

The District is dependent upon State aid, providing 39.5% of government-wide revenues and 45.8% of the general fund revenues. Four years prior, in 2008, State aid provided 50.3% of government-wide revenues and 60.9% of general fund revenues. Overall, government-wide State aid to the District increased from 2011 to 2012 by \$1,078,533, representing the first increase in State aid in four years. In the current year, the District received 19.2% less in State revenues than in 2008.

The State's fiscal year 2011 school finance program is designed to provide every Utah school district with a basic operation program of \$2,816 per weighted pupil unit (WPU). This amount increased from \$2,577 in 2010 and 2009. The Utah State Uniform School Fund was constitutionally established in 1938 and is used to allocate funding for statewide public education programs. Since 1947, all Utah taxes based on income have been required to be used for public education. In 1996, voters in Utah approved a 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.

Locally generated property taxes comprised 46.5% of government-wide revenues and 44.9% of general fund revenues. Local taxable property values continue to rise—5.4% higher than last year. Local tax revenues have increased by \$2,224,420 in the last four fiscal years, primarily due to significant increases in the State Basic Levy, over which the District has no control. In 2008, the District did increase its voted leeway to a maximum of 0.001600, which also accounts for some of the increase in local revenues.

Federal funding accounted for 8.9% of government-wide revenues and 7.2% of general fund revenues. These Federal percentages are up from 6.6% and 5.5% respectively four years ago, due mostly to one time funding made available through the Edujobs program.

BUDGETARY CONTROL

The District adopts an annual budget for revenues and expenditures. This budget serves as the financial operating plan for the entire fiscal year. Revisions may be implemented during the year. Said revisions are approved by the Board only after receiving citizen input through a public hearing. All annual appropriations lapse at fiscal year-end with the exception of those indicated as a fund balance reserve.

Each June, the District Superintendent submits to the Board a proposed operating budget for the next fiscal year, commencing July 1st. This budget includes proposed expenditures and the means of financing them. Also included is a final budget for the current fiscal year ending June 30th.

On or before June 22nd of each year, the Board of Education legally adopts, by resolution, its budget for the next fiscal year, after receiving taxpayer input. If the District exceeds the certified tax rate, a revised budget is adopted in August through the truth-in-taxation process.

In developing its budget, the District strives to estimate revenues and expenditures as accurately as possible. The level by which expenditures may not exceed appropriations has been interpreted by the State Superintendent of Public Instruction to be the total budgeted revenue of a given fund.

MAJOR INITIATIVES / CAPITAL PROJECTS

Federal Edujobs funding was used to hire additional licensed and classified staff on a temporary basis. This funding can be used to maintain these positions until September 30, 2012.

Buildings owned by the District are generally older, with most school buildings having been constructed between 1962 and 1981. Renovations and upgrades occur annually as needed, and the District strives to maintain its buildings at a high level. Consequently, although the buildings are older, they are generally in excellent condition. A capital budget approval process is used for major projects. District administration reviews annual requests for capital projects, and approves those which are most urgent. Projects requiring expenditures of more than \$10,000 are also approved by the Board of Education.

The last major building construction project was the completion of a new gymnasium at Green River High School in June of 2007. In December 2011, the District entered into a contract with VCBO Architecture to perform a comprehensive facilities assessment. This assessment was still in process at the end of the 2011-12 fiscal year. Over the next two years, the District will use this assessment to develop a strategic master plan for facilities.

LONG TERM FINANCIAL PLANNING

The District has been successful in planning for and implementing significant budget decreases, which have occurred over the past four years. We do not expect revenues to increase significantly in the near future and subsequently continue to be conservative in all budgeting processes and inasmuch as possible, to not use one-time funding sources for ongoing expenditures.

The District has formed a building committee, made up of representatives from schools throughout the District as well as a community expert in architecture and engineering. The committee may be expanded as needed to include public representatives from communities served by the District. It will be the responsibility of this committee to review current buildings, future student projections, and to make recommendations to the Board of Education regarding future building needs and possible renovations to existing buildings along with possible bonding requirements.

SIGNIFICANT FINANCIAL POLICIES

The District maintains the following financial goals: a) to provide the best student education possible with the resources available, b) to maintain at least one month of operating expense in all fund balances, c) to identify revenue sources for all new supplemental programs prior to implementation, and d) to adequately fund and maintain basic programs.

AWARDS & ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Emery County School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2011. To be awarded a Certificate of Achievement, an entity must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. *This was the fourth year that the government has achieved this prestigious award.* We believe that our current report continues to meet the Certificate of Achievement program's requirements and we are submitting it to GFOA.

The District also received the Association of School Business Officials International's (ASBO) Certificate of Excellence in Financial Reporting for the year ended June 30, 2011. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by ASBO. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials and is also valid for a period of one year. *This was the fourth year the District has received this prestigious award.* We believe that this current report continues to meet the Certificate of Excellence program's requirements and we are submitting it to ASBO.

We wish to acknowledge principals, secretaries, and many other employees of the departments and schools in the District who play a critical role in the management, accurate processing, and timely closing of the District's financial records. Their expertise and professionalism is greatly appreciated.

We would also like to express appreciation to all individuals who assisted in the preparation of this report. Special appreciation is given to Jackie Allred, Accounting Specialist, who is the major contributor in preparation of this report. We would also like to thank the members of the Board of Education for their interest and support in conducting the financial affairs of the District in a responsible and progressive manner.

Respectfully submitted,



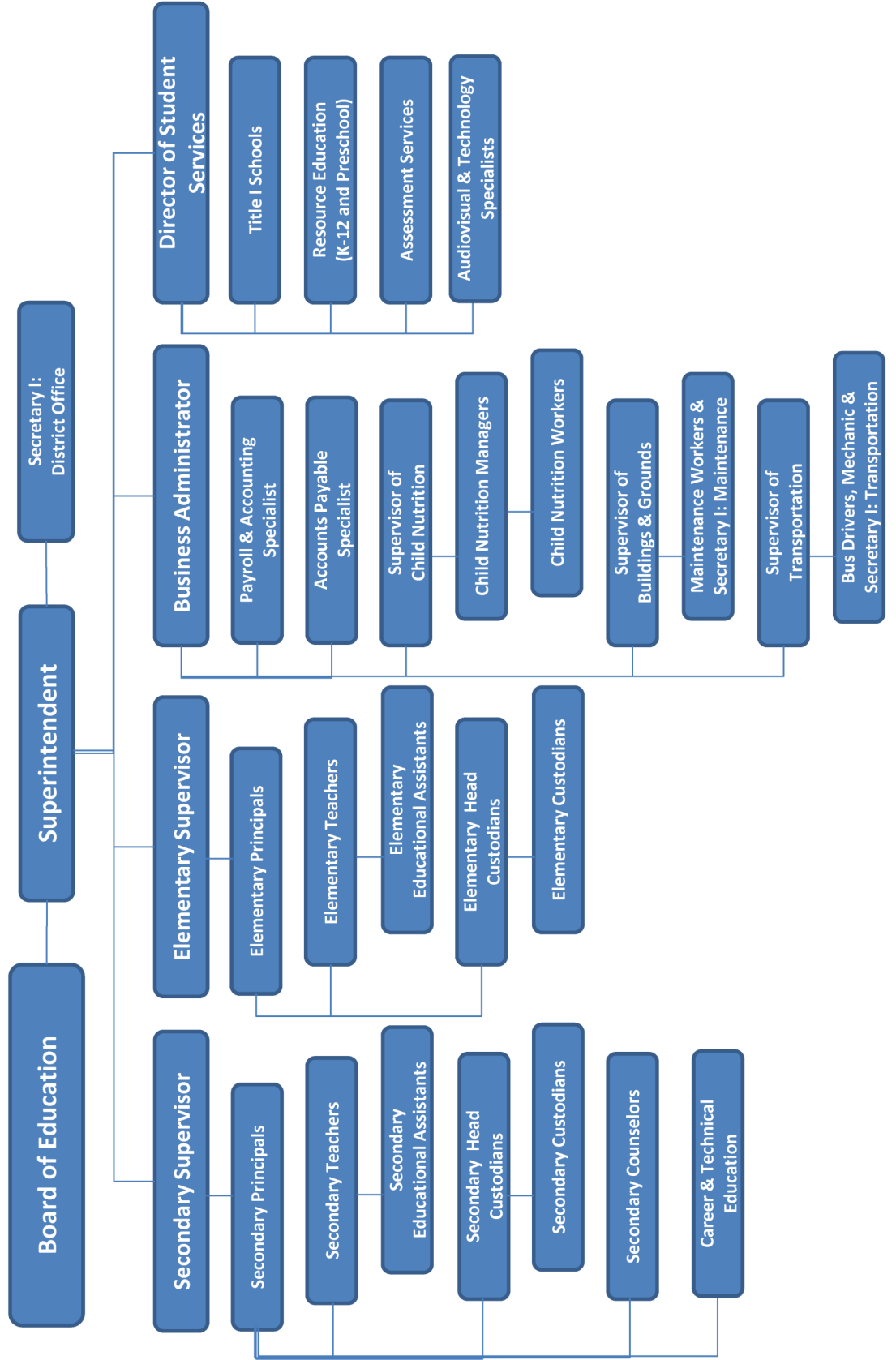
Kirk L. Sitterud, Superintendent of Schools



J. Jared Black, Business Administrator



ORGANIZATION CHART FOR EMERY COUNTY SCHOOL DISTRICT



Certificate of Achievement for Excellence in Financial Reporting

Presented to
Emery County School District
Utah

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Dandison

President

Jeffrey R. Emer

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

EMERY COUNTY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2011

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

Emery County School District
Elected and Appointed Officials
June 30, 2012

Elected Officials

<u>Members of the Board of Education</u>	<u>Present Term Began</u>	<u>Present Term Expires</u>	<u>Initial Appointment</u>
Sam Singleton Precinct I	January 5, 2009	January 7, 2013	January 2001
Nanette Tanner Precinct II	January 5, 2009	January 7, 2013	January 2009
Laurel Johansen <i>President of the Board</i> Precinct III	January 5, 2009	January 7, 2013	January 1997
Marie Johnson Precinct IV	January 3, 2011	January 5, 2015	November 1990
Royd Hatt <i>Vice President of the Board</i> Precinct V	January 3, 2011	January 5, 2015	July 1989


Appointed Officials

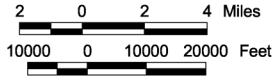
Kirk Sitterud Superintendent	July 2010	July 2012	July 1997
Jared Black Business Administrator	January 2011	January 2013	January 2007

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

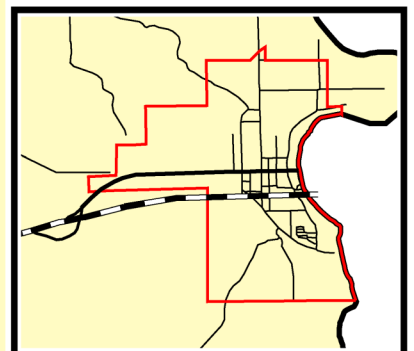
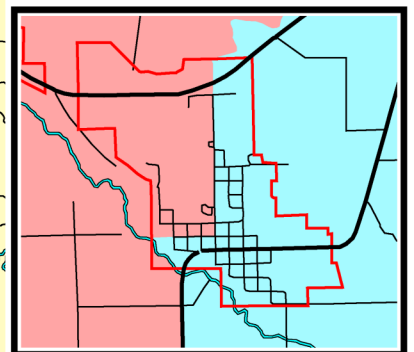
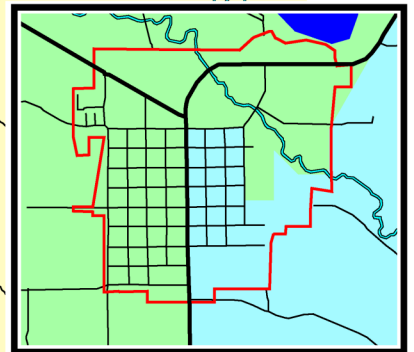
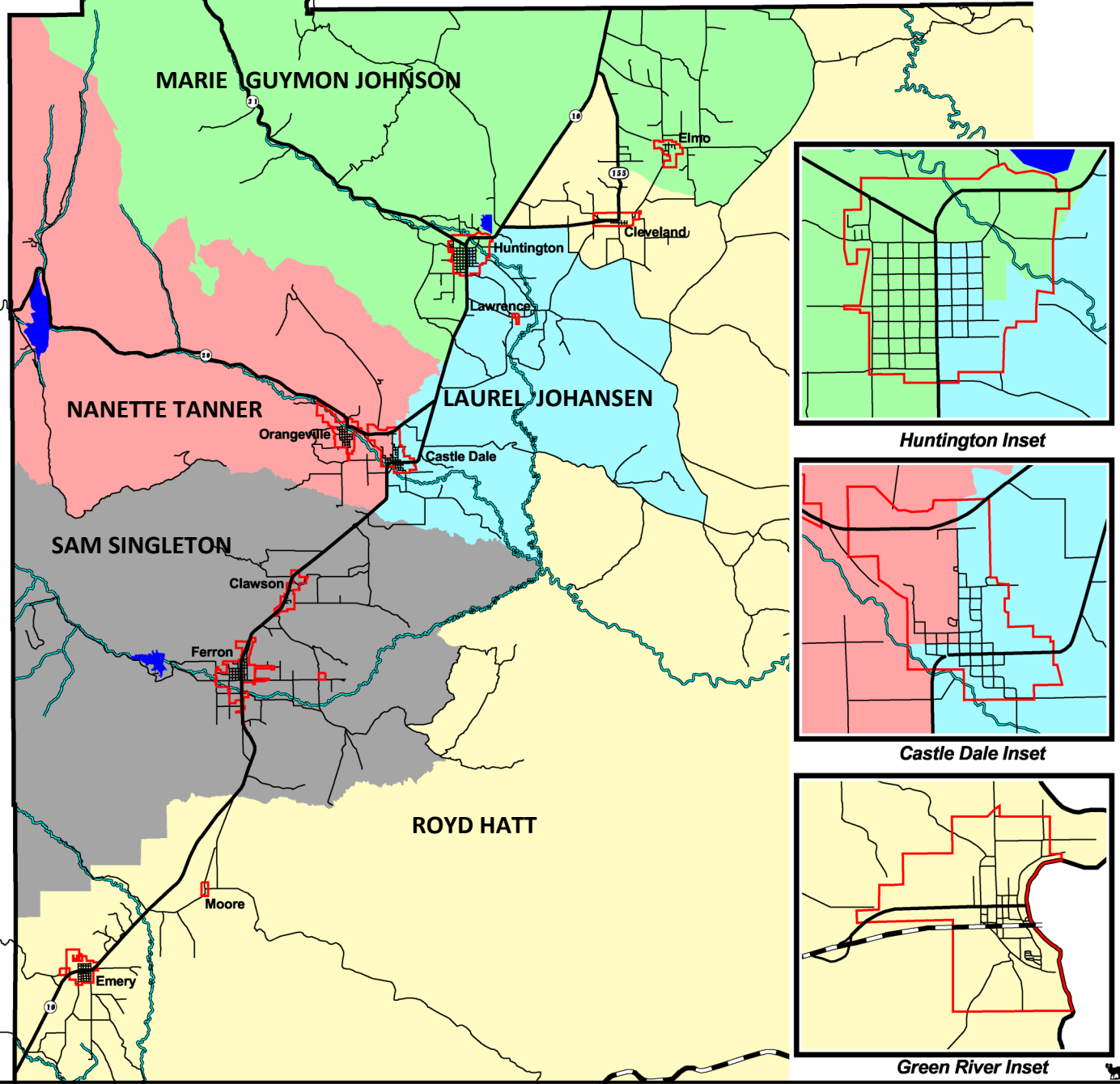
The term of office of the Superintendent and Business Administrator is two years.

Emery County School Districts

-  Interstate
-  Highway
-  B Class Road
-  City Boundary
-  Rivers
-  School District #1
-  School District #2
-  School District #3
-  School District #4
-  School District #5



EMERY
COUNTY
GIS DEPARTMENT



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Financial Section

Section II: Audited

COMPREHENSIVE ANNUAL FINANCIAL REPORT

This section of the District's Comprehensive Annual Financial Report presents information required by Generally accepted accounting principles (GAAP).

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Independent Auditor's Report: The independent auditor's report describes the audit, the nature and scope of the audit, and the auditor's opinion.	12-13
Management's Discussion and Analysis: This information provides management's explanations regarding the District's overall financial performance through the fiscal year and its financial position.	14-24
The Basic Financial Statements: These financial statements provide required detailed information regarding the District's financial performance and position.	25-32
<i>Notes to the Basic Financial Statements:</i> detailed explanations to further clarify Information contained in the basic financial statements.	33-45
Combining and Individual Fund Financial Statements and Schedules: These financial statements and schedules are supplementary information intended to clarify the information presented in the basic financial statements.	46-58

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Kimball & Roberts

Certified Public Accountants

A Professional Corporation

Box 663

Richfield, Utah 84701

Phone 896-6488

INDEPENDENT AUDITOR'S REPORT

Emery County School Board
Emery County School District
Huntington, Utah 84528

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Emery County School District as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Emery County School District's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

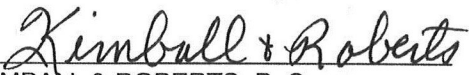
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Emery County School District as of June 30, 2012, and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 21, 2012, on our consideration of Emery County School District's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Emery County School Board
Emery County School District

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Emery County School District's basic financial statements. The introductory section, combining and individual fund financial statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Emery County School District. The combining and individual fund financial statements and schedules and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.


KIMBALL & ROBERTS, P. C.
Certified Public Accountants

September 21, 2012
Richfield, Utah

As management of the Emery County School District (District), we offer readers of the District's financial statements this narrative overview of District financial activities for the fiscal year ended June 30, 2012.

FINANCIAL HIGHLIGHTS

The financial position of the District very slightly declined. The following highlights are a summary of the District's financial position in several areas that help measure the District's financial performance for the fiscal year ended June 30, 2012.

- **Government-Wide Assets:** The District's total net assets exceeded liabilities by \$25.56 million at the close of this fiscal year. This represents a decrease in total net assets of just .02% from the previous year.
- **Government-Wide Financial Progress:** During the year, government-wide expenses reported were \$5,423 more than the \$19.9 million generated in taxes and other revenues for governmental activities.
- **Governmental Fund Financial Progress:** Even with a minor Federal revenue reduction, the combined fund balance increased by \$217,185, or 2.6%. This amount represents fund balance increases in all funds except the *student activities fund*, which saw a decreased fund balance of \$27,967, or 9.6%. For comparison, the combined fund balance in the previous year decreased by \$670,236, although this decrease was primarily due to restating unused fund balance in restricted programs to deferred revenue liabilities.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

A. Government-Wide Financial Statements (found on pages 25-26 of this report)

- 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 assets* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets 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 government's net assets 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 the statement of activities for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

B. Fund Financial Statements.

A *fund* is a group of related accounts that are used to maintain control over resources segregated for specific objectives. The District uses fund accounting to ensure compliance with finance-related legal requirements. All funds of the District can be divided into two categories: governmental funds and fiduciary 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 resource 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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

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

The District adopts an annual appropriated budget for its *general fund*. A budgetary comparison statement has been provided for the *general fund* to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 27-31 of this report.

- *Fiduciary Funds* are used to account for resources held for the benefit of parties outside the government entity. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The District uses an agency fund to account for resources held for student activities and groups. The basic fiduciary fund financial statement can be found on page 32 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 33-45 of this report.

D. Supplementary Information.

The combining and individual fund financial statements and schedules referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the basic financial statements, on pages 46-58. Additional financial and non-financial statistical data and trends are presented in the statistical section of the report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The following section will provide additional information on the status of the District's net assets, as well as changes in net assets from the prior year.

A. Net Assets – Governmental Activities

For the fiscal year ended June 30, 2012, District assets exceeded liabilities by \$25.56 million.

**EMERY COUNTY SCHOOL DISTRICT'S Net Assets
June 30, 2012 and 2011**

	Governmental Activities		Total Change
	2012	2011	
Current and other assets	\$ 22,529,580	\$ 22,470,300	\$ 59,280
Capital assets	17,304,118	17,500,559	(196,441)
Total assets	39,833,698	39,970,859	(137,161)
Long-term liabilities outstanding	325,173	290,434	34,739
Other liabilities	13,949,119	14,115,596	(166,477)
Total liabilities	14,274,292	14,406,030	(131,738)
Net assets:			
Invested in capital assets	17,304,118	17,500,559	(196,441)
Restricted	5,142,428	5,043,137	99,291
Unrestricted	3,112,860	3,021,133	91,727
Total net assets	\$ 25,559,406	\$ 25,564,829	\$ (5,423)

Notable information related to net assets includes the following:

- The largest portion of the District's net assets (67.7%) reflects investment in capital assets (e.g., land, water stock, buildings and improvements, and furniture and equipment) less any related debt

(general obligation bonds payable and obligations under capital leases less unspent bond proceeds) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

- An additional portion of the District's net assets (20.1%) represents resources that are subject to external restrictions on how they may be used.
- The remaining balance of *unrestricted net assets* (12.2%) may be used to meet the District's ongoing obligations to students, employees, and creditors and to honor next year's budget.
- At the end of the current fiscal year, the District shows a minor increase in both restricted and unrestricted net assets, and a minor decrease in investment in capital assets.

B. Changes in Net Assets – Governmental Activities

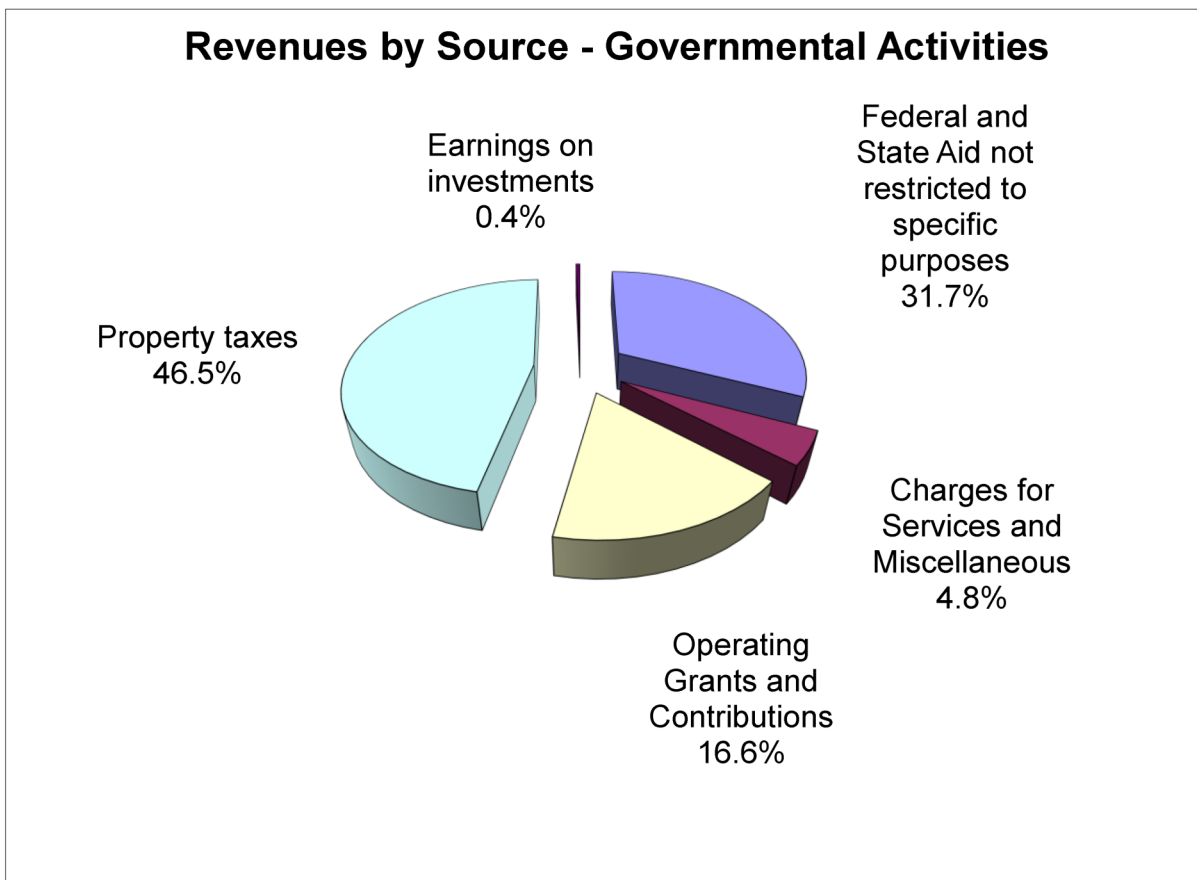
- The District's total net assets decreased by \$5,423 during the current fiscal year. The following discussion and analysis focuses on this decrease – see chart on next page.

Changes in Net Assets
June 30, 2012 and 2011

	Governmental activities		Increase (Decrease) from Fiscal 2011
	2012	2011	
Revenues:			
Program revenues:			
Charges for services	\$ 470,261	\$ 512,020	\$ (41,759)
Operating grants and contributions	4,074,194	4,047,670	26,524
General revenues:			
Property taxes	11,384,453	10,492,141	892,312
Federal and state aid not restricted to specific purposes	7,754,837	6,775,710	979,127
Earnings on investments	101,096	77,152	23,944
Miscellaneous	694,571	565,140	129,431
Total revenues	<u>24,479,412</u>	<u>22,469,833</u>	<u>2,009,579</u>
Expenses:			
Instructional services	15,669,984	14,977,002	692,982
Supporting services:			-
Students	465,990	466,005	(15)
Instructional staff	364,127	374,529	(10,402)
District administration	371,830	366,062	5,768
School administration	1,947,690	1,726,047	221,643
Business	440,745	387,805	52,940
Operation and maintenance of facilities	2,878,134	2,677,241	200,893
Transportation	1,230,733	1,144,713	86,020
School Lunch services	1,115,602	1,079,882	35,720
Interest on long-term liabilities		-	-
Total expenses	<u>24,484,835</u>	<u>23,199,286</u>	<u>1,285,549</u>
Increase (decrease) in net assets	(5,423)	(729,453)	724,030
Net assets - beginning	<u>25,564,829</u>	<u>26,294,282</u>	<u>(729,453)</u>
Net assets - ending	<u>\$ 25,559,406</u>	<u>\$ 25,564,829</u>	<u>\$ (5,423)</u>
Revenue per pupil:			
Local	5,024.35	4,751	\$ 273
State	3,701	4,164	(463)
Federal	968	1,168	(200)
Total revenue per pupil	<u>\$ 9,694</u>	<u>\$ 10,084</u>	<u>\$ (390)</u>
Expense per pupil	<u>\$ 10,563</u>	<u>\$ 9,847</u>	<u>\$ 716</u>
Student population	<u>2,318</u>	<u>2356</u>	<u>(38)</u>

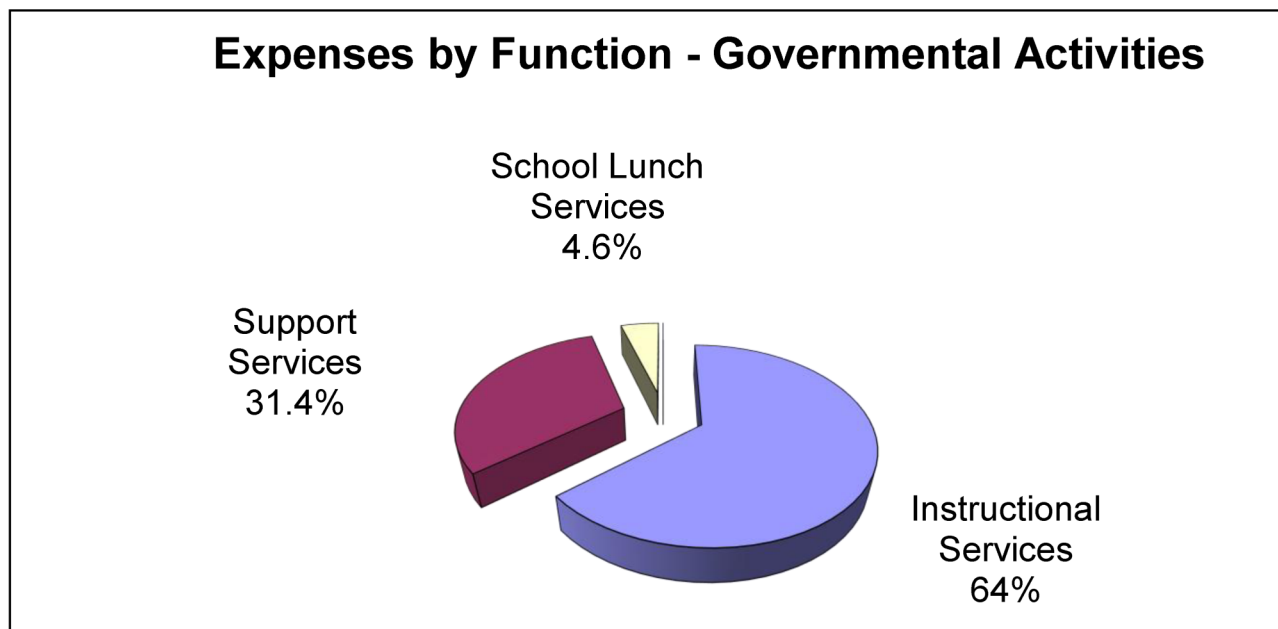
REVENUES

- Total revenues increased by 8.9% or \$2,009,579, with current year revenues at \$24.48 million compared to prior year revenues at \$22.47 million. Combined Federal and State aid equaled 48.3% of the District's revenues while property taxes generated 46.5% of total District revenues. The remainder of revenues came from other locally generated sources.
- Federal aid decreased by \$72,882 or 3.2%. Changes were a reflection of a decrease in the federal stimulus funding, but countered by a small 4%, or \$27,775, increase for the School Food Service fund.
- State aid shows an increase of \$1,078,533. 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 increased from \$2,577 in FY11 to \$2,816 in FY12 resulting in a \$170,142 increase for unrestricted expenses. Most of the remaining increase, or \$880,302, is a result of restating the fund balance for restricted state programs in FY11 to be categorized as a deferred revenue or liability and then seen as revenues in FY12. These funds were not reflected as revenues in FY11, accounting for much the difference between FY12 and FY11.
- Revenue from local sources increased by \$1,003,928, nearly all due to an additional \$892,312 in local property taxes, or 89% of the total increase. The higher local property taxes are a result of a higher State Basic Levy, increased property valuation in Emery County and tax growth in the County. Investment earnings and other local revenues account for the remaining increase of \$111,616.



EXPENSES

- Overall expenses increased by 5.5%, spread across all functions. Salary schedules were increased by 1% and employees were also given a 1% stipend. Retirement expenses also increased 0.5%.
- The District's health insurance saw an increase of 7.5% for medical and 5.3% for dental.
- Instructional increases account for 54% of the change. The District hired a half-time Principal at Book Cliff Elementary. Previously, one Principal shared duties at both schools in Green River. This change resulted in additional expenses in the school administration function. The increase in the Business function is the result of a partial purchase of a new accounting system as well as allocating a higher percentage of technology salaries to the function. The increase in the maintenance function reflects consistent increases in utilities and repairs as well as the stated salary and benefits changes.
- Depreciation expenses of \$1,095,326 were allocated to the appropriate functions according to percent of total expenses, with the largest being Instructional Services.



FINANCIAL ANALYSIS OF THE DISTRICT'S GOVERNMENTAL FUNDS

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

Governmental Funds: The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. Governmental funds report the differences between their assets and liabilities as fund balance, which is divided into nonspendable, restricted, and unrestricted portions.

Management's Discussion and Analysis

Nonspendable includes inventories and prepaid expenditures that are not expected to be converted to cash. *Restricted* includes net fund resources of the District that are subject to external constraints due to State or Federal laws, or externally imposed conditions by grantors or creditors. Restrictions include tax revenues levied for specific purposes, such as debt service or capital projects.

The unrestricted fund balance, is, in turn, subdivided between committed, assigned, and unassigned portions. *Committed* balances reflect the District's self-imposed limitation on the use of otherwise available expendable financial resources in governmental funds. *Assigned* balances in the General Fund and other governmental funds are those that do not meet the requirements of restricted or committed but that are intended to be used for specific purposes. *Unassigned* balances in the General Fund are all other available net fund resources. The District has designated portions of the unassigned fund balance to earmark resources for certain government-wide liabilities and post employment obligations that are not recognized in the governmental funds.

At June 30, 2012, the District's combined governmental fund balance is \$8,616,591 (\$104,505 in nonspendable, \$5,046,385 in restricted, \$330,151 in committed, \$558,570 in assigned and \$2,576,980 in unassigned fund balances). This amount represents an increase of \$217,185 from the previous year. The primary factors of this increase mirror those highlighted in the analysis of governmental activities. In addition, the following changes should be noted:

A. General Fund

- The *General Fund* is the chief operating fund of the District. At the end of this fiscal year, the unassigned fund balance was \$2,576,980 while the total fund balance was \$2,880,799. The unassigned fund balance increased by \$331,448 while total fund balance increased by \$83,239, or 2.9%.
- After three consecutive years of deep cuts in State funding, FY12 was relatively steady, after recognizing that 81.6% of the \$1,078,533 increase was due to the restating of State program fund balances to a liability in FY11, then recognizing them as revenue in FY12. The State funding increase is also partially attributable to the WPU increase stated earlier. The Federal funding decrease of \$72,882 is partially a reflection of the completion of ARRA stimulus funding. In FY10 and FY09, the District received Federal ARRA stimulus funding of \$942,756 and \$569,400, while in FY12 the final remaining allocation was \$257,151.
- Expenditures for general District purposes totaled \$20.26 million, an increase of 5.3% over the prior fiscal year. Instructional services totaled 64.2% of *General Fund* expenditures.
- *General Fund* salaries totaled \$11.4 million. The cost of associated employee benefits including retirement, social security, and insurance (health, dental and accident, industrial, and unemployment) was \$5.4 million. Combined, salaries and benefits in the general fund accounted for \$16.8 million, or 83% of total *General Fund* expenditures.

B. Other Major Funds

At year end, the *Capital Projects Fund* has a total fund balance of \$4,367,440, representing an increase

of \$106,381 from FY11. This fund is used for the acquisition of capital assets and the purchase of supplies and related expenditures. The district's assets are aging and a building assessment is being conducted with district administration, maintenance staff, and a consulting architect. Fund balance amounts will go toward remodeling existing buildings and the purchase of newer additions.

C. Non-Major Funds

The *Other Governmental Funds* consist of the Student Activities Fund, Non K-12 Programs Fund, and the School Food Service Fund.

- The *Student Activities Fund* reflects monies spent at the school level for instruction. The ending fund balance of \$263,213 was a decrease from prior year of \$27,967, or 9.6% from the prior year.
- The *Non K-12 Programs Fund* shows an ending fund balance of \$680,855, reflecting an increase of \$41,077, or 6.4% from the prior year.
- The *School Food Service Fund* has an ending fund balance of \$424,284. This amount includes \$96,043 in inventory. This is an increase in fund balance from the prior year of \$14,455, or 3.5%.

GENERAL FUND BUDGETARY ADJUSTMENTS AND HIGHLIGHTS

During the year, the Board revised the District's budget. Budget amendments were made to reflect changes in programs and related funding. The difference between the original budget and the final amended budget was an increase of \$2,007,667 in total general fund revenues. The most significant budgetary adjustments may be summarized as follows:

- After finalizing FY11 and after the FY12 original budget was passed, carry-forward balances for designated programs were added to the FY12 budget in the amount of \$1,813,924. This alone accounts for the majority of the increase in budgeted revenue as stated above. On the expenditure side, this carry-forward funding was added mostly to instructional services. The remainder of the change includes a slight increase in expected taxes coming from new growth funding and small offsetting adjustments made to State revenues and Federal revenues as updated funding information was received.
- The District transferred \$75,000 to the *General Fund* from the *Capital Outlay Fund*. This transfer was authorized by the Utah Legislature for FY12 to help offset the cut in State and Federal funding. The District used the transferred money to pay for one teaching position.

Actual expenditures were \$1,590,980 below the final amended budgeted amounts. The most significant positive variance was \$1,394,618 in instructional services. This is the result of an intentional effort by the District to conserve monies allocated to restricted programs and is reflected in the deferred revenue and assigned fund balances as stated earlier. District administration is aware of the elimination of Federal stimulus monies and reductions in ongoing funding and has tried to cushion these cuts through reduced spending in FY12.

Actual revenues were \$1,507,741 below the final amended budgeted amount. Two factors account for the majority of this difference. First, the final budget included use of fund balance of \$692,363. This fund balance revenue is used solely for budgeting purposes and accounts for 46% of the stated revenue difference. Second, there is also a noticeable difference in budget to actual in the State and Federal aid revenues. This difference is the result of revenues being moved to deferred liabilities which will to be used at the start of the next fiscal year.

CAPITAL ASSET AND DEBT ADMINISTRATION

A. Capital Assets

The capital projects fund is used to account for the costs incurred in acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing educational programs for all students within the District.

Capital assets at June 30, 2012 and 2011 are outlined below:

	Capital Assets	
	(Net of Accumulated Depreciation)	
	Governmental activities	
	2012	2011
Land	\$ 712,405	\$ 712,405
Water Stock	212,595	212,595
Buildings and improvements	14,300,093	14,508,740
Furniture and equipment	829,871	825,235
Vehicles	1,249,154	1,241,584
Total capital assets, net of depreciation	\$ 17,304,118	\$ 17,500,559

Additional information on the District's capital assets is in Note 4 to the basic financial statements on page 41.

B. Debt Administration

As of June 30, 2010, the District's bonded indebtedness was eliminated with all bonds being retired. 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 limit at June 30, 2012 is \$76.68 million. Net general obligation debt at June 30, 2012 is \$0, thus not reducing the full debt-incurring capacity.

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

CHANGING ENROLLMENT IN THE DISTRICT

The components of changing enrollment in Emery County School District are net migration and the kindergarten to grade 12 (K-12) differentials. The K-12 differential is the difference between the class size of the grade 12 leaving, and the class size of the kindergarten students entering the District in a given year. District births and number of students per grade are known data. Growth would occur if the number of kindergarten students entering the District exceeds the number of grade 12 students leaving the District. Declining enrollment would occur if the number of grade 12 students leaving the District exceeds the number of kindergarten students entering the District, provided all other factors remain constant. After many years of consistent declining enrollment, the District now has a four-year projection of stabilized enrollment.

Projected Enrollment (2013-2016)

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
2,332	2,374	2,360	2,341

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Emery County School District's finances. Questions concerning any of the information provided in this report or requests for information should be addressed to the Business Administrator, Emery County School District, PO Box 120, Huntington, UT 84528.

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EMERY COUNTY SCHOOL DISTRICT
Statement of Net Assets
June 30, 2012

	Governmental Activities 2012
Assets:	
Current Assets:	
Cash and investments	\$ 10,446,722
Receivables:	
Property taxes	11,126,147
Other governments	839,926
Other	12,280
Inventories	104,505
Capital Assets:	
Land and water stock	925,000
Other capital assets, net of accumulated depreciation	16,379,118
Total assets	39,833,698
Liabilities:	
Current Liabilities:	
Accounts payable	316,564
Accrued wages	1,151,577
Accrued payroll liabilities	652,907
Unearned revenue:	
Property taxes	11,028,116
Other governments	763,825
Leave, retirement, and longevity benefit liability due within one year	36,130
Noncurrent Liabilities:	
Leave and retirement liability due in more than one year	325,173
Total liabilities	14,274,292
Net Assets:	
Invested in capital assets	17,304,118
Restricted for:	
Non K-12	680,855
School Food Service	424,284
Capital Outlay	4,037,289
Unrestricted	3,112,860
Total net assets	25,559,406
Total Liabilities and Net Assets	\$ 39,833,698

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

EMERY COUNTY SCHOOL DISTRICT
Statement of Activities
Year Ended June 30, 2012

Functions	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Total Governmental Activities
Governmental activities:				
Instructional services	\$ 15,669,984	\$ 189,774	\$ 2,962,911	\$ (12,517,299)
Supporting services:				
Students	465,990	-	225,062	(240,928)
Instructional staff	364,127	-	10,462	(353,665)
District administration	371,830	-	8,920	(362,910)
School administration	1,947,690	-	39,142	(1,908,548)
Business	440,745	-	-	(440,745)
Operation and maintenance of facilities	2,878,134	-	18,323	(2,859,811)
Transportation	1,230,733	3,617	-	(1,227,116)
School lunch services	1,115,602	276,870	809,374	(29,358)
Total school district	<u>\$ 24,484,835</u>	<u>\$ 470,261</u>	<u>\$ 4,074,194</u>	<u>(19,940,380)</u>
General revenues:				
Property taxes levied for:				
General purposes				8,480,580
Transportation				603,480
Recreation				864,390
Capital outlay				1,436,003
Federal and state aid not restricted to specific purposes				7,754,837
Earnings on investments				101,096
Miscellaneous				694,571
Total general revenues				<u>19,934,957</u>
Change in net assets				(5,423)
Net assets - beginning				<u>25,564,829</u>
Net assets - ending				<u>\$ 25,559,406</u>

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

EMERY COUNTY SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2012

	<u>Major Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Outlay</u>		
Assets:				
Cash and investments	\$ 4,667,283	\$ 4,408,917	\$ 1,370,522	\$ 10,446,722
Receivables:				
Property taxes	8,962,630	1,349,096	814,421	11,126,147
Other governments	732,894		107,032	839,926
Other receivables	12,280		-	12,280
Inventories	8,462		96,043	104,505
Total assets	<u>\$ 14,383,549</u>	<u>\$ 5,758,013</u>	<u>\$ 2,388,018</u>	<u>\$ 22,529,580</u>
Liabilities and fund balances:				
Liabilities:				
Accounts payable	\$ 263,982	\$ 52,219	\$ 363	\$ 316,564
Accrued Wages	1,048,640		102,937	1,151,577
Accrued payroll benefits	652,907			652,907
Deferred revenue:				
Property taxes	8,881,807	1,338,354	807,955	11,028,116
Other governments	655,414		108,411	763,825
Local sources			-	-
Total liabilities	<u>11,502,750</u>	<u>1,390,573</u>	<u>1,019,666</u>	<u>13,912,989</u>
Fund Balances:				
Nonspendable	8,462		96,043	104,505
Restricted for Fund		4,037,289	1,009,096	5,046,385
Committed for Construction		330,151		330,151
Assigned by LEA	295,357		263,213	558,570
Unassigned	2,576,980			2,576,980
Total fund balances	<u>2,880,799</u>	<u>4,367,440</u>	<u>1,368,352</u>	<u>8,616,591</u>
Total liabilities and fund balances	<u>\$ 14,383,549</u>	<u>\$ 5,758,013</u>	<u>\$ 2,388,018</u>	<u>\$ 22,529,580</u>

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

EMERY COUNTY SCHOOL DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2012

Total fund balances for governmental funds	\$ 8,616,591
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Total net assets reported for governmental activities in the statement of net assets is different because:

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

Land	\$ 712,405	
Water stock	212,595	
Buildings and improvements, net	14,300,093	
Furniture and equipment, net	829,871	
Vehicles, net	1,249,154	17,304,118

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

Accrued vacation	(361,303)	
	(361,303)	(361,303)
Total net assets of governmental activities		\$ 25,559,406

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

EMERY COUNTY SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2012

	<u>Major Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Outlay</u>		
Revenues:				
Property taxes	\$ 9,107,256	\$ 1,423,308	\$ 853,889	\$ 11,384,453
Earnings on investments	50,379	40,816	9,901	101,096
School food service sales			276,870	276,870
Other local sources	368,330	-	519,632	887,962
State aid	9,280,650		377,663	9,658,313
Federal aid	1,463,415		707,303	2,170,718
Other			-	-
Total revenues	<u>20,270,030</u>	<u>1,464,124</u>	<u>2,745,258</u>	<u>24,479,412</u>
Expenditures:				
Current:				
Instructional services	13,016,444		1,644,338	14,660,782
Supporting services:				
Students	465,990			465,990
Instructional staff	364,127			364,127
District administration	317,064			317,064
School administration	1,842,625			1,842,625
Business	418,838			418,838
Operation and maintenance of facilities	2,660,736		1,566	2,662,302
Transportation	1,175,967			1,175,967
School food services			1,071,789	1,071,789
Capital outlay		1,286,443		1,286,443
Total expenditures	<u>20,261,791</u>	<u>1,286,443</u>	<u>2,717,693</u>	<u>24,265,927</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,239</u>	<u>177,681</u>	<u>27,565</u>	<u>213,485</u>
Other financing sources (uses):				
Transfer one-time to General	75,000	(75,000)	-	-
Sale of capital assets		3,700		3,700
Total other financing sources (uses)	<u>75,000</u>	<u>(71,300)</u>	<u>-</u>	<u>3,700</u>
Net change in fund balances	83,239	106,381	27,565	217,185
Fund balances - beginning	<u>2,797,560</u>	<u>4,261,059</u>	<u>1,340,787</u>	<u>8,399,406</u>
Fund balances - ending	<u>\$ 2,880,799</u>	<u>\$ 4,367,440</u>	<u>\$ 1,368,352</u>	<u>\$ 8,616,591</u>

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

EMERY COUNTY SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Government Funds to the Statement of Activities
Year Ended June 30, 2012

Net change in fund balances-total governmental funds	\$	217,185
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Amounts reported for governmental activities in the statement of activities are different because:

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

Capital outlays	\$	901,381	
Loss on disposal of capital assets		1,204	
Proceeds from sales of capital assets		(3,700)	
Depreciation expense		<u>(1,095,326)</u>	(196,441)

In the statement of activities, certain operating expenses - compensated absences (sick leave), termination benefits (early retirement) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). During this year, accrued vacation increased by \$38,598, and early retirement payable decreased by \$12,431.

(26,167)

Change in net assets of governmental activities	\$	<u><u>(5,423)</u></u>
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The notes to the financial statements are an integral part of this statement.

EMERY COUNTY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 8,997,132	\$ 9,114,780	\$ 9,107,256	\$ (7,524)
Earnings on investments	35,000	52,000	50,379	(1,621)
Other local sources	341,035	398,935	368,330	(30,605)
State aid	9,084,660	9,826,690	9,280,650	(546,040)
Federal aid	1,312,277	1,693,003	1,463,415	(229,588)
Uses of Fund Balance	-	692,363		(692,363)
Total revenues	<u>19,770,104</u>	<u>21,777,771</u>	<u>20,270,030</u>	<u>(1,507,741)</u>
Expenditures:				
Current:				
Instructional services	12,695,061	14,411,062	13,016,444	1,394,618
Supporting services:				
Students	438,270	485,507	465,990	19,517
Instructional staff	351,379	381,457	364,127	17,330
District administration	312,228	320,071	317,064	3,007
School administration	1,812,524	1,869,106	1,842,625	26,481
Business	377,315	436,479	418,838	17,641
Operation and maintenance of facilities	2,754,615	2,763,573	2,660,736	102,837
Transportation	1,103,712	1,185,516	1,175,967	9,549
Total expenditures	<u>19,845,104</u>	<u>21,852,771</u>	<u>20,261,791</u>	<u>1,590,980</u>
Excess of revenues over expenditures	<u>(75,000)</u>	<u>(75,000)</u>	<u>8,239</u>	<u>83,239</u>
Other financing sources (uses):				
One Time Transfers to/from Other Fund	<u>75,000</u>	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>83,239</u>	<u>83,239</u>
Fund balances - beginning			<u>2,797,560</u>	
Fund balances - ending			<u>\$ 2,880,799</u>	

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

EMERY COUNTY SCHOOL DISTRICT
Statement of Fiduciary Assets and Liabilities
Agency Fund
June 30, 2012

	<u>Student Activities Fund</u>
Assets:	
Cash and investments	\$ 36,185
Total assets	<u>36,185</u>
Liabilities	
Due to student groups	<u>36,185</u>
Total liabilities	<u>\$ 36,185</u>

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

EMERY COUNTY SCHOOL DISTRICT
Notes to Financial Statements
Fiscal Year Ending June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The Board of Education, comprised of five elected individuals, is the governing authority for the District and comprises the primary and only educational government within Emery County. The District is not a component unit of any other primary government. The District may levy taxes, issue bonds, hire employees and is fiscally independent.

B. Government-Wide Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the District. Governmental activities generally are financed through taxes, inter-governmental revenues, and other non-exchange transactions. The effect of inter-fund activity has been eliminated from the government-wide financial statements with the exception that inter-fund services provided and used are not eliminated in the process of consolidation.

The statement of activities presents a comparison between direct expenses and program revenues of each function of the District's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. 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) charges to students or others who purchase, use, or directly benefit from 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 fund category (governmental and fiduciary) 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 other governmental funds.

The District reports the following *major* governmental funds:

Notes to Financial Statements

1. *General Fund* – 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.
2. *Capital Projects Fund* – accounts for resources accumulated and payments made for the acquisition and improvement of sites; construction and remodel of facilities; and procurement of equipment necessary for providing educational programs for all students within the District.

The District reports the following *nonmajor* special revenue funds that receive revenues which are restricted to expenditures for specified purposes:

3. *Student Activities Fund* – accounts for revenue and expenses generated at the school level for all instructional activity.
4. *Non-K-12 Programs* – accounts for preschool, adult education and extra-curricular activities.
5. *School Food Service* – accounts for preparation and serving of school lunches and breakfasts.

Additionally, the District reports the following funds as Agency funds:

6. *Student Activities Agency Fund* – used to account for the receipt and disbursement of monies of student activity organizations and other custodial type transactions within the schools.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The *government-wide financial statements* are reported using the economic resources measurement focus and are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Non-exchange transactions, in which the District receives value without directly giving equal value in exchange, include property taxes. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which taxes are levied. Revenue from grants and similar items is recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within thirty days after year-end. Property taxes and interest are considered to be susceptible to accrual.

All other revenue items, including the *fiduciary fund*, are considered to be measurable and available only when the District receives cash. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, early retirement and postemployment healthcare benefits 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 procedure to use restricted resources first, then unrestricted resources, as they are needed.

E. Budgetary Data

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 reserve. The following procedures are used in establishing the budgetary data reflected in the financial statements.

1. During June of each year, the District Superintendent submits to the Board a proposed operating budget for the next fiscal year commencing July 1st. This budget includes proposed expenditures and the means of financing them. Included also is a final budget for the current year ending June 30th.
2. Copies of the proposed budget are made available for public inspection before the Board hearing in which the Board adopts the proposed budget.
3. A public hearing is held prior to June 22nd at which the budget is legally adopted by resolution of the Board after obtaining taxpayer input. If the District exceeds the certified tax rate, final tax rates are adopted in August when data is available to set the rates.
4. Once adopted, the budget can be amended by subsequent Board action. The Board can approve reductions in appropriations, but increases in appropriations by fund require a public hearing prior to amending the budget. In accordance with Utah State law, interim adjustments may be made by administrative transfer of money from one appropriation to another within any given fund.
5. Minor interim adjustments in estimated revenue and appropriations during the year ended June 30, 2012 have been included in the final budget approved by the Board, as presented in the financial statements.
6. Expenditures may not legally exceed budgeted appropriations at the fund level.
7. Encumbrance accounting is used in governmental funds. Encumbrances (purchase orders and contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

F. Deposits and Investments

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

Notes to Financial Statements

G. Cash and Cash Equivalents

The District considers cash and cash equivalents to be cash on hand and demand deposits, and considers cash equivalents to be 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. 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 governmental funds consists of expendable supplies held for consumption. The cost is recorded as an asset at the time individual inventory items are purchased, and expenditure when the assets are distributed and consumed. Commodities received from Federal sources are consumable inventories intended to support the 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.

J. Capital Assets

Capital assets, which include land, water stock, buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as those listed above with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded as 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 asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized. Land and construction in progress are not depreciated. Buildings and improvements, furniture, and equipment of the District are depreciated using the straight-line method over the following estimated lives:

<u>Assets</u>	<u>Years</u>
▪ Buildings	50
▪ Building improvements and portable classrooms	20
▪ Stage / Auditorium Equipment	20
▪ Computer Equipment	5
▪ Standard Furniture and Equipment	15
▪ Vehicles and Buses	10
▪ Educational Media	7

K. Compensated Absences

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.

Notes to Financial Statements

Under terms of association agreements, twelve-month or full year employees earn vacation and sick leave in amounts varying with tenure and classification. Up to 180 days of unused sick leave is reimbursed upon retirement at the rate of 50% of the certified substitute pay wage/per day. To qualify, the employee must have met the minimum retirement requirements set by Utah Retirement Systems, as well as have 15 years of consecutive URS qualifying service with the District. Vacation leave can accrue to a maximum of 30 days while the employee is still employed with the District. There is not a payout for vacation days at retirement.

All sick leave pay plus related payroll taxes 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.

L. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net assets. Bond premiums and discounts, as well as 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.

M. Fund Balance Classifications

Beginning with fiscal year 2010, the District implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- *Nonspendable fund balance* – amounts that are not in spendable form (such as inventory) or are required to be maintained intact.
- *Restricted fund balance* – amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government), through constitutional provisions, or by legislation.
- *Committed fund balance* – amounts constrained to specific purposes established by formal action of the District's Board of Education. Once reported as committed, amounts cannot be used for any other purpose unless the Board of Education takes action to remove or change the constraint. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- *Assigned fund balance* – amounts the District intends to use for a specific purpose. Under District policy DA, funds can be assigned by the Board, Superintendent and/or Business Administrator.
- *Unassigned fund balance* – amounts that are available for any purpose. Positive amounts are reported only in the general fund. All other funds are restricted by the nature of the fund.

Notes to Financial Statements

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources. Of the unrestricted resources, committed resources will be used first, followed by assigned resources then unassigned resources.

N. 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.

2. DEPOSITS AND INVESTMENTS

Deposits and investments are carried at fair value. A reconciliation of cash and investments at June 30, 2012, as shown on the financial statements is as follows:

Carrying amount of deposits	\$ 1,038,519
Carrying amount of investments	<u>\$ 9,444,388</u>
Total cash and investments	<u>\$10,482,906</u>
Governmental funds cash and investments	\$ 10,446,722
Fiduciary funds cash and investments	<u>\$ 36,185</u>
Total cash and investments	<u>\$ 10,482,906</u>

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

The PTIF is authorized and makes investments in accordance to the Act. The Council provides regulatory oversight for the PTIF. Participant accounts with the PTIF are not insured or otherwise guaranteed by the State of Utah. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio.

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

A. Deposits

At June 30, 2012, the District's carrying amount of deposits is \$1,038,519 and the statement balance is \$1,338,435. Of the statement balance, \$183,430 is covered by federal depository insurance and \$1,155,005 is uninsured and uncollateralized. No deposits are collateralized nor are they required to be by State statute.

- *Custodial credit risk* for deposits is the risk that in the event of a bank failure, the District's deposits may not be recovered. The District's policy for managing custodial credit risk is to adhere to the Act.

Notes to Financial Statements

B. Investments

The District's investments are with the PTIF and in corporate bonds through a broker. At June 30, 2012, the District has the following investments summarized by investment type and maturities:

Emery County School District		Investment Maturities (In Years)	
Investment Type	Fair Value	Less Than 1	1 to 5
Utah PTIF	\$ 4,192,452	\$ 4,192,452	\$ -
Money Market	\$ 143,478	\$ 143,478	\$ -
Certificates of Deposit	\$ 15,509	\$ 3,000	\$ 12,509
Corporate Bonds	\$ 5,092,949	\$ 3,274,641	\$ 1,818,308
Total Investments	\$ 9,444,388	\$ 7,613,571	\$ 1,830,817

- *Interest rate risk* is the risk that changes in interest rates will adversely affect the fair value of an investment. The District manages its exposure to interest rate risk by complying with the Act, which requires that the remaining term to maturity of investments does not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all investments in commercial paper and bankers' acceptances to 270 days or less and fixed-income securities to 365 days or less. In addition, variable-rate securities may not have a remaining term to final maturity over two years.
- *Credit risk* is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The District's policy for limiting the credit risk of investments is to comply with the Act and related rules. The Act and related rules limit investments in commercial paper to a first tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody's Investors Service, Inc. or by Standard and Poor's Corporation at the time of purchase. The District has no investment policy that would further limit its investment choices. As of June 30, 2012, the District has the following investments subject to credit risk:

Emery County School District		Credit Quality Ratings (As of June 30, 2012)		
Investment Type	Fair Value	A or Higher	Less than A	Unrated
Utah PTIF	\$ 4,192,452	\$ -	\$ -	\$ 4,192,452
Money Market Accounts	\$ 143,478	\$ -	\$ -	\$ 143,478
Certificates of Deposit	\$ 15,509	\$ -	\$ -	\$ 15,509
Corporate Bonds	\$ 5,092,949	\$ 5,092,949	\$ -	\$ -
Total Investments	\$ 9,444,388	\$ 5,092,949	\$ -	\$ 4,351,439

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

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

3. PROPERTY TAXES

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 Emery 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.

By July 21, the County auditor is to mail assessed value and tax notices to property owners. A taxpayer may then petition the County Board of Equalization between August 1 and August 15 for a revision of the assessed value. The County auditor makes approved changes in assessed value by November 1 and on this same date the County auditor is to deliver the completed assessment rolls to the county treasurer. Tax notices are mailed with a due date of November 30. Delinquent taxes are subject to a 2% penalty, with a \$10 minimum penalty. If delinquent taxes and penalties are not paid by January 15 of the following year, these delinquent taxes, including penalties, are subject to an interest charge at an annual rate equal to the Federal discount rate plus 6%; the interest period is from January 1 until date paid.

Motor vehicles are 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 are distributed by the County to each taxing entity in which the property is located in the same proportion in which revenue collected from ad valorem real property tax is distributed. The District recognizes motor vehicle fees as property tax revenue when collected.

As of June 30, 2012, property taxes receivable by the District includes uncollected taxes assessed as of January 1, 2012 or earlier. It is expected that all assessed taxes (including delinquencies plus accrued interest and penalties) will be collected within a five-year period, after which time the County treasurer may force sale of property to collect the delinquent portion. The “other governmental funds” line includes a recreation levy assessed by the District. The property taxes receivable and property taxes deferred revenue accounts at June 30, 2012 are summarized as follows:

	General	Debt Service	Capital Projects	Other Governmental Funds	Totals
Property Taxes - Receivable					
Levied for current and prior years	\$ 80,823		\$ 10,742	\$ 6,466	\$ 98,031
Levied for future years	8,881,807	-	1,338,354	807,955	11,028,116
	<u>\$ 8,962,630</u>	<u>\$ -</u>	<u>\$ 1,349,096</u>	<u>\$ 814,421</u>	<u>\$ 11,126,147</u>
Property Taxes - Deferred Revenue					
Levied for future year and uncollected	\$ 8,881,807	\$ -	\$ 1,338,354	\$ 807,955	\$ 11,028,116
	<u>\$ 8,881,807</u>	<u>\$ -</u>	<u>\$ 1,338,354</u>	<u>\$ 807,955</u>	<u>\$ 11,028,116</u>

Notes to Financial Statements

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2012 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 712,405	\$ -	\$ -	\$ 712,405
Water stock	212,595	-	-	212,595
Total capital assets, not being depreciated	925,000	-	-	925,000
Capital assets, being depreciated:				
Buildings and improvements	47,314,891	500,146	(91,447)	47,723,590
Furniture and equipment	2,426,494	121,046	(90,193)	2,457,347
Vehicles	3,109,379	280,189	(14,967)	3,374,601
Total capital assets, being depreciated	52,850,764	901,381	(196,607)	53,555,538
Accumulated depreciation for:				
Buildings and improvements	(32,806,151)	(708,793)	91,447	(33,423,497)
Furniture and equipment	(1,601,259)	(113,914)	87,697	(1,627,476)
Vehicles	(1,867,795)	(272,619)	14,967	(2,125,447)
Total accumulated depreciation	(36,275,205)	(1,095,326)	194,111	(37,176,420)
Total capital assets, being depreciated, net	16,575,559	(193,945)	(2,496)	16,379,118
Governmental activities capital assets, net	\$ 17,500,559	\$ (193,945)	\$ (2,496)	\$ 17,304,118

Depreciation expense for year ended June 30, 2012, was charged to functions of the District as follows:

Governmental activities:	
Instructional services	\$ 635,289
Supporting services:	
District administration	54,766
School administration	76,673
Business	21,907
Operation and maintenance of facilities	208,112
Transportation	54,766
School lunch services	43,813
Total depreciation expense, governmental activities	\$ 1,095,326

The District is obligated at June 30, 2012, under construction commitments as follows:

Project	Location	Contract	Costs to Date	Costs to Complete
Facilities Assessment	District-Wide	\$ 251,000	\$ 109,800	\$ 141,200
Rain Gutters	Canyon View Junior High	\$ 2,525	\$ -	\$ 2,525
Roofing	Book Cliff Elementary	\$ 53,456	\$ 40,000	\$ 13,456
Roofing	Canyon View Junior High	\$ 43,776	\$ -	\$ 43,776
Roofing	San Rafael Junior High	\$ 43,776	\$ -	\$ 43,776
Flooring	District-Wide	\$ 42,359	\$ -	\$ 42,359
Lighting	District-Wide	\$ 33,750	\$ -	\$ 33,750
Lighting	Ferron Elementary	\$ 9,309	\$ -	\$ 9,309
		\$ 479,951	\$ 149,800	\$ 330,151

5. RETIREMENT PLANS

A. Defined Benefit Plans

The District contributes to the Public Employees Tier 1 Contributory, Tier 1 Noncontributory, Tier 2 Hybrid and Tier 2 Defined Contribution Retirement Systems (collectively, the Systems). These are cost-sharing multiple-employer pension and defined contribution plans administered by the Utah Retirement Systems (URS). URS provides refunds of retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes. The contribution requirements of the Systems are authorized by State statute.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code annotated 1953, as amended. The Utah State Retirement Act in Chapter 49 provides for the administration of the URS and plans under the direction of the Utah State Retirement Board whose members are appointed by the Governor. This Board has the authority to adopt interest rates, premium rates, and annual contribution rates after reviewing recommendations, and reports annually to the governor, Legislature, and each participating employer of rates and any adjustments necessary to maintain all plans (Utah Code 49-11-203). The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Systems. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

Tier 1 Retirement Plans

All employees hired on or before June 30, 2011 participate in the Tier 1 Public Employees Retirement System. The Tier 1 system includes both a contributory and non-contributory plan. Contributory employees are required to contribute 1.00% of annual covered salary, with the District contributing 17.37% of annual covered salary. For noncontributory employees, the District contributes 16.86% of annual covered salary. The contribution rates are the actuarially determined on an annual basis.

Tier 2 Retirement Plans

All employees hired on or after July 1, 2011, and who are new to the Utah Retirement System, participate in the Tier 2 Public Employees Retirement System. For the year ending June 30, 2012, the District contribution rate for Tier 2 employees was 16.65%. Of this amount, 10% goes to fund the Tier 2 plan of the employee and 6.65% subsidizes other plans and funding requirements of the Utah Retirement System.

Hybrid Plan: Employees electing the Tier 2 hybrid plan receive both pension and defined contribution benefits. A pension contribution rate is set annually, with the difference between 10% and the pension contribution rate being contributed to the employee's 401(k) account. For the 2011-12 year, this pension contribution rate is 7.59% and the amount contributed to the employee 401(k) account is 2.41%. If the pension contribution rate ever exceeds 10%, the employee must pay the additional amount above 10%, making the Tier 2 hybrid plan contributory. Any 401(k) contributions vest after four years of service.

Defined Contribution Plan: Employees electing the Tier 2 defined contribution plan receive a contribution of 10% of annual covered salary into their 401(k) account with no additional pension benefit. The 401(k) contributions vest after four years of service.

The District's contributions to the State and School Contributory Retirement System for the years ended June 30, 2012, 2011, and 2010, were \$34,591, \$18,798, and \$17,602, respectively. Employee contributions were

Notes to Financial Statements

\$1,854, \$1,640, and \$1,809, respectively. The large increase in employer contributions for 2012 is a result of new employees electing the Tier 2 hybrid plan, which is contributory as explained above.

The District's contributions to the State and School Noncontributory Retirement System for the years ended June 30, 2012, 2011, 2010, are \$1,933,148, \$1,634,750, and \$1,590,847, respectively. The contributions equal the required contributions for each year. The large increase in 2012 is due to a significant increase in the retirement rate from 2011.

B. Defined Contribution Plans

The District also participates in a defined contribution plan under Internal Revenue Code Section 401(k) to supplement retirement benefits accrued by participants in the Systems. This plan is also administered by Utah Retirement Systems, which maintains authority for establishing and amending contribution requirements. Employees participating in a noncontributory plan receive a District-funded mandatory contribution of 1.5% of annual covered salary. All employees participating in the Systems can make additional contributions to their 401(k) plan, up to annually specified limits. Contributions and earnings may be withdrawn by the employee upon termination or may be used as supplemental income upon retirement.

The employer 401(k) contributions for the years ended June 30, 2012, 2011, and 2010 were \$223,445, \$167,989, and \$398,923, respectively. The large difference from 2010 to 2011 is the reduction of the longevity benefit payable (refer to Note C) paid into employees' 401(k) accounts. The employee contributions for the years ending June 30, 2012, 2011, and 2010 were \$220,080, \$205,457, and \$226,194, respectively. The 401(k) plan funds are fully vested to the participants at the time of deposit.

Through Utah Retirement Systems, the District also offers its employees a deferred compensation plan created in accordance with IRS Code Section 457, as well as a Roth IRA. These plans, available to all qualified employees, permit 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.

Employee contributions to the Section 457 plan for the years ended June 30, 2012, 2011, and 2010 were \$26,806, \$22,336, and \$18,319, respectively. The assets of the plan are administered and held by URS. Contributions to the Roth IRA plan by the employees for the years ended June 30, 2012, 2011, and 2010 totaled \$11,792, \$11,163, and \$570, respectively.

C. Early Retirement Incentive

The Board approved policy GCBDC/GDBDC, called the Staff Longevity Benefit on June 13, 2007. Under this policy, employees with between sixteen and thirty years of service in Emery County School District will receive an annual deposit into their 401(k) or into an HRA account with Pelion Benefits equal to a base amount of \$1,000 plus .3% of the employee's base salary for each year of employment. After the 30th year of service, the annual deposit will be equal to a base amount of \$250 plus .3% of the employee's base salary.

Additional retro-pay deposits were authorized to active employees who had completed sixteen or more years of service with the District as of July 31, 2007. These deposits were equal to a \$1,050 base amount plus .7% of the employee's 2006-2007 base salary, multiplied by the eligible number of completed years of service as of July 31, 2007. As of June 30, 2011, all retro-pay owed to employees has been paid.

Catch-up deposits also were authorized for qualifying employees. These deposits were intended to equalize the overall value of this benefit. The Board authorized use of fund balance over several years to finance the

full payment of all qualified employees for their completed years. As of June 30, 2011, all catch up liabilities have been funded to the employee's chosen retirement account.

During fiscal year 2012, the District funded \$125,712 for annual deposits. There are no outstanding liabilities and only the annual deposits will continue to be paid.

On June 13, 2007 the Board rescinded two prior early-retirement incentive programs adopted in March, 2003. The contracts for employees who have previously retired under these policies will be continued until their termination date. Those qualifying under these programs will receive a salary benefit for a maximum of 4 years or until the retiree reaches age sixty-five (65), whichever occurs first.

During the first year of retirement the District will pay 22%, the second year 18%, the third year 16%, and the fourth year 14% of the employee's professional contract minus leeway. The District will provide single or double coverage health insurance and life insurance for the retiree on both plans for the maximum 4 years or until the retiree becomes eligible for Medicare, provided the employee has participated in the health insurance program for a minimum of 3 previous consecutive years.

In the event of a death of the retiree, stipends will continue for the surviving spouse at the rate of 50%. Single coverage health insurance shall also be provided the surviving spouse. Both stipend and health insurance coverage shall continue until the end of the retiree's contract at which time all benefits shall terminate.

The benefits for the final 8 early-retirees were terminated during the 2012 fiscal year. The District's direct payments to retirees and health benefits in the years ended June 30, 2012 and 2011 were \$12,431, and \$114,671 respectively. All commitments to employees qualifying under this retirement plan have been completed.

Compensated absences in the amount of \$361,303 represent accrued sick leave for employees with more than 15 years of service as of June 30, 2012.

6. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries and disasters. The District has joined with other public entities in a common risk management and insurance program operated by the State of Utah Division of Risk Management. The District pays premiums to this risk pool, the Utah State Management Fund, for its general insurance coverage. The pool is self sustaining through member premiums and reinsured through commercial companies for claims in excess of specified amounts for certain types of risks. The District is subject to a minimal deductible for claims of the risk pool. The District has joined the Utah School Board 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.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the last three fiscal years.

7. LONG-TERM DEBT

A. Changes in Long-term Obligations

Notes to Financial Statements

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Accrued Sick Leave	322,705	70,527	(31,929)	361,303	36,130
Longevity Benefit	-	-	-	-	-
Early Retirement Payable	12,431	-	(12,431)	-	-
Total governmental activity long-term liabilities	<u>335,136</u>	<u>\$ 70,527</u>	<u>\$ (44,360)</u>	<u>\$ 361,303</u>	<u>\$ 36,130</u>

Accrued sick leave payable represents a potential liability and is paid to an employee in a lump sum when the liability becomes due at retirement. This liability is liquidated using current revenues from the fund in which the employee worked, typically the general fund.

Longevity benefit included the catch-up payments made to employees with 16+ years and was paid at the end of Fiscal Year 2011. Early retirement benefits are paid by the fund in which the employee worked, which is primarily the general fund.

B. General Obligation Bonds

Payments on previous general obligation bonds were made by the debt service fund from property taxes. As of June 30, 2010, all bond obligations have been paid in full.

8. RESTRICTED NET ASSETS AND FUND BALANCES

Non-General funds are restricted based upon the revenue source, as indicated in GASB Statement 54. The government-wide statement of net assets reports these same restricted balances of \$680,855 for the Non K-12 fund, \$424,284 for School Food Service fund, and \$4,367,440 for the Capital Outlay fund.

When expenditures can be used from multiple fund balance classifications, it is the policy of the District to use restricted funds first, if available, to comply with the funding source's time restrictions. This is followed by committed, assigned, and then unassigned available funds.

If the expenditure is for the purchase of furniture, fixtures, or other property (except books) or for the construction or repair of schools, and exceeds \$10,000, the School Board will commit resources from the fund that fits the purpose of the expenditure. If funds are received from a source that does not restrict its use, the District may assign those funds for specific purposes, especially considering the on-going status of the funds. They are kept separate from unassigned funds, but do not require the board's authority. The committed funds of \$330,151 and assigned funds of \$558,570 are shown on the fund financial statements.

9. TRANSFER FROM CAPITAL OUTLAY TO GENERAL OPERATING FUND

Reflected on the fund statements is the transfer of \$75,000 from the Capital Outlay fund to the General fund. Due to the slower overall economy, the Utah State Office of Education has authorized school districts to use resources from the capital outlay fund for general fund purposes. The District opted to transfer \$75,000 to pay for one teaching position during the year.

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EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
General Fund

June 30, 2012 with Comparative Totals for 2011

	<u>2012</u>	<u>2011</u>
Assets:		
Cash and investments	\$ 4,667,283	\$ 4,857,651
Receivables:		
Property taxes	8,962,630	8,572,584
Other governments	732,894	842,173
Other receivables	12,280	14,054
Inventories	8,462	9,865
Total assets	<u>\$ 14,383,549</u>	<u>\$ 14,296,327</u>
Liabilities and fund balances:		
Liabilities:		
Accounts payable	\$ 263,982	\$ 430,787
Accrued Wages	1,048,640	1,002,263
Accrued payroll benefits	652,907	622,547
Deferred revenue:		
Property taxes	8,881,807	8,589,027
Other Governments	655,414	854,143
Total liabilities	<u>11,502,750</u>	<u>11,498,767</u>
Fund Balances:		
Nonspendable	8,462	9,865
Assigned	295,357	542,163
Unassigned	2,576,980	2,245,532
Total fund balances	<u>2,880,799</u>	<u>2,797,560</u>
Total liabilities and fund balances	<u>\$ 14,383,549</u>	<u>\$ 14,296,327</u>

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

Year Ended June 30, 2012 with Comparative Totals for 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	2011 Actual Amounts
	Original	Final			
Revenues:					
Property taxes	\$ 8,997,132	\$ 9,114,780	\$ 9,107,256	\$ (7,524)	7,830,982
Earnings on investments	35,000	52,000	50,379	(1,621)	40,948
Other local sources	341,035	398,935	368,330	(30,605)	231,919
State aid	9,084,660	9,826,690	9,280,650	(546,040)	8,277,593
Federal aid	1,312,277	1,693,003	1,463,415	(229,588)	1,564,072
Uses of Fund Balance	-	692,363	-	(692,363)	
Total revenues	<u>19,770,104</u>	<u>21,777,771</u>	<u>20,270,030</u>	<u>(1,507,741)</u>	<u>17,945,514</u>
Expenditures:					
Current:					
Instructional services	12,695,061	14,411,062	13,016,444	1,394,618	12,451,928
Supporting services:					
Students	438,270	485,507	465,990	19,517	466,005
Instructional staff	351,379	381,457	364,127	17,330	374,529
District administration	312,228	320,071	317,064	3,007	312,131
School administration	1,812,524	1,869,106	1,842,625	26,481	1,700,528
Business	377,315	436,479	418,838	17,641	366,233
Operation and maintenance of facilities	2,754,615	2,763,573	2,660,736	102,837	2,484,342
Transportation	1,103,712	1,185,516	1,175,967	9,549	1,090,782
Total expenditures	<u>19,845,104</u>	<u>21,852,771</u>	<u>20,261,791</u>	<u>1,590,980</u>	<u>19,246,478</u>
Excess of revenues over expenditures	<u>(75,000)</u>	<u>(75,000)</u>	<u>8,239</u>	<u>83,239</u>	<u>(1,300,964)</u>
Other financing sources (uses):					
One Time Transfer from Other Fund	<u>75,000</u>	<u>75,000</u>	<u>75,000</u>	<u>-</u>	<u>83,432</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>83,239</u>	<u>83,239</u>	<u>(1,217,532)</u>
Fund balances - beginning			<u>2,797,560</u>		<u>4,015,092</u>
Fund balances - ending			<u>\$ 2,880,799</u>		<u>\$ 2,797,560</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Capital Outlay Fund

June 30, 2012 with Comparative Totals for 2011

	2012	2011
Assets:		
Cash and investments	\$ 4,408,917	\$ 4,465,282
Receivables:		
Property taxes	1,349,096	1,356,547
Total assets	\$ 5,758,013	\$ 5,821,829
 Liabilities and fund balances:		
Liabilities:		
Accounts payable	\$ 52,219	\$ 214,130
Deferred revenue:		
Property taxes	1,338,354	1,346,640
Total liabilities	1,390,573	1,560,770
 Fund Balances:		
Restricted for Fund	4,037,289	3,993,530
Committed for Construction Projects	330,151	267,529
Total fund balances	4,367,440	4,261,059
Total liabilities and fund balances	\$ 5,758,013	\$ 5,821,829

EMERY COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Outlay Fund

Year Ended June 30, 2012 with Comparative Totals for 2011

	2012			2011
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	Actual Amounts
Revenues:				
Property taxes	\$ 1,427,590	\$ 1,423,308	\$ (4,282)	\$ 1,850,992
Earnings on investments	41,000	40,816	(184)	29,016
Other	-	-	-	9,500
Total revenues	<u>1,468,590</u>	<u>1,464,124</u>	<u>(4,466)</u>	<u>1,889,508</u>
Expenditures:				
Instruction	18,300	18,264	36	277,027
Support Services				
Students	-	-	-	1,186
Operation and Maintenance of Facilities	1,373,990	1,263,949	110,041	985,077
Non-Instructional Services:				
Food Services	5,000	4,230	770	8,532
Total facility expenses	<u>1,397,290</u>	<u>1,286,443</u>	<u>110,847</u>	<u>1,271,822</u>
Total expenditures	<u>1,397,290</u>	<u>1,286,443</u>	<u>110,847</u>	<u>1,271,822</u>
Excess (deficiency) of revenues over (under) expenditures	71,300	177,681	106,381	617,686
Other Financing Sources (Uses):				
Transfer to General Fund	(75,000)	(75,000)	-	(83,432)
Sale of capital assets	3,700	3,700	-	823
Total other financing sources (uses)	<u>(71,300)</u>	<u>(71,300)</u>	<u>-</u>	<u>(82,609)</u>
Net change in fund balances	<u>-</u>	<u>106,381</u>	<u>106,381</u>	<u>535,077</u>
Fund balance - beginning		<u>4,261,059</u>		<u>3,725,982</u>
Fund balance - ending		<u>\$ 4,367,440</u>		<u>\$ 4,261,059</u>

EMERY COUNTY SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2012

	<u>Special Revenue</u>			Total Nonmajor Governmental Funds
	<u>School Food Service</u>	<u>Non K-12 Programs</u>	<u>Student Activities</u>	
Assets:				
Cash and investments	\$ 293,449	\$ 813,860	\$ 263,213	\$ 1,370,522
Receivables:				
Property taxes		814,421		814,421
Other governments	77,460	29,572		107,032
Inventories	96,043			96,043
Total assets	<u>\$ 466,952</u>	<u>\$ 1,657,853</u>	<u>\$ 263,213</u>	<u>\$ 2,388,018</u>
Liabilities:				
Accounts payable	\$ 300	\$ 63		\$ 363
Accrued wages	42,368	60,569		102,937
Deferred revenue:				
Property taxes		807,955		807,955
Other governments		108,411		108,411
Total liabilities	<u>42,668</u>	<u>976,998</u>	<u>-</u>	<u>1,019,666</u>
Fund balances:				
Nonspendable	96,043			\$ 96,043
Restricted for:				
Nutrition Services	328,241			328,241
Non-K-12		680,855		680,855
Assigned to:				
Schools			263,213	263,213
Total fund balances	<u>424,284</u>	<u>680,855</u>	<u>263,213</u>	<u>1,368,352</u>
Total liabilities and fund balances	<u>\$ 466,952</u>	<u>\$ 1,657,853</u>	<u>\$ 263,213</u>	<u>\$ 2,388,018</u>

EMERY COUNTY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2012

	Special Revenue			Total Nonmajor Governmental Funds
	School Food Service	Non K-12 Programs	Student Activities	
Revenues:				
Property tax	\$ -	\$ 853,889	\$ -	\$ 853,889
Student fees		1,040	507,310	508,350
Lunch sales	276,870	-		276,870
Earnings on investments	2,051	7,850		9,901
Other local revenues	-	11,282		11,282
State aid	145,324	232,339		377,663
Federal aid	661,999	45,304		707,303
Total revenues	1,086,244	1,151,704	507,310	2,745,258
Expenditures:				
Current:				
Instructional services	\$ -	\$ 1,109,061	\$ 535,277	1,644,338
Supporting services:				
Operation and maintenance of facilities	-	1,566		1,566
School lunch services	1,071,789			1,071,789
Total expenditures	1,071,789	1,110,627	535,277	2,717,693
Excess of revenues over expenditures	14,455	41,077	(27,967)	27,565
Net change in fund balances	\$ 14,455	\$ 41,077	\$ (27,967)	27,565
Fund balances - beginning	409,829	639,778	291,180	1,340,787
Fund balances - ending	\$ 424,284	\$ 680,855	\$ 263,213	\$ 1,368,352

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
School Food Service Fund
June 30, 2012 with Comparative Totals for 2011

	<u>2012</u>	<u>2011</u>
Assets:		
Cash and investments	\$ 293,449	\$ 283,538
Receivables:		
Other	-	3,073
Other governments	77,460	66,740
Inventories	96,043	129,544
Total assets	<u>\$ 466,952</u>	<u>\$ 482,895</u>
Liabilities:		
Accounts payable	\$ 300	\$ 32,418
Accrued wages	42,368	40,648
Total liabilities	<u>42,668</u>	<u>73,066</u>
Fund balances:		
Nonspendable	96,043	129,544
Restricted for Fund	328,241	280,285
Total fund balances	<u>424,284</u>	<u>409,829</u>
Total liabilities and fund balances	<u>\$ 466,952</u>	<u>\$ 482,895</u>

EMERY COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
School Food Service Fund
Nonmajor Special Revenue Fund
Year Ended June 30, 2012 with Comparative Totals for 2011

	2012		Variance with Final Budget - Positive (Negative)	2011
	Final Budgeted Amounts	Actual Amounts		Actual Amounts
Revenues:				
Local sources:				
Lunch sales - children	\$ 267,800	\$ 265,656	\$ (2,144)	\$ 281,288
Lunch Sales - adult	12,300	11,214	(1,086)	16,036
Earnings on investments	2,300	2,051	(249)	1,482
Total local sources	<u>282,400</u>	<u>278,921</u>	<u>(3,479)</u>	<u>298,806</u>
State sources:				
State lunch program	147,316	145,324	(1,992)	135,068
Total state sources	<u>147,316</u>	<u>145,324</u>	<u>(1,992)</u>	<u>135,068</u>
Federal sources:				
Federal lunch program	71,000	66,433	(4,567)	68,855
Free and reduced assistance	355,000	350,939	(4,061)	352,182
Breakfast program	147,000	147,701	701	130,828
Summer program	32,000	32,825	825	18,088
Donated Commodities	75,000	64,101	(10,899)	76,347
Total federal sources	<u>680,000</u>	<u>661,999</u>	<u>(18,001)</u>	<u>646,300</u>
Other Financing Sources:				
Total revenues	<u>1,109,716</u>	<u>1,086,244</u>	<u>(23,472)</u>	<u>1,080,174</u>
Expenditures:				
Current:				
Salaries	389,961	388,637	1,324	377,011
Employee benefits	172,121	170,533	1,588	157,070
Purchased services	7,750	7,289	461	3,539
Supplies	57,376	53,220	4,156	48,108
Food	463,358	433,983	29,375	417,243
Equipment	13,000	12,943	57	27,755
Uniform allowance	6,150	5,184	966	6,011
Total expenditures	<u>1,109,716</u>	<u>1,071,789</u>	<u>37,927</u>	<u>1,036,737</u>
Net change in fund balances	<u><u>-</u></u>	<u>14,455</u>	<u>14,455</u>	<u>43,437</u>
Fund balances - beginning		<u>409,829</u>		<u>366,392</u>
Fund balances - ending		<u><u>\$ 424,284</u></u>		<u><u>\$ 409,829</u></u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Non K-12 Programs Fund
June 30, 2012 with Comparative Totals for 2011

	<u>2012</u>	<u>2011</u>
Assets:		
Cash and investments	\$ 813,860	\$ 742,760
Receivables:		
Property taxes	814,421	814,934
Other governments	29,572	20,375
Total assets	<u>\$ 1,657,853</u>	<u>\$ 1,578,069</u>
Liabilities:		
Accounts payable	\$ 63	\$ 523
Accrued wages	60,569	62,015
Deferred revenue:		
Property taxes	807,955	810,599
Other governments	108,411	65,154
Total liabilities	<u>976,998</u>	<u>938,291</u>
Fund balances:		
Restricted for Fund	<u>680,855</u>	<u>639,778</u>
Total fund balances	<u>680,855</u>	<u>639,778</u>
Total liabilities and fund balances	<u>\$ 1,657,853</u>	<u>\$ 1,578,069</u>

EMERY COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Non K-12 Programs Fund
Nonmajor Special Revenue Fund
Year Ended June 30, 2012 with Comparative Totals for 2011

	2012		Variance with Final Budget - Positive (Negative)	2011
	Final Budgeted Amounts	Actual Amounts		Actual Amounts
Revenues:				
Local sources:				
Property taxes	\$ 854,000	\$ 853,889	\$ (111)	\$ 810,167
Fees	1,200	1,040	(160)	9,649
Earnings on investments	8,000	7,850	(150)	5,706
Other	12,000	11,282	(718)	14,534
Total local sources	<u>875,200</u>	<u>874,061</u>	<u>(1,139)</u>	<u>840,056</u>
State sources:				
Adult high school completion	23,806	23,806	-	21,764
Preschool	316,944	208,533	(108,411)	145,355
Total state sources	<u>340,750</u>	<u>232,339</u>	<u>(108,411)</u>	<u>167,119</u>
Federal sources:				
Special education preschool grant ARRA	-	-	-	19,341
Special education preschool grant	45,304	45,304	-	13,887
Total federal sources	<u>45,304</u>	<u>45,304</u>	<u>-</u>	<u>33,228</u>
Total revenues	<u>1,261,254</u>	<u>1,151,704</u>	<u>(109,550)</u>	<u>1,040,403</u>
Expenditures:				
Current:				
Salaries	762,548	761,033	1,515	751,713
Employee benefits	337,534	311,351	26,183	319,276
Purchased services	8,378	7,875	503	5,461
Utilities	1,567	1,566	1	378
Supplies	134,106	11,746	122,360	26,119
Equipment	-	-	-	-
Other	17,121	17,056	65	466
Total expenditures	<u>1,261,254</u>	<u>1,110,627</u>	<u>150,627</u>	<u>1,103,413</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>41,077</u>	<u>41,077</u>	<u>(63,010)</u>
Fund balances - beginning		<u>639,778</u>		<u>702,788</u>
Fund balances - ending		<u>\$ 680,855</u>		<u>\$ 639,778</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Student Activities Fund
 June 30, 2012 with Comparative Totals for 2011

	<u>2012</u>	<u>2011</u>
Assets:		
Cash and investments	\$ 263,213	\$ 291,180
Total assets	<u>\$ 263,213</u>	<u>\$ 291,180</u>
Liabilities:		
Total liabilities	-	-
Fund balances:		
Restricted for Fund	263,213	291,180
Total fund balances	<u>263,213</u>	<u>291,180</u>
Total liabilities and fund balances	<u>\$ 263,213</u>	<u>\$ 291,180</u>

EMERY COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Student Activities Fund
Nonmajor Special Revenue Fund
Year Ended June 30, 2012 with Comparative Totals for 2011

	2012			2011
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	Actual Amounts
Revenues:				
Local sources:				
Student Fees	\$ 175,000	\$ 173,813	\$ (1,187)	\$ 178,082
Vending Revenue	30,000	13,366	(16,634)	15,564
Fund Raisers	45,000	44,710	(290)	151,281
Other Fees / Revenues	300,000	275,421	(24,579)	169,307
Total local sources	<u>550,000</u>	<u>507,310</u>	<u>(42,690)</u>	<u>514,234</u>
 Total revenues	 <u>550,000</u>	 <u>507,310</u>	 <u>(42,690)</u>	 <u>514,234</u>
Expenditures:				
Current:				
Purchased services	50,000	47,750	2,250	42,671
Travel	45,000	42,069	2,931	32,791
Supplies	280,000	274,506	5,494	281,834
Equipment	41,000	37,100	3,900	19,437
Dues / Fees	134,000	133,852	148	105,709
Total expenditures	<u>550,000</u>	<u>535,277</u>	<u>14,723</u>	<u>482,442</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(27,967)</u>	<u>(27,967)</u>	<u>31,792</u>
Fund balances - beginning		<u>291,180</u>		<u>259,388</u>
Fund balances - ending		<u>\$ 263,213</u>		<u>\$ 291,180</u>

EMERY COUNTY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Student Activities Agency Fund
Year Ended June 30, 2012

	<u>Balance at July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2012</u>
Assets:				
Cash and investments	\$ 42,750	\$ 93,324	\$ 99,889	\$ 36,185
Liabilities:				
Due to student organizations:				
Elementary Schools:				
Bookcliff Elementary	\$ 3,320	\$ 255	\$ 1,021	\$ 2,554
Castle Dale Elementary	108	-		\$ 108
Cleveland Elementary	-			\$ -
Cottonwood Elementary	-			\$ -
Ferron Elementary	6,435	6,011	6,684	\$ 5,762
Huntington Elementary	278	1,814	2,410	\$ (318)
Total elementary schools	<u>10,141</u>	<u>8,080</u>	<u>10,115</u>	<u>8,106</u>
Junior High Schools:				
Canyon View	\$ 15,284	\$ 5,885	\$ 12,714	\$ 8,455
San Rafael	7,228	17,736	14,832	\$ 10,132
Total junior high schools	<u>22,512</u>	<u>23,621</u>	<u>27,546</u>	<u>18,587</u>
High Schools:				
Emery High	\$ (3,567)	\$ 51,390	\$ 55,912	\$ (8,089)
Green River High	13,664	10,233	6,316	\$ 17,581
Total high schools	<u>10,097</u>	<u>61,623</u>	<u>62,228</u>	<u>9,492</u>
Total due to student organizations	<u>42,750</u>	<u>93,324</u>	<u>99,889</u>	<u>36,185</u>
Total liabilities	<u>\$ 42,750</u>	<u>\$ 93,324</u>	<u>\$ 99,889</u>	<u>\$ 36,185</u>

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Statistical Section

Section III: Unaudited

COMPREHENSIVE ANNUAL FINANCIAL REPORT

This section of the District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

	<u>Page</u>
Financial Trends: These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	59-65
Revenue Capacity: These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	66-70
Debt Capacity: These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	71-75
Demographic and Economic Information: These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	76-78
Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	79-91

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. As a result of the District implementing GASB Statement 34, government-wide information includes information reported on or after June 30, 2003.*

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EMERY COUNTY SCHOOL DISTRICT

Comparative Statements of Net Assets

June 30, 2003 to 2012

(Accrual Basis of Accounting)

	Fiscal Year Ended June 30,										
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	
Assets											
Cash and Investments	\$ 10,446,722	\$ 10,640,411	\$ 10,375,610	\$ 10,433,125	\$ 9,957,769	\$ 8,731,544	\$ 9,280,030	\$ 7,750,737	\$ 9,613,900	\$ 7,481,008	
Accounts Receivable:											
Property Taxes	\$ 11,126,147	\$ 10,744,065	\$ 10,063,712	\$ 9,608,027	\$ 9,096,399	\$ 8,586,025	\$ 8,624,129	\$ 8,396,993	\$ 8,669,105	\$ 8,352,400	
Other Governments	\$ 839,926	\$ 929,288	\$ 485,580	\$ 352,025	\$ 387,810	\$ 696,163	\$ 895,071	\$ 670,847	\$ 592,450	\$ 425,044	
Other Local	\$ 12,280	\$ 17,127	\$ 13,463	\$ 14,779	\$ 11,166	\$ 142,604	\$ 21,200	\$ 12,788	\$ 20,907	\$ 37,395	
Inventories	\$ 104,505	\$ 139,409	\$ 82,772	\$ 85,461	\$ 97,189	\$ 89,909	\$ 73,829	\$ 66,310	\$ 51,411	\$ 68,251	
Capital Assets											
Land and Water Stock	\$ 925,000	\$ 925,000	\$ 886,785	\$ 886,785	\$ 843,785	\$ 561,992	\$ 561,992	\$ 561,992	\$ 561,992	\$ 561,992	
Other Capital Assets, Net of Depreciation	\$ 16,379,118	\$ 16,575,559	\$ 16,898,450	\$ 17,259,723	\$ 17,566,341	\$ 18,110,848	\$ 15,870,476	\$ 16,590,059	\$ 16,437,122	\$ 16,413,131	
TOTAL ASSETS	\$ 39,833,698	\$ 39,970,859	\$ 38,806,372	\$ 38,639,925	\$ 37,960,459	\$ 36,919,085	\$ 35,326,727	\$ 34,049,726	\$ 35,946,887	\$ 33,339,221	
Liabilities											
Current Liabilities											
Accounts Payable	\$ 316,564	\$ 677,858	\$ 313,446	\$ 429,116	\$ 563,555	\$ 1,072,920	\$ 623,746	\$ 231,672	\$ 683,967	\$ 420,335	
Accrued Interest	\$ -	\$ -	\$ -	\$ 459	\$ 1,020	\$ 1,777	\$ 2,464	\$ 3,937	\$ 3,937	\$ 1,875	
Accrued Salaries & Payroll	\$ 1,804,484	\$ 1,727,473	\$ 1,627,587	\$ 1,685,885	\$ 1,498,519	\$ 1,437,075	\$ 1,314,271	\$ 1,314,025	\$ 2,052,125	\$ 1,276,392	
Unearned Revenue: Property Taxes	\$ 11,028,116	\$ 10,746,266	\$ 10,010,462	\$ 9,539,143	\$ 9,036,448	\$ 8,524,225	\$ 8,579,664	\$ 8,341,656	\$ 8,621,378	\$ 8,300,000	
Other Governments	\$ 763,825	\$ 919,297	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Noncurrent Liabilities:											
Due Within One Year	\$ 36,130	\$ 44,702	\$ 158,020	\$ 782,700	\$ 794,102	\$ 954,420	\$ 881,284	\$ 983,938	\$ 1,030,509	\$ 1,097,594	
Due in More Than One Year	\$ 325,173	\$ 290,434	\$ 402,575	\$ 874,956	\$ 919,136	\$ 1,823,593	\$ 1,986,308	\$ 3,202,386	\$ 3,312,057	\$ 2,607,870	
TOTAL LIABILITIES	\$ 14,274,292	\$ 14,406,030	\$ 12,512,090	\$ 13,312,259	\$ 12,812,780	\$ 13,814,010	\$ 13,387,737	\$ 14,077,614	\$ 15,703,973	\$ 13,704,066	
Net Assets											
Invested in Capital Assets, Net of Related Debt	\$ 17,304,118	\$ 17,500,559	\$ 17,785,235	\$ 17,867,508	\$ 17,634,126	\$ 17,415,840	\$ 14,710,468	\$ 15,288,660	\$ 15,860,014	\$ 16,157,340	
Restricted for:											
General Fund Programs	\$ -	\$ -	\$ 1,523,015	\$ 1,910,564	\$ 1,974,403	\$ 1,707,189	\$ 1,549,785	\$ -	\$ -	\$ -	
Non K-12 Programs	\$ 680,855	\$ 639,778	\$ 702,788	\$ 85,036	\$ 108,754	\$ 90,007	\$ 83,661	\$ 334,997	\$ 282,762	\$ 221,365	
Debt Service	\$ -	\$ -	\$ -	\$ 328,239	\$ 341,724	\$ 307,004	\$ 243,727	\$ 230,539	\$ 264,415	\$ 247,980	
Capital Outlay	\$ 4,037,289	\$ 3,993,530	\$ 3,540,278	\$ 427,375	\$ 144,202	\$ 196,553	\$ 213,555	\$ 3,474,421	\$ 2,742,490	\$ 2,556,483	
School Lunch	\$ 424,284	\$ 409,829	\$ 292,052	\$ 246,946	\$ 66,827	\$ 71,015	\$ 56,085	\$ 104,959	\$ 136,005	\$ 166,361	
Unrestricted	\$ 3,112,860	\$ 3,021,133	\$ 2,450,914	\$ 4,461,998	\$ 4,877,643	\$ 3,317,467	\$ 5,081,709	\$ 538,536	\$ 957,228	\$ 285,626	
TOTAL NET ASSETS	\$ 25,559,406	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 25,147,679	\$ 23,105,075	\$ 21,938,990	\$ 19,972,112	\$ 20,242,914	\$ 19,635,155	
TOTAL LIABILITIES and NET ASSETS	\$ 39,833,698	\$ 39,970,859	\$ 38,806,372	\$ 38,639,925	\$ 37,960,459	\$ 36,919,085	\$ 35,326,727	\$ 34,049,726	\$ 35,946,887	\$ 33,339,221	

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

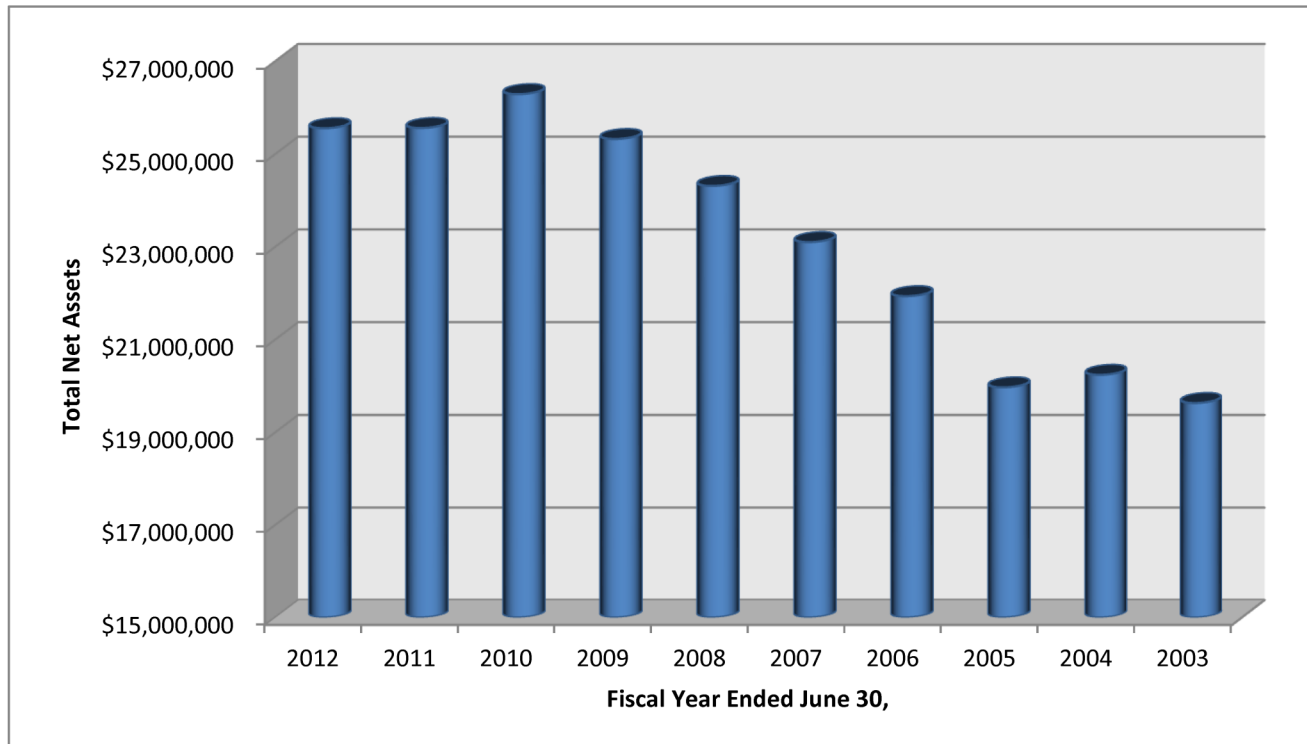
EMERY COUNTY SCHOOL DISTRICT

Net Assets By Component

Last Ten Fiscal Years

(Accrual Basis of Accounting)

Fiscal Year Ended June 30,	Invested in Capital Assets, Net of Related Debt	Restricted	Unrestricted	<i>Total Net Assets</i>
2012	\$ 17,304,118	\$ 5,142,428	\$ 3,112,860	\$ 25,559,406
2011	\$ 17,500,559	\$ 5,043,137	\$ 3,021,133	\$ 25,564,829
2010	\$ 17,785,235	\$ 6,317,521	\$ 2,191,526	\$ 26,294,282
2009	\$ 17,867,508	\$ 2,998,160	\$ 4,461,998	\$ 25,327,666
2008	\$ 17,634,126	\$ 2,666,272	\$ 4,014,438	\$ 24,314,836
2007	\$ 17,415,840	\$ 2,390,662	\$ 3,298,573	\$ 23,105,075
2006	\$ 14,710,468	\$ 2,146,813	\$ 5,081,709	\$ 21,938,990
2005	\$ 15,288,660	\$ 4,144,916	\$ 538,536	\$ 19,972,112
2004	\$ 15,860,014	\$ 3,425,672	\$ 957,228	\$ 20,242,914
2003	\$ 16,157,340	\$ 3,192,189	\$ 285,626	\$ 19,635,155



Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Changes in Net Assets Last Ten Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses										
Instructional Services	\$ 15,669,984	\$ 14,977,002	\$ 15,059,008	\$ 15,572,891	\$ 15,870,533	\$ 13,736,508	\$ 12,153,189	\$ 14,024,717	\$ 13,780,260	\$ 14,591,054
Supporting Services:										
Students	\$ 465,990	\$ 466,005	\$ 428,005	\$ 425,282	\$ 446,529	\$ 440,002	\$ 392,265	\$ 457,717	\$ 432,837	\$ 376,591
Instructional Staff	\$ 364,127	\$ 374,529	\$ 389,327	\$ 359,631	\$ 334,617	\$ 332,410	\$ 318,722	\$ 345,853	\$ 294,542	\$ 264,018
District Administration	\$ 371,830	\$ 366,062	\$ 359,100	\$ 469,207	\$ 365,640	\$ 359,625	\$ 364,266	\$ 366,161	\$ 379,044	\$ 899,821
School Administration	\$ 1,947,690	\$ 1,726,047	\$ 1,472,803	\$ 1,580,641	\$ 1,661,371	\$ 1,668,200	\$ 1,371,892	\$ 1,617,463	\$ 1,489,285	\$ 1,552,456
Business	\$ 440,745	\$ 387,805	\$ 320,088	\$ 311,104	\$ 305,209	\$ 296,456	\$ 248,223	\$ 246,088	\$ 252,591	\$ 230,977
Operation & Maintenance	\$ 2,878,134	\$ 2,677,241	\$ 2,607,105	\$ 2,616,731	\$ 2,516,342	\$ 2,449,003	\$ 2,218,868	\$ 1,660,475	\$ 965,991	\$ 818,481
Transportation	\$ 1,230,733	\$ 1,144,713	\$ 1,145,681	\$ 1,052,445	\$ 1,013,377	\$ 946,786	\$ 951,160	\$ 992,914	\$ 923,224	\$ 842,038
School Food Service	\$ 1,115,602	\$ 1,079,882	\$ 998,750	\$ 979,696	\$ 880,487	\$ 903,664	\$ 870,734	\$ 935,268	\$ 897,261	\$ 814,813
Interest on Long-Term Liabilities	\$ -	\$ -	\$ 10,501	\$ 27,796	\$ 42,992	\$ 59,459	\$ 76,470	\$ 95,470	\$ 58,462	\$ 54,146
TOTAL EXPENSES	\$ 24,484,835	\$ 23,199,286	\$ 22,790,367	\$ 23,395,426	\$ 23,437,097	\$ 21,192,113	\$ 18,965,789	\$ 20,742,126	\$ 19,473,497	\$ 20,444,395
Program Revenues										
Charges for Services:										
Instruction	\$ 189,774	\$ 209,977	\$ 247,040	\$ 65,169	\$ 72,870	\$ 27,242	\$ 33,112	\$ 30,947	\$ 34,999	\$ 53,939
Supporting Services	\$ 3,617	\$ 4,719	\$ 9,261	\$ 24,170	\$ 2,536	\$ 2,535	\$ 4,379	\$ 5,556	\$ 5,556	\$ 4,078
School Food Service	\$ 276,870	\$ 297,324	\$ 301,473	\$ 298,251	\$ 286,764	\$ 301,851	\$ 271,632	\$ 262,513	\$ 234,984	\$ 240,086
Operating Grants & Contributions	\$ 4,074,194	\$ 5,431,950	\$ 5,427,449	\$ 6,144,620	\$ 5,066,928	\$ 4,157,523	\$ 3,680,311	\$ 3,703,541	\$ 3,169,969	\$ 3,674,889
TOTAL PROGRAM REVENUES	\$ 4,544,455	\$ 5,943,970	\$ 5,985,223	\$ 6,532,210	\$ 5,429,098	\$ 4,489,151	\$ 3,989,434	\$ 4,002,557	\$ 3,445,508	\$ 3,972,992
NET (EXPENSE) REVENUE	\$ (19,940,380)	\$ (17,255,316)	\$ (16,805,144)	\$ (16,863,216)	\$ (18,007,999)	\$ (16,702,962)	\$ (14,976,355)	\$ (16,739,569)	\$ (16,027,989)	\$ (16,471,403)
General Revenues										
Property Taxes	\$ 11,384,453	\$ 10,492,141	\$ 9,868,704	\$ 9,608,210	\$ 9,160,034	\$ 9,210,393	\$ 8,664,036	\$ 8,736,730	\$ 8,503,130	\$ 8,562,290
Federal & State Aid Not Restricted to Specific Purposes	\$ 7,754,837	\$ 5,391,430	\$ 7,136,267	\$ 7,197,881	\$ 8,460,844	\$ 7,775,017	\$ 7,648,163	\$ 7,412,301	\$ 7,708,735	\$ 7,442,153
Earnings on Investments	\$ 101,096	\$ 77,152	\$ 75,031	\$ 215,553	\$ 466,704	\$ 550,875	\$ 411,367	\$ 231,039	\$ 127,451	\$ 161,573
Miscellaneous	\$ 694,571	\$ 565,140	\$ 691,758	\$ 854,402	\$ 863,291	\$ 332,762	\$ 219,667	\$ 88,697	\$ 296,432	\$ 241,597
TOTAL GENERAL REVENUES	\$ 19,934,957	\$ 16,525,863	\$ 17,771,760	\$ 17,876,046	\$ 18,950,873	\$ 17,869,047	\$ 16,943,233	\$ 16,468,767	\$ 16,635,748	\$ 16,407,613
CHANGE IN NET ASSETS	\$ (5,423)	\$ (729,453)	\$ 966,616	\$ 1,012,830	\$ 942,874	\$ 1,166,085	\$ 1,966,878	\$ (270,802)	\$ 607,759	\$ (63,790)
NET ASSETS: BEGINNING	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 24,314,836	\$ 23,371,963 *	\$ 21,938,990	\$ 19,972,112	\$ 20,242,914	\$ 19,635,155	\$ 19,698,945
NET ASSETS: ENDING	\$ 25,559,406	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 24,314,836	\$ 23,105,075	\$ 21,938,990	\$ 19,972,112	\$ 20,242,914	\$ 19,635,155
Revenue Per Pupil:										
Local	\$ 5,457	\$ 4,745	\$ 4,833	\$ 4,899	\$ 4,795	\$ 4,491	\$ 4,108	\$ 3,990	\$ 3,775	\$ 3,793
State	\$ 4,167	\$ 4,159	\$ 4,236	\$ 4,713	\$ 5,287	\$ 4,416	\$ 4,153	\$ 4,030	\$ 3,785	\$ 3,663
Federal	\$ 936	\$ 1,167	\$ 1,188	\$ 1,201	\$ 693	\$ 728	\$ 692	\$ 710	\$ 684	\$ 890
TOTAL REVENUE PER PUPIL	\$ 10,561	\$ 10,071	\$ 10,258	\$ 10,813	\$ 10,775	\$ 9,634	\$ 8,953	\$ 8,730	\$ 8,245	\$ 8,346
Expense Per Pupil:	\$ 10,563	\$ 9,834	\$ 9,840	\$ 10,370	\$ 10,361	\$ 9,135	\$ 8,112	\$ 8,845	\$ 8,001	\$ 8,372
Net Per Pupil:	\$ (2)	\$ 236	\$ 417	\$ 443	\$ 414	\$ 500	\$ 841	\$ (115)	\$ 244	\$ (26)
Student Population:	2318	2359	2316	2256	2262	2320	2338	2345	2434	2442

Source: District Data

* The 2008 beginning net assets are higher than the 2007 ending net assets due to the inclusion of the Student Activities fund as a special revenue fund at the beginning of FY 2008. The inclusion of this fund added \$266,888 to the beginning net assets.

EMERY COUNTY SCHOOL DISTRICT

Fund Balances, Governmental Funds

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

General Fund by Component *						
Fiscal Year Ended June 30,	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total
2012	\$ 8,462	\$ -	\$ -	\$ 295,357	\$ 2,576,980	\$ 2,880,799
2011	\$ 9,865	\$ -	\$ -	\$ 542,163	\$ 2,245,532	\$ 2,797,560
2010	\$ -	\$ 1,523,015	\$ -	\$ 261,222	\$ 2,230,855	\$ 4,015,092

All Other Governmental Funds by Component *						
Fiscal Year Ended June 30,	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total
2012	\$ 96,043	\$ 5,046,385	\$ 330,151	\$ 263,213		\$ 5,735,792
2011	\$ 129,544	\$ 4,913,593	\$ 267,529	\$ 291,180	\$ -	\$ 5,601,846
2010	\$ 82,772	\$ 4,794,506	\$ 130,918	\$ 46,354	\$ -	\$ 5,054,550

General Fund by Component (2009 and Prior) *			
Fiscal Year Ended June 30,	Reserved	Unreserved	Total
2009	\$ 1,910,564	\$ 2,180,063	\$ 4,090,627
2008	\$ 1,974,403	\$ 2,276,705	\$ 4,251,108
2007	\$ 1,707,189	\$ 1,847,551	\$ 3,554,740
2006	\$ 1,549,785	\$ 1,310,290	\$ 2,860,075
2005	\$ 839,270	\$ 1,715,590	\$ 2,554,860
2004	\$ 495,340	\$ 2,204,454	\$ 2,699,794
2003	\$ 445,385	\$ 2,045,705	\$ 2,491,090

All Other Governmental Funds by Component (2009 and Prior) *					
Fiscal Year Ended June 30,	Reserved	Unreserved Special Revenue	Unreserved Capital Projects	Unreserved Debt Service	Total
2009	\$ 567,589	\$ 1,013,555	\$ 2,838,804	\$ 328,698	\$ 4,748,646
2008	\$ 350,145	\$ 930,573	\$ 2,577,241	\$ 342,744	\$ 4,200,703
2007	\$ 376,469	\$ 561,705	\$ 2,410,330	\$ 308,781	\$ 3,657,285
2006	\$ 2,472,986	\$ 389,070	\$ 2,654,447	\$ -	\$ 5,516,503
2005	\$ 766,758	\$ 360,446	\$ 3,328,258	\$ -	\$ 4,455,462
2004	\$ 1,815,791	\$ 332,228	\$ 2,742,490	\$ -	\$ 4,890,509
2003	\$ 1,395,414	\$ 294,998	\$ 2,185,869	\$ -	\$ 3,876,281

* GASB Statement 54 changed the required components of fund balance to: Nonspendable, Restricted, Committed, Assigned & Unassigned. Prior to GASB 54, the components of fund balance were: Reserved and Unreserved. Emery County School District implemented GASB 54 in the fiscal year ending June 30, 2010. Fiscal years prior to 2010 are presented in this report as they were originally presented, under the former components of fund balance. Readers interested in a summary of GASB 54 changes can go to the following website: www.gasb.org/st/summary/gstsm54.html

Source: District Data

EMERY COUNTY SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Revenues:										
Property Taxes	\$ 11,384,453	\$ 10,492,141	\$ 9,868,704	\$ 9,608,210	\$ 9,160,033	\$ 9,210,393	\$ 8,664,036	\$ 8,736,730	\$ 8,503,130	\$ 8,562,290
Earnings on Investments	\$ 101,096	\$ 77,152	\$ 75,031	\$ 215,553	\$ 466,704	\$ 550,875	\$ 411,367	\$ 231,039	\$ 127,451	\$ 161,573
School Food Service Sales	\$ 276,870	\$ 297,324	\$ 301,473	\$ 298,251	\$ 286,764	\$ 301,851	\$ 271,632	\$ 262,513	\$ 234,984	\$ 240,086
Other Local Sources	\$ 887,962	\$ 779,836	\$ 948,619	\$ 918,468	\$ 931,931	\$ 355,402	\$ 257,158	\$ 125,200	\$ 323,121	\$ 299,614
State Aid	\$ 9,658,313	\$ 8,579,780	\$ 9,811,358	\$ 10,632,949	\$ 11,959,416	\$ 10,244,503	\$ 9,709,579	\$ 9,449,940	\$ 9,213,585	\$ 8,944,160
Federal Aid	\$ 2,170,718	\$ 2,243,600	\$ 2,752,358	\$ 2,709,552	\$ 1,568,358	\$ 1,688,037	\$ 1,618,895	\$ 1,665,902	\$ 1,665,119	\$ 2,172,882
Other Financing Sources	\$ -	\$ -	\$ (560)	\$ 11,500	\$ 65	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	\$ 24,479,412	\$ 22,469,833	\$ 23,756,883	\$ 24,394,483	\$ 24,373,269	\$ 22,351,061	\$ 20,932,667	\$ 20,471,324	\$ 20,067,390	\$ 20,380,605
Expenditures:										
Current										
Instructional Services	\$ 14,660,782	\$ 14,037,405	\$ 14,422,381	\$ 14,173,687	\$ 13,694,925	\$ 11,912,474	\$ 10,892,455	\$ 11,154,327	\$ 11,162,067	\$ 11,376,449
Supporting Services:										
Students	\$ 465,990	\$ 466,005	\$ 428,005	\$ 425,282	\$ 446,529	\$ 440,002	\$ 392,265	\$ 457,717	\$ 432,837	\$ 376,591
Instructional Staff	\$ 364,127	\$ 374,529	\$ 389,327	\$ 359,631	\$ 334,617	\$ 332,410	\$ 318,722	\$ 345,853	\$ 294,542	\$ 264,018
District Administration	\$ 317,064	\$ 312,131	\$ 410,728	\$ 410,728	\$ 311,482	\$ 303,385	\$ 299,726	\$ 299,942	\$ 313,552	\$ 825,117
School Administration	\$ 1,842,625	\$ 1,700,528	\$ 1,565,442	\$ 1,580,810	\$ 1,527,890	\$ 1,537,092	\$ 1,445,499	\$ 1,466,782	\$ 1,473,468	\$ 1,345,881
Business	\$ 418,838	\$ 366,233	\$ 310,354	\$ 299,408	\$ 294,377	\$ 285,208	\$ 237,466	\$ 235,051	\$ 241,676	\$ 220,305
Operation and Maintenance of Facilities	\$ 2,662,302	\$ 2,484,720	\$ 2,440,689	\$ 2,407,457	\$ 2,321,373	\$ 2,152,877	\$ 1,960,708	\$ 1,395,598	\$ 725,853	\$ 615,714
Transportation	\$ 1,175,967	\$ 1,090,782	\$ 1,097,013	\$ 1,005,662	\$ 970,051	\$ 901,794	\$ 897,377	\$ 937,731	\$ 799,350	\$ 799,350
School Food Service	\$ 1,071,789	\$ 1,036,737	\$ 959,816	\$ 932,913	\$ 847,992	\$ 858,672	\$ 827,707	\$ 891,122	\$ 853,600	\$ 772,125
Capital Outlay	\$ 1,286,443	\$ 1,271,822	\$ 1,313,195	\$ 1,899,859	\$ 2,134,898	\$ 4,283,691	\$ 1,777,996	\$ 3,346,002	\$ 3,536,832	\$ 2,866,754
Debt Service	\$ -	\$ -	\$ 279,000	\$ 497,000	\$ 481,000	\$ 465,000	\$ 448,000	\$ 430,000	\$ 410,000	\$ 385,000
Principal Retirement	\$ -	\$ -	\$ 10,960	\$ 28,357	\$ 43,749	\$ 60,146	\$ 77,943	\$ 95,469	\$ 56,400	\$ 78,481
Interest and Fiscal Charges	\$ 24,265,927	\$ 23,140,892	\$ 23,526,614	\$ 24,020,794	\$ 23,408,883	\$ 23,532,751	\$ 19,575,864	\$ 21,055,594	\$ 20,380,389	\$ 19,925,785
TOTAL EXPENDITURES	\$ 213,485	\$ (671,059)	\$ 230,369	\$ 373,689	\$ 964,386	\$ (1,181,690)	\$ 1,356,803	\$ (584,270)	\$ (312,999)	\$ 454,824
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Financing Sources (Uses):										
Bond Proceeds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sale of Capital Assets	\$ 3,700	\$ -	\$ -	\$ 13,773	\$ 8,512	\$ 17,137	\$ 9,453	\$ 4,289	\$ 12,065	\$ 10,817
Transfers In (Out)	\$ -	\$ 823	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL OTHER FINANCING SOURCES	\$ 3,700	\$ 823	\$ -	\$ 13,773	\$ 8,512	\$ 17,137	\$ 9,453	\$ 4,289	\$ 13,866	\$ 156,787
CHANGE IN FUND BALANCES	\$ 217,185	\$ (670,236)	\$ 230,369	\$ 387,462	\$ 972,898	\$ (1,164,553)	\$ 1,366,256	\$ (579,981)	\$ 1,222,932	\$ 622,424
FUND BALANCES: ENDING	\$ 8,399,406	\$ 9,069,642	\$ 8,839,273	\$ 8,451,811	\$ 7,478,913 *	\$ 8,376,578	\$ 7,010,322	\$ 7,590,303	\$ 6,367,371	\$ 5,744,947
	\$ 8,616,591	\$ 8,999,406	\$ 9,069,642	\$ 8,839,273	\$ 8,451,811	\$ 7,212,025	\$ 8,376,578	\$ 7,010,322	\$ 7,590,303	\$ 6,367,371
Debt Service as a percentage of noncapital expenditures	0.00%	0.00%	1.27%	2.27%	2.33%	2.60%	2.74%	2.65%	2.42%	2.39%

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.
 * The 2008 beginning fund balance is higher than the 2007 ending due to the inclusion of the Student Activities fund at the beginning of FY 2008. This inclusion added \$266,888 to the beginning fund balance.

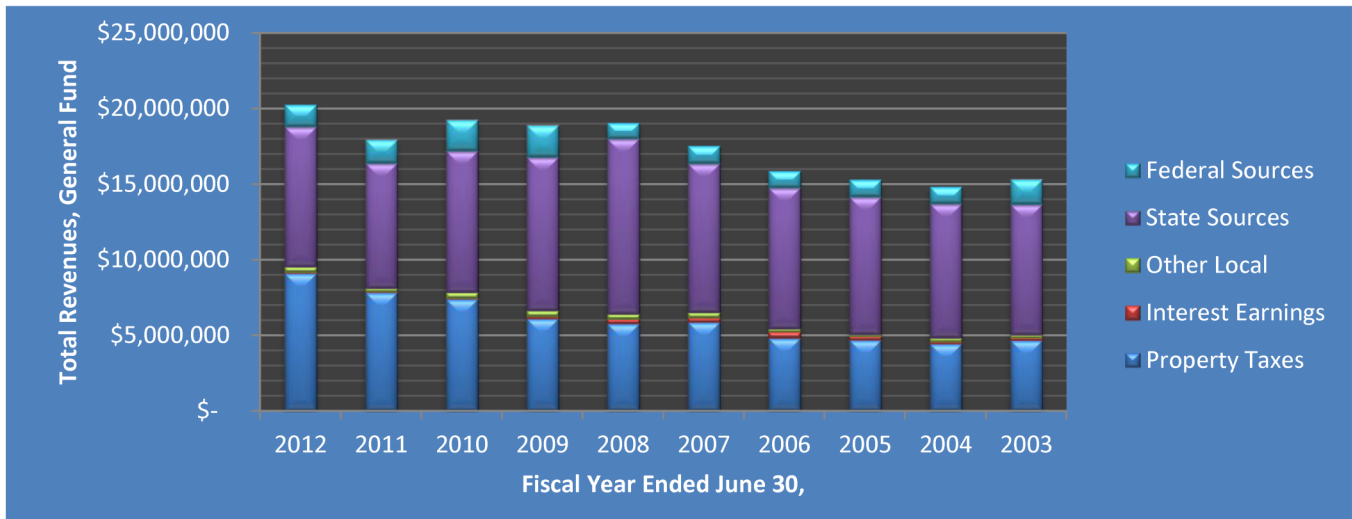
EMERY COUNTY SCHOOL DISTRICT

Revenues by Source General Fund Last Ten Fiscal Years

Year Ended June 30,	Property Taxes	Interest on Investments	Other Local	State Sources	Federal Sources	Total Revenues
2012	\$ 9,107,256	\$ 50,379	\$ 368,330	\$ 9,280,650	\$ 1,463,415	\$ 20,270,030
2011	\$ 7,830,982	\$ 40,948	\$ 231,919	\$ 8,277,593	\$ 1,564,072	\$ 17,945,514
2010	\$ 7,408,262	\$ 41,520	\$ 392,931	\$ 9,363,062	\$ 2,060,724	\$ 19,266,499
2009	\$ 6,106,559	\$ 126,616	\$ 389,824	\$ 10,159,844	\$ 2,119,848	\$ 18,902,691
2008	\$ 5,782,651	\$ 283,986	\$ 335,513	\$ 11,611,937	\$ 1,048,605	\$ 19,062,692
2007	\$ 5,877,557	\$ 278,938	\$ 343,881	\$ 9,873,949	\$ 1,169,206	\$ 17,543,531
2006	\$ 4,815,940	\$ 411,367	\$ 193,887	\$ 9,337,471	\$ 1,119,098	\$ 15,877,763
2005	\$ 4,696,260	\$ 231,039	\$ 116,467	\$ 9,127,844	\$ 1,132,131	\$ 15,303,741
2004	\$ 4,446,636	\$ 127,451	\$ 243,687	\$ 8,897,733	\$ 1,111,819	\$ 14,827,326
2003	\$ 4,676,463	\$ 161,573	\$ 193,525	\$ 8,635,044	\$ 1,660,515	\$ 15,327,120

Revenues by Source as a Percentage of Total Revenue

Year Ended June 30,	Property Taxes	Interest on Investments	Other Local	State Sources	Federal Sources	Total Revenues
2012	44.9%	0.2%	1.8%	45.8%	7.2%	100%
2011	43.6%	0.2%	1.3%	46.1%	8.7%	100%
2010	38.5%	0.2%	2.0%	48.6%	10.7%	100%
2009	32.3%	0.7%	2.1%	53.7%	11.2%	100%
2008	30.3%	1.5%	1.8%	60.9%	5.5%	100%
2007	33.5%	1.6%	2.0%	56.3%	6.7%	100%
2006	30.3%	2.6%	1.2%	58.8%	7.0%	100%
2005	30.7%	1.5%	0.8%	59.6%	7.4%	100%
2004	30.0%	0.9%	1.6%	60.0%	7.5%	100%
2003	30.5%	1.1%	1.3%	56.3%	10.8%	100%



EMERY COUNTY SCHOOL DISTRICT
Expenditures by Function
General Fund
Last Ten Fiscal Years

Year Ended June 30,	Instruction	Students	Instructional Staff	District Administration	School Administration	Business	Operation & Maintenance	Transportation	Total
2012	\$ 13,016,444	\$ 465,990	\$ 364,127	\$ 317,064	\$ 1,842,625	\$ 418,838	\$ 2,660,736	\$ 1,175,967	\$ 20,261,791
2011	\$ 12,451,928	\$ 466,005	\$ 374,529	\$ 312,131	\$ 1,700,528	\$ 366,233	\$ 2,484,342	\$ 1,090,782	\$ 19,246,478
2010	\$ 12,868,242	\$ 428,005	\$ 389,327	\$ 310,432	\$ 1,565,442	\$ 310,354	\$ 2,439,188	\$ 1,097,013	\$ 19,408,003
2009	\$ 12,589,413	\$ 425,282	\$ 359,631	\$ 410,728	\$ 1,580,810	\$ 299,408	\$ 2,406,011	\$ 1,005,662	\$ 19,076,945
2008	\$ 12,168,551	\$ 446,529	\$ 334,617	\$ 311,482	\$ 1,527,890	\$ 294,377	\$ 2,319,527	\$ 970,051	\$ 18,373,024
2007	\$ 11,040,760	\$ 440,002	\$ 332,410	\$ 303,385	\$ 1,537,092	\$ 285,208	\$ 2,151,409	\$ 901,794	\$ 16,992,060
2006	\$ 10,022,430	\$ 392,265	\$ 318,722	\$ 299,726	\$ 1,445,499	\$ 237,466	\$ 1,959,063	\$ 897,377	\$ 15,572,548
2005	\$ 10,311,487	\$ 457,717	\$ 345,853	\$ 299,942	\$ 1,466,782	\$ 235,051	\$ 1,394,112	\$ 937,731	\$ 15,448,675
2004	\$ 10,257,132	\$ 432,837	\$ 294,542	\$ 313,552	\$ 1,473,468	\$ 241,676	\$ 725,853	\$ 879,562	\$ 14,618,622
2003	\$ 10,433,994	\$ 376,591	\$ 264,018	\$ 261,523	\$ 1,345,881	\$ 220,305	\$ 615,590	\$ 799,350	\$ 14,317,252

Expenditures by Function as a Percentage of Total Expenditures

Year Ended June 30,	Instruction	Students	Instructional Staff	District Administration	School Administration	Business	Operation & Maintenance	Transportation	Total
2012	64.24%	2.30%	1.80%	1.56%	9.09%	2.07%	13.13%	5.80%	100.00%
2011	64.70%	2.42%	1.95%	1.62%	8.84%	1.90%	12.91%	5.67%	100.00%
2010	66.30%	2.21%	2.01%	1.60%	8.07%	1.60%	12.57%	5.65%	100.00%
2009	65.99%	2.23%	1.89%	2.15%	8.29%	1.57%	12.61%	5.27%	100.00%
2008	66.23%	2.43%	1.82%	1.70%	8.32%	1.60%	12.62%	5.28%	100.00%
2007	64.98%	2.59%	1.96%	1.79%	9.05%	1.68%	12.66%	5.31%	100.00%
2006	64.36%	2.52%	2.05%	1.92%	9.28%	1.52%	12.58%	5.76%	100.00%
2005	66.75%	2.96%	2.24%	1.94%	9.49%	1.52%	9.02%	6.07%	100.00%
2004	70.16%	2.96%	2.01%	2.14%	10.08%	1.65%	4.97%	6.02%	100.00%
2003	72.88%	2.63%	1.84%	1.83%	9.40%	1.54%	4.30%	5.58%	100.00%

Source: District Data

EMERY COUNTY SCHOOL DISTRICT
Property Tax Rates (Per \$1) - Direct and Overlapping Governments
Last Ten Tax (Calendar) Years

Emery School District		2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Calendar Tax Year		2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Fiscal Year		2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03
Basic Program	(1)	0.001591	0.001495	0.001433	0.001250	0.001311	0.001515	0.001720	0.001800	0.001825	0.001807
Voted Leeway	(2)	0.001603	0.001600	0.001600	0.001291	0.001311	0.001333	0.000800	0.000776	0.000800	0.000800
Board Leeway	(3)	0.000412	0.000411	0.000398	0.000393	0.000403	0.000415	0.000419	0.000420	0.000433	0.000437
Reading Initiative *	(4)	0.000063	0.000063	0.000062	0.000062	0.000063	0.000064	0.000065	0.000065	0.000000	0.000000
Special Transportation	(5)	0.000303	0.000302	0.000300	0.000300	0.000300	0.000300	0.000300	0.000153	0.000158	0.000160
Tort Liability	(6)	0.000022	0.000022	0.000022	0.000022	0.000022	0.000022	0.000022	0.000022	0.000023	0.000023
Judgment Recovery	(7)	0.000000	0.000000	0.000000	0.000069	0.000017	0.000000	0.000000	0.000000	0.000000	0.000335
Recreation	(8)	0.000434	0.000433	0.000430	0.000427	0.000433	0.000440	0.000444	0.000445	0.000459	0.000391
Capital Outlay	(9)	0.000699	0.000696	0.000691	0.000686	0.000696	0.000708	0.001234	0.001410	0.001520	0.001492
10% of Basic	(10)	0.000589	0.000587	0.000583	0.000579	0.000588	0.000598	0.000632	0.000634	0.000653	0.000782
Debt Service	(11)	0.000000	0.000000	0.000000	0.000282	0.000323	0.000354	0.000376	0.000345	0.000357	0.000390
Total Direct Rates:		0.005716	0.005609	0.005519	0.005361	0.005467	0.005749	0.006012	0.006070	0.006228	0.006617

Overlapping Rates		2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Calendar Tax Year		2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Fiscal Year		2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03
Emery County		0.004577	0.004563	0.004525	0.004545	0.004412	0.004420	0.004416	0.004434	0.004558	0.004908
Castle Dale		0.001531	0.001538	0.001550	0.001624	0.001874	0.001778	0.001811	0.001809	0.001857	0.001864
Clawson		0.000533	0.000530	0.000563	0.000573	0.000631	0.000729	0.000772	0.000822	0.000847	0.000908
Cleveland		0.000874	0.000873	0.000905	0.000919	0.001085	0.001241	0.001257	0.001276	0.001309	0.001328
Elmo		0.002222	0.002232	0.002296	0.002519	0.001730	0.002054	0.002069	0.002145	0.002030	0.002250
Emery		0.001812	0.001831	0.001902	0.001736	0.001836	0.002047	0.002397	0.002407	0.002173	0.002223
Ferron		0.001515	0.001507	0.001532	0.001521	0.001817	0.002104	0.002283	0.002284	0.002267	0.002349
Green River		0.004466	0.004415	0.003873	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Huntington		0.001310	0.001314	0.001341	0.001332	0.001552	0.001717	0.001858	0.001872	0.001775	0.001859
Orangeville		0.001640	0.001607	0.001638	0.001635	0.001893	0.002164	0.002169	0.002188	0.002202	0.002140
Water Conservancy		0.000387	0.000388	0.000387	0.000390	0.000391	0.000396	0.000399	0.000400	0.000368	0.000395
Special Service		0.002636	0.002539	0.002142	0.001968	0.002091	0.002210	0.002265	0.002359	0.002380	0.002730

Limitations per Utah State Statute:

- (1) Rate Established Annually by the Utah State Legislature
- (2) Maximum Rate is 0.001600 and Must be Voted on by Public, certified rate has floated above maximum as approved by Utah State Tax Commission
- (3) Maximum Rate is 0.000400, certified rate has floated above maximum as approved by Utah State Tax Commission
- (4) Maximum Rate is 0.000121
- (5) Maximum Rate is 0.000300, certified rate has floated above maximum as approved by Utah State Tax Commission
- (6) Maximum Rate is 0.000100
- (7) Sufficient to Recover Property Taxes Repaid on Approved Tax Appeals
- (8) No Maximum Rate
- (9) Maximum Rate is 0.002400
- (10) Maximum Rate is Based on Formula and Changes Annually
- (11) No Maximum Rate, But Must Have Votor Approval for General Obligation Bonds Issued

* The District implemented a Reading Initiative Levy of .000065 which was established by the 2005 Legislature and this Levy does receive some revenue equalization from the Utah State Office of Education

The tax rates shown on this table represent the tax rates that are effective for each entity on the date the taxes are due to the County, which is 11/30 of each year

Source: Utah State Tax Commission, Property Tax Division

EMERY COUNTY SCHOOL DISTRICT

Property Tax Levies and Collections Last Ten Tax (Calendar) Years

Calendar Tax Year	Tax Rate	Taxable Value (1)	Taxes Levied	Collections Within Calendar Year of Levy	
				Taxes (2,3)	Percentage of Levy
2011	0.005716	\$ 1,912,336,316	\$ 10,930,914	\$ 10,499,441	96.05%
2010	0.005609	\$ 1,814,186,123	\$ 10,175,770	\$ 9,951,909	97.80%
2009	0.005519	\$ 1,765,041,597	\$ 9,741,265	\$ 9,319,620	95.67%
2008	0.005361	\$ 1,710,693,961	\$ 9,171,030	\$ 9,065,468	98.85%
2007	0.005467	\$ 1,582,172,459	\$ 8,649,737	\$ 8,536,200	98.69%
2006	0.005749	\$ 1,515,128,319	\$ 8,710,473	\$ 8,593,617	98.66%
2005	0.006012	\$ 1,370,590,975	\$ 8,239,993	\$ 8,093,375	98.22%
2004	0.006070	\$ 1,372,968,954	\$ 8,333,922	\$ 8,163,897	97.96%
2003	0.006228	\$ 1,305,104,744	\$ 8,128,192	\$ 7,899,506	97.19%
2002	0.006617	\$ 1,237,064,094	\$ 8,185,653	\$ 7,884,608	96.32%

Calendar Tax Year	Collections in Subsequent Years		Total Levy Collections		Other Non-Levy Collections
	Amount (2,3)	Percentage of Levy	Collections (2,3)	Percentage of Levy	Fee-in-Lieu and Other (2,3)
2011	\$ 401,555	3.67%	\$ 10,900,996	99.73%	\$ 336,511
2010	\$ 160,150	1.57%	\$ 10,112,059	99.37%	\$ 348,782
2009	\$ 136,521	1.40%	\$ 9,456,141	97.07%	\$ 367,346
2008	\$ 94,606	1.03%	\$ 9,160,074	99.88%	\$ 387,727
2007	\$ 102,176	1.18%	\$ 8,638,376	99.87%	\$ 442,260
2006	\$ 92,941	1.07%	\$ 8,686,558	99.73%	\$ 479,512
2005	\$ 64,211	0.78%	\$ 8,157,586	99.00%	\$ 461,077
2004	\$ 126,921	1.52%	\$ 8,290,818	99.48%	\$ 465,996
2003	\$ 93,983	1.16%	\$ 7,993,489	98.34%	\$ 497,938
2002	\$ 128,496	1.57%	\$ 8,013,104	97.89%	\$ 554,394

Sources:

- 1) Taxable Values are derived from the Final Values Sheet issued by the Utah Tax Commission, Property Tax Division
- 2) Emery County Tax Reports
- 3) District Data

EMERY COUNTY SCHOOL DISTRICT
Taxable and Estimated Actual Value of Taxable Property
Last Ten Tax (Calendar) Years

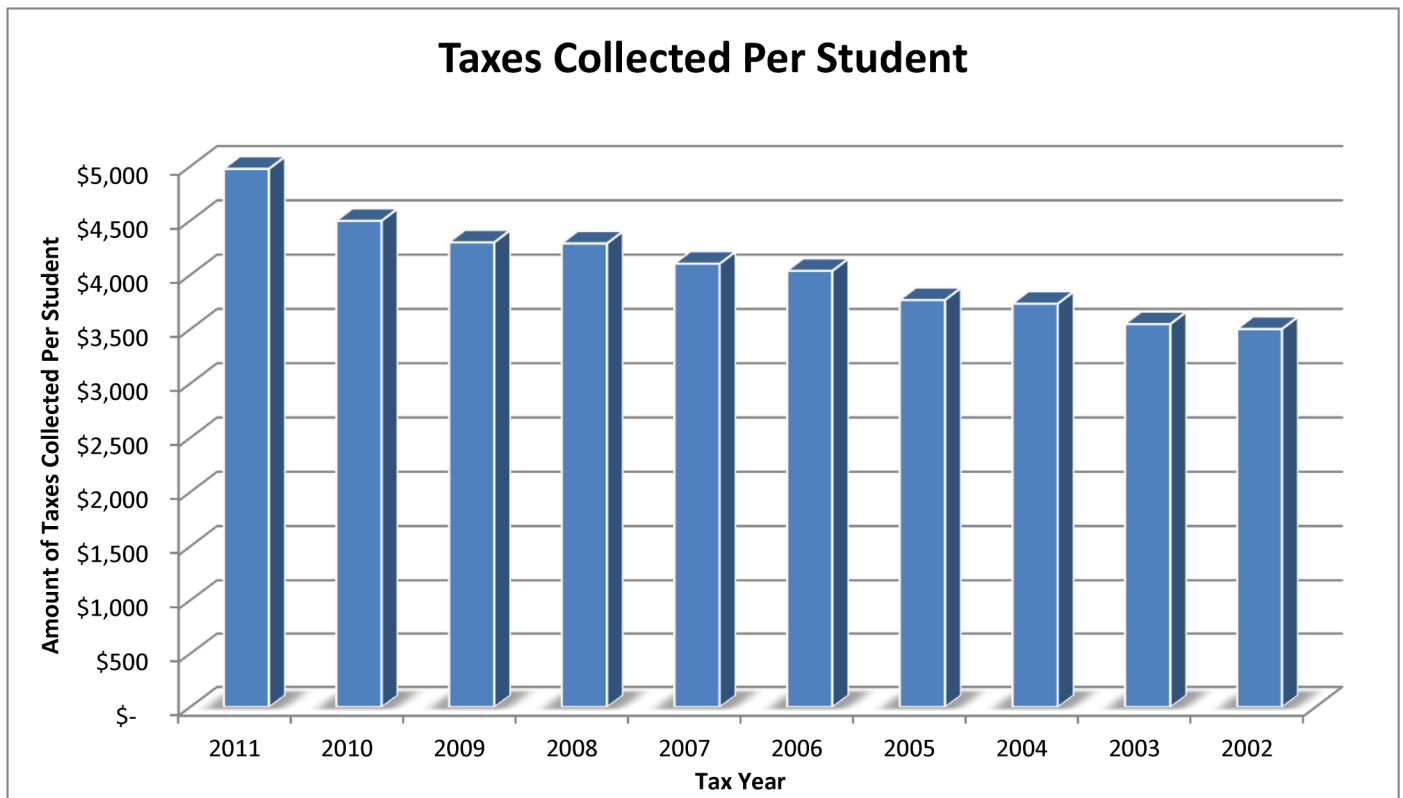
Calendar Tax Year	Locally Assessed							Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value *	Assessed Value as a Percentage of Actual Value
	Centrally Assessed Property	Real Property: Primary Residential	Real Property: Secondary Residential	Real Property: Commercial & Industrial	Real Property: Agricultural	Personal					
2011	\$ 1,604,977,977	\$ 188,023,604	\$ 15,510,568	\$ 74,833,986	\$ 1,734,102	\$ 27,256,079	\$ 1,912,336,316	0.005716	\$ 2,066,173,810	92.55%	
2010	\$ 1,512,337,181	\$ 184,284,911	\$ 14,748,393	\$ 74,383,048	\$ 1,418,329	\$ 27,014,261	\$ 1,814,186,123	0.005609	\$ 1,964,964,687	92.33%	
2009	\$ 1,462,401,763	\$ 176,655,410	\$ 13,793,995	\$ 73,586,054	\$ 1,382,586	\$ 37,221,789	\$ 1,765,041,597	0.005519	\$ 1,909,577,842	92.43%	
2008	\$ 1,426,926,728	\$ 170,690,563	\$ 12,871,903	\$ 71,474,146	\$ 1,324,828	\$ 27,405,793	\$ 1,710,693,961	0.005361	\$ 1,850,349,876	92.45%	
2007	\$ 1,342,477,683	\$ 149,230,527	\$ 10,555,586	\$ 60,502,719	\$ 1,211,382	\$ 18,194,562	\$ 1,582,172,459	0.005467	\$ 1,704,270,163	92.84%	
2006	\$ 1,305,772,931	\$ 126,670,116	\$ 8,385,708	\$ 56,956,247	\$ 1,200,868	\$ 16,142,449	\$ 1,515,128,319	0.005749	\$ 1,618,767,505	93.60%	
2005	\$ 1,170,998,729	\$ 123,613,051	\$ 7,983,918	\$ 52,073,708	\$ 1,149,389	\$ 14,772,180	\$ 1,370,590,975	0.006012	\$ 1,471,728,926	93.13%	
2004	\$ 1,175,790,551	\$ 119,616,190	\$ 7,646,929	\$ 51,149,576	\$ 1,224,475	\$ 17,541,233	\$ 1,372,968,954	0.006070	\$ 1,470,836,746	93.35%	
2003	\$ 1,109,396,659	\$ 118,893,140	\$ 7,384,699	\$ 48,782,181	\$ 1,318,635	\$ 19,329,430	\$ 1,305,104,744	0.006228	\$ 1,402,380,949	93.06%	
2002	\$ 1,059,057,773	\$ 117,050,835	\$ 6,970,249	\$ 33,668,012	\$ 1,455,280	\$ 18,861,945	\$ 1,237,064,094	0.006617	\$ 1,332,832,959	92.81%	

Source: Utah State Tax Commission, Property Tax Division

* The estimated actual value is calculated based on Utah Code which allows for a reduction in the taxable value on primary residential property in the amount of 45%.

EMERY COUNTY SCHOOL DISTRICT
Statement of Values and Collections Per Student
Last Ten Fiscal Years

Fiscal Year	Tax Year	Taxable Value (1)	Total Collections (2)	Average Membership (2)	Taxable Value Per Student	Taxes Collected Per Student
2012	2011	\$ 1,912,336,316	\$ 11,384,453	2286.69	\$ 836,290	\$ 4,979
2011	2010	\$ 1,814,186,123	\$ 10,492,141	2331.62	\$ 778,080	\$ 4,500
2010	2009	\$ 1,765,041,597	\$ 9,868,704	2294.03	\$ 769,407	\$ 4,302
2009	2008	\$ 1,710,693,961	\$ 9,608,210	2238.79	\$ 764,115	\$ 4,292
2008	2007	\$ 1,582,172,459	\$ 9,160,033	2231.62	\$ 708,979	\$ 4,105
2007	2006	\$ 1,515,128,319	\$ 9,210,392	2280.55	\$ 664,370	\$ 4,039
2006	2005	\$ 1,370,590,975	\$ 8,664,037	2297.89	\$ 596,456	\$ 3,770
2005	2004	\$ 1,372,968,954	\$ 8,739,829	2339.14	\$ 586,955	\$ 3,736
2004	2003	\$ 1,305,104,744	\$ 8,503,130	2395.97	\$ 544,708	\$ 3,549
2003	2002	\$ 1,237,064,094	\$ 8,540,950	2438.04	\$ 507,401	\$ 3,503



Sources:

- 1) Utah State Tax Commission, Property Tax Division
- 2) District Data, Includes levy generated taxes, fee-in-lieu, and motor vehicle taxes

EMERY COUNTY SCHOOL DISTRICT

Principal (Top Ten) Property Tax Payers Current Tax (Calendar) Year and Nine Tax Years Prior

	2011 Tax Year		2002 Tax Year	
	Type of Business	Taxable Value	Taxable Value	Percent of the District's Taxable Value
Pacificorp (Utah Power)	Power	\$ 1,310,158,303	\$ 804,152,366	65.00%
Deseret Generation and Transmission	Power	\$ 61,472,325	\$ 51,663,800	4.18%
Castle Valley Mining, LLC	Coal	\$ 42,757,259		
Conocophillips Company	Oil and Gas	\$ 28,702,760		
XTO Energy, Inc.	Oil and Gas	\$ 25,829,080		
Consolidation Coal	Coal	\$ 22,564,937		
UAMPS	Power	\$ 21,234,880	\$ 18,630,130	1.51%
Union Pacific Railroad Co.	Railroad	\$ 20,665,797		
Provo City Power	Power	\$ 12,349,060	\$ 10,834,280	0.88%
Genwal Resources, Inc.	Mining	\$ 5,726,733	\$ 22,519,787	1.82%
Canyon Fuel, LLC	Mining		\$ 38,047,649	3.08%
Phillips Petroleum Company	Oil and Gas		\$ 27,484,890	2.22%
Anadarko Petroleum Corp.	Oil and Gas		\$ 18,595,619	1.50%
Texaco Exploration and Production	Oil and Gas		\$ 14,292,016	1.16%
Co-Op Mining	Mining		\$ 12,532,187	1.01%
Total		\$ 1,551,461,134	\$ 1,018,752,724	82.35%

Source: Emery County Treasurer's Office

EMERY COUNTY SCHOOL DISTRICT
Ratios of Outstanding Debt
Last Ten Fiscal Years

Year Ended June 30,	Outstanding General Obligation Bonds (1)	Less: Amount in Debt Service Fund (1)	Total Net Debt	Taxable Value (2)	Net General Bonded Debt as Percentage of Taxable Value	Estimated Actual Taxable Value *	Net General Bonded Debt as Percentage of Estimated Actual Taxable Value
2012	\$ -	\$ -	\$ -	\$ 1,912,336,316	0.000%	\$ 2,066,173,810	0.000%
2011	\$ -	\$ -	\$ -	\$ 1,814,186,123	0.000%	\$ 1,964,964,687	0.000%
2010	\$ -	\$ -	\$ -	\$ 1,765,041,597	0.000%	\$ 1,909,577,842	0.000%
2009	\$ 279,000	\$ 328,698	\$ (49,698)	\$ 1,710,693,961	-0.003%	\$ 1,850,349,876	-0.003%
2008	\$ 776,000	\$ 342,744	\$ 433,256	\$ 1,582,172,459	0.027%	\$ 1,704,270,163	0.025%
2007	\$ 1,257,000	\$ 308,781	\$ 948,219	\$ 1,515,128,319	0.063%	\$ 1,618,767,505	0.059%
2006	\$ 1,722,000	\$ 246,191	\$ 1,475,809	\$ 1,370,590,975	0.108%	\$ 1,471,728,926	0.100%
2005	\$ 2,170,000	\$ 234,476	\$ 1,935,524	\$ 1,372,968,954	0.141%	\$ 1,470,836,746	0.132%
2004	\$ 2,100,000	\$ 268,352	\$ 1,831,648	\$ 1,305,104,744	0.140%	\$ 1,402,380,949	0.131%
2003	\$ 2,600,000	\$ 249,855	\$ 2,350,145	\$ 1,237,064,094	0.190%	\$ 1,332,832,959	0.176%

Year Ended June 30,	Outstanding General Obligation Bonds	Total Personal Income (3)	Net General Bonded Debt as Percentage of Total Personal Income	Emergy County Estimated Population (4)	Net Bonded Debt Per Capita	Average Daily Membership (1)	Bonded Debt Per Student
2012	\$ -	n/a	0.00%	10997	\$ -	2286.69	\$ -
2011	\$ -	\$ 305,073,000	0.00%	10997	\$ -	2331.62	\$ -
2010	\$ -	\$ 282,869,000	0.00%	11018	\$ -	2294.03	\$ -
2009	\$ 279,000	\$ 273,035,000	-0.02%	10848	\$ 26	2238.79	\$ 125
2008	\$ 776,000	\$ 256,921,000	0.17%	10610	\$ 73	2231.62	\$ 348
2007	\$ 1,257,000	\$ 254,202,000	0.37%	10461	\$ 120	2280.55	\$ 551
2006	\$ 1,722,000	\$ 236,919,000	0.62%	10438	\$ 165	2297.89	\$ 749
2005	\$ 2,170,000	\$ 224,164,000	0.86%	10491	\$ 207	2339.14	\$ 928
2004	\$ 2,100,000	\$ 213,698,000	0.86%	10600	\$ 198	2395.97	\$ 876
2003	\$ 2,600,000	\$ 205,443,000	1.14%	10477	\$ 248	2438.04	\$ 1,066

Sources:

- 1) District Data
- 2) Utah State Tax Commission, Property Tax Division
- 3) U.S. Bureau of Economic Analysis
- 4) Utah Governor's Office of Planning and Budget

* The estimated actual value is calculated based on Utah Code which allows for a reduction in the taxable value on primary residential property in the amount of 45%.

Note: Detail regarding the District's outstanding debt can be found in the notes to the financial statements

EMERY COUNTY SCHOOL DISTRICT

General Obligation Legal Debt Limit and Estimated Additional Debt Incurring Capacity Last Ten Fiscal Years

Year Ended June 30,	Actual Taxable Value (1)	Fee-in-Lieu / Age Based Taxable Value (1)	Fair Market Value	Debt Limit (4% of Fair Market Value)	General Obligation Debt (2)	Additional Debt Incurring Capacity	Percentage of Debt to Debt Limit
2012	\$ 1,912,336,316	\$ 22,727,200	\$ 1,935,063,516	\$ 77,402,541	\$ -	\$ 77,402,541	0.00%
2011	\$ 1,814,186,123	\$ 46,533,306	\$ 1,860,719,429	\$ 74,428,777	\$ -	\$ 74,428,777	0.00%
2010	\$ 1,765,041,597	\$ 62,880,570	\$ 1,827,922,167	\$ 73,116,887	\$ -	\$ 73,116,887	0.00%
2009	\$ 1,710,693,961	\$ 62,563,380	\$ 1,773,257,341	\$ 70,930,294	\$ 279,000	\$ 70,651,294	0.39%
2008	\$ 1,582,172,459	\$ 62,536,667	\$ 1,644,709,126	\$ 65,788,365	\$ 776,000	\$ 65,012,365	1.19%
2007	\$ 1,515,128,319	\$ 62,701,266	\$ 1,577,829,585	\$ 62,701,266	\$ 1,257,000	\$ 61,444,266	2.05%
2006	\$ 1,370,590,975	\$ 57,295,077	\$ 1,427,886,052	\$ 57,295,077	\$ 1,722,000	\$ 55,573,077	3.10%
2005	\$ 1,372,968,954	\$ 58,718,143	\$ 1,431,687,097	\$ 58,718,143	\$ 2,170,000	\$ 56,548,143	3.84%
2004	\$ 1,305,104,744	\$ 69,459,028	\$ 1,374,563,772	\$ 54,982,551	\$ 2,100,000	\$ 52,882,551	3.97%
2003	\$ 1,237,064,094	\$ 57,984,800	\$ 1,295,048,894	\$ 51,801,956	\$ 2,600,000	\$ 49,201,956	5.28%

The general obligation indebtedness of the District is limited by Utah law to 4% of the fair market value of taxable property in the District.

Sources:

- 1) Utah State Tax Commission, Property Tax Division / The estimate for 2012 is inconsistent with prior year data but is the number reported by the Property Tax Division
- 2) District Data

EMERY COUNTY SCHOOL DISTRICT
Overlapping and Underlying General Obligation Debt
For Fiscal Year Ending June 30, 2012

Taxing Entity	2011 Taxable Value (1)	District's Estimated Portion of Taxable Value (1)	Estimated District Percentage	Entity's General Obligation Debt (2) (3)	District's Estimated Portion of Debt
Overlapping:					
State of Utah	\$ 201,473,174,488	\$ 1,935,063,516	0.96%	\$ 3,660,089,000	\$ 35,153,587
Total Overlapping					<u>\$ 35,153,587</u>
Underlying:					
Emery County	\$ 1,930,825,249	\$ 1,930,825,249	100.00%	\$ 4,000,000	\$ 4,000,000
Castle Dale City	\$ 49,126,760	\$ 49,126,760	100.00%	\$ -	\$ -
Clawson Town	\$ 3,837,638	\$ 3,837,638	100.00%	\$ -	\$ -
Cleveland Town	\$ 12,705,447	\$ 12,705,447	100.00%	\$ -	\$ -
Elmo Town	\$ 8,318,741	\$ 8,318,741	100.00%	\$ -	\$ -
Emery Town	\$ 8,323,743	\$ 8,323,743	100.00%	\$ -	\$ -
Ferron City	\$ 41,392,251	\$ 41,392,251	100.00%	\$ -	\$ -
Green River City	\$ 44,628,303	\$ 44,628,303	100.00%	\$ -	\$ -
Huntington City	\$ 57,793,536	\$ 57,793,536	100.00%	\$ -	\$ -
Orangeville City	\$ 33,785,041	\$ 33,785,041	100.00%	\$ -	\$ -
Emery W.C.D.	\$ 1,861,122,739	\$ 1,861,122,739	100.00%	\$ -	\$ -
Castle Valley S.S.D.	\$ 1,452,621,621	\$ 1,452,621,621	100.00%	\$ 7,161,000	\$ 7,161,000
Emery County S.S.D.	\$ 424,742,800	\$ 424,742,800	100.00%	\$ -	\$ -
Emery Recreation S.S.D.	\$ 1,930,825,249	\$ 1,930,825,249	100.00%	\$ -	\$ -
Emery Fire S.S.D.	\$ 1,930,825,249	\$ 1,930,825,249	100.00%	\$ -	\$ -
Total Underlying					<u>\$ 11,161,000</u>
Total Overlapping and Underlying General Obligation Debt					<u>\$ 46,314,587</u>
Total Overlapping General Obligation Debt (Excluding the State) *					\$ -
Total Direct General Obligation Bonded Indebtedness					\$ -
Total Direct and Overlapping General Obligation Debt (Excluding the State) *					<u>\$ -</u>
Total Underlying General Obligation Debt					\$ 11,161,000
Total Direct General Obligation Bonded Indebtedness					\$ -
Total Direct and Underlying General Obligation Debt					<u>\$ 11,161,000</u>
Total Overlapping and Underlying General Obligation Debt (Excluding the State) *					\$ 11,161,000
Total Direct General Obligation Bonded Indebtedness					\$ -
Total Direct, Overlapping, and Underlying General Obligation Debt (Excluding the State) *					<u>\$ 11,161,000</u>

* 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.

Sources:

- 1) Utah State Tax Commission, Property Tax Division
- 2) Utah State Division of Finance, <http://finance.utah.gov/reporting/gobond.html>
- 3) Individual Entity Annual Financial Reports, Utah State Auditor's Office

EMERY COUNTY SCHOOL DISTRICT
Schedule of Long-Term Debt Service
As of June 30, 2012

Summary of Long-Term Debt

As of June 30, 2012, Emery County School District has no long-term debt service obligations.

EMERY COUNTY SCHOOL DISTRICT
Ratio of Annual Debt Service to Total General Fund Expenditures
Last Ten Fiscal Years

Year Ended June 30,	Principal	Interest and Paying Agent Fees	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
2012	\$ -	\$ -	\$ -	\$ 20,261,791	0.00%
2011	\$ -	\$ -	\$ -	\$ 19,246,478	0.00%
2010	\$ 279,000	\$ 10,960	\$ 289,960	\$ 19,408,003	1.49%
2009	\$ 497,000	\$ 28,357	\$ 525,357	\$ 19,076,945	2.75%
2008	\$ 481,000	\$ 43,748	\$ 524,748	\$ 18,373,024	2.86%
2007	\$ 465,000	\$ 60,147	\$ 525,147	\$ 16,992,060	3.09%
2006	\$ 448,000	\$ 77,942	\$ 525,942	\$ 15,572,548	3.38%
2005	\$ 430,000	\$ 95,469	\$ 525,469	\$ 15,448,675	3.40%
2004	\$ 410,000	\$ 56,400	\$ 466,400	\$ 14,618,622	3.19%
2003	\$ 385,000	\$ 78,481	\$ 463,481	\$ 14,317,252	3.24%

On June 25, 1996, the public voted to authorize the District to issue \$15,000,000 in general obligation bonds.

Series 1: August 1, 1996 for \$9,990,000. Final payment was made in June 2002.

Series 2: April 1, 1998 for \$2,000,000. Final payment was made in June 2003.

Series 3: May 1, 2002 for \$1,500,000. Final payment was made in June 2007.

Series 4: June 11, 2004 for \$1,510,000. Final payment was made in June 2010.

Total bond indebtedness as of June 30, 2012 is \$0

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Demographic and Economic Statistics Last Ten Calendar Years

Year Ended Dec 31,	Labor Force (1)	Employed (1)	Unemployed (1)	Unemployment Rate (1)	Non-Farm Employment (1)	Average Monthly Nonfarm Wage (1)
2011	4995	4617	378	7.6%	3626	Not Available
2010	5279	4886	393	7.4%	3780	\$ 3,848
2009	5312	4921	391	7.4%	3697	\$ 3,608
2008	5086	4898	188	3.7%	3788	\$ 3,318
2007	5156	4981	175	3.4%	3905	\$ 3,307
2006	5253	5067	186	3.5%	3936	\$ 3,302
2005	5155	4889	266	5.2%	3799	\$ 3,084
2004	5166	4808	358	6.9%	3740	\$ 2,883
2003	4911	4517	394	8.0%	3500	\$ 2,831
2002	4781	4441	340	7.1%	3445	\$ 2,930

Year Ended Dec 31,	Emery County Estimated Population (2)	Total Personal Income (3)	Total Net Personal Earnings (3)	Per Capita Income (3)	Per Capita Net Earnings	Mean Household Income from IRS Returns (4)
2011	10997	Not Available	Not Available	Not Available	Not Available	Not Available
2010	10997	\$ 305,073,000	\$ 205,932,000	\$ 27,759	\$ 18,726	\$ 46,194
2009	10848	\$ 282,869,000	\$ 187,757,000	\$ 25,961	\$ 17,308	\$ 44,071
2008	10610	\$ 273,035,000	\$ 182,005,000	\$ 25,422	\$ 17,154	\$ 43,948
2007	10461	\$ 256,921,000	\$ 178,444,000	\$ 24,316	\$ 17,058	\$ 40,905
2006	10438	\$ 254,202,000	\$ 182,182,000	\$ 24,337	\$ 17,454	\$ 41,105
2005	10491	\$ 236,919,000	\$ 165,181,000	\$ 22,598	\$ 15,745	\$ 39,670
2004	10600	\$ 224,164,000	\$ 155,427,000	\$ 21,431	\$ 14,663	\$ 36,182
2003	10477	\$ 213,698,000	\$ 145,997,000	\$ 20,265	\$ 13,935	\$ 34,919
2002	10540	\$ 205,443,000	\$ 139,624,000	\$ 19,477	\$ 13,247	\$ 34,781
2001	10473	\$ 204,277,000	\$ 139,188,000	\$ 19,246	\$ 13,290	\$ 34,945
2000	10782	\$ 201,974,000	\$ 140,267,000	\$ 18,615	\$ 13,009	\$ 33,236
1999	11095	\$ 196,330,000	\$ 138,696,000	\$ 17,986	\$ 12,501	Not Available
1998	11059	\$ 189,868,000	\$ 134,265,000	\$ 17,397	\$ 12,141	Not Available

Sources:

- (1) Utah Department of Workforce Services: <http://jobs.utah.gov/jsp/wi/utalmis/gotoCounties.do>
- (2) Utah Governors Office of Planning and Budget: <http://www.governor.utah.gov/dea/popestimates.html>
- (3) U.S. Bureau of Economic Analysis: <http://www.bea.gov/iTable/>
- (4) Utah State Tax Commission: <http://tax.utah.gov/esu/income-federal2000>

Years presented are limited to the data available

EMERY COUNTY SCHOOL DISTRICT

Demographic and Economic Statistics Last Ten Calendar Years

Labor Force: Employment by Industry, Emery County (1)

Industry	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<i>Trades & Utilities</i>	938	930	950	973	992	1044	1048	1009	902	894
<i>Government</i>	913	919	912	893	865	862	860	890	858	878
<i>Mining</i>	456	554	556	678	788	853	826	701	648	660
<i>Construction</i>	454	481	471	425	365	338	266	314	337	325
<i>Leisure & Hospitality</i>	247	255	265	289	269	278	284	281	169	148
<i>Other Services</i>	145	136	137	131	162	155	157	152	165	168
<i>Information</i>	123	125	127	125	138	132	139	152	154	145
<i>Professional & Business</i>	208	224	102	105	180	141	83	87	90	87
<i>Health & Social Services</i>	74	72	79	73	67	58	58	65	87	71
<i>Financial Activities</i>	48	64	74	70	60	58	56	60	55	48
<i>Manufacturing</i>	20	20	24	26	19	17	22	29	35	21

Sales and Building Indicators

Year Ended Dec 31,	Gross Taxable Sales (2)	Permit Authorized Construction (3)	New Residential Building Permits (3)	Residential Building Permits Value (3)	Non-residential Building Permits Value (3)
2011	\$ 177,161,000	\$ 4,987,000	20	\$ 3,691,000	\$ 503,200
2010	\$ 188,970,000	\$ 9,370,000	35	\$ 4,771,000	\$ 1,432,000
2009	\$ 161,545,000	\$ 7,006,000	25	\$ 3,717,000	\$ 2,048,000
2008	\$ 159,443,000	\$ 9,424,000	44	\$ 5,717,000	\$ 3,100,000
2007	\$ 167,172,000	\$ 11,806,000	40	\$ 6,147,000	\$ 4,159,000
2006	\$ 182,236,000	\$ 13,544,000	43	\$ 5,268,000	\$ 7,498,000
2005	\$ 138,623,000	\$ 9,352,000	29	\$ 3,666,000	\$ 3,856,000
2004	\$ 128,438,000	\$ 6,153,000	28	\$ 2,854,000	\$ 2,158,000
2003	\$ 104,310,000	\$ 4,832,000	36	\$ 2,769,000	\$ 1,271,000
2002	\$ 106,343,000	\$ 8,784,000	36	\$ 2,114,000	\$ 5,540,000

Sources:

(1) Utah Department of Workforce Services: <http://jobs.utah.gov/jsp/wi/utalmis/gotoIndustry.do>

(2) Utah State Tax Commission: <http://tax.utah.gov/esu/sales-yearly>

(3) Utah Bureau of Economic & Business Research: <https://webapps.utah.edu/bebr/report/table2.tpl>

EMERY COUNTY SCHOOL DISTRICT

Principal Employers

Current Year and Four Years Prior *

<i>As of December 31, 2011</i>		<i>As of December 31, 2007</i>			
Employer	Approximate Number of Employees	Approximate Percent of Total Employment	Employer	Approximate Number of Employees	Approximate Percent of Total Employment
<i>PacifiCorp</i>	250-499	8.12%	<i>PacifiCorp</i>	250-499	7.53%
<i>Emery County School District</i>	250-499	8.12%	<i>Energy West Mining Company</i>	250-499	7.53%
<i>Energy West Mining Company</i>	250-499	8.12%	<i>Emery County School District</i>	250-499	7.53%
<i>Nielson Construction</i>	250-499	8.12%	<i>Nielson Construction</i>	250-499	7.53%
<i>Emery County</i>	100-249	3.79%	<i>Consolidated Coal</i>	100-249	3.51%
<i>Power Source Services</i>	50-99	1.62%	<i>Emery Telcom</i>	100-249	3.51%
<i>Gas N Go</i>	50-99	1.62%	<i>C.W. Mining</i>	100-249	3.51%
<i>West Winds Truck Stop</i>	50-99	1.62%	<i>Emery County</i>	100-249	3.51%
<i>Emery County Care & Rehab</i>	50-99	1.62%	<i>Billings Distribution</i>	50-99	1.51%
<i>Total Western</i>	50-99	1.62%	<i>State of Utah</i>	50-99	1.51%
<i>United States Government</i>	50-99	1.62%	<i>Power Source Services</i>	50-99	1.51%
<i>State of Utah</i>	50-99	1.62%	<i>Emery County Nursing Home</i>	50-99	1.51%
<i>Powerplant Maintenance Specialists</i>	50-99	1.62%	<i>Genwal Resources</i>	50-99	1.51%
		47.65%			51.70%

The middle of the identified range is used to calculate the percent of total employment.

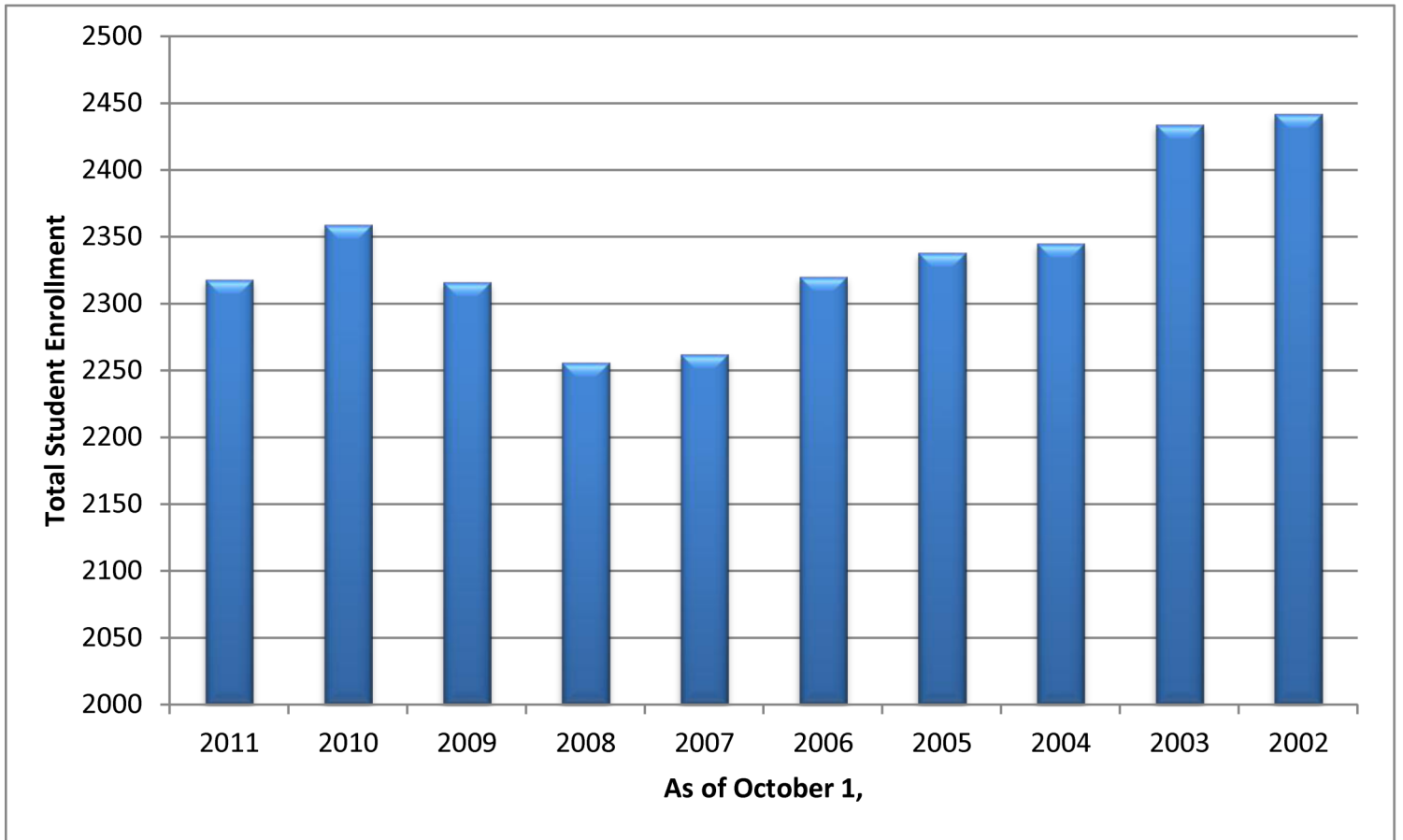
* Years presented are limited to the data available. In 2017 the District will be able to show the current year and nine years prior.

Source: Utah Department of Workforce Services: <http://jobs.utah.gov/openccms/wi/regions/eastern/emery/emeryme.pdf>

EMERY COUNTY SCHOOL DISTRICT

Total Student Enrollment as of October 1 Last Ten Fiscal Years

As of October 1,	Enrollment	Prior Year Enrollment	Change from Prior Year	9 Years Prior Enrollment	Change from 9 Years Prior
2011	2318	2359	-1.77%	2442	-5.08%
2010	2359	2316	1.82%	2508	-5.94%
2009	2316	2256	2.59%	2714	-14.66%
2008	2256	2262	-0.27%	2973	-24.12%
2007	2262	2320	-2.56%	3101	-27.06%
2006	2320	2338	-0.78%	3228	-28.13%
2005	2338	2345	-0.30%	3313	-29.43%
2004	2345	2434	-3.80%	3332	-29.62%
2003	2434	2442	-0.33%	3347	-27.28%
2002	2442	2508	-2.70%	3429	-28.78%



Source: District Data

EMERY COUNTY SCHOOL DISTRICT
Student Enrollment by School, as of October 1
Last Ten Fiscal Years

School	School Enrollment as of October 1,										Change 2002-2011	% Change 2002-2011
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002		
Book Cliff Elementary	139	137	144	137	116	117	122	144	155	161	-22	-13.66%
Castle Dale Elementary	210	207	189	183	176	170	158	161	169	167	43	25.75%
Cleveland Elementary	195	195	187	170	149	151	132	138	140	128	67	52.34%
Cottonwood Elementary	144	171	185	192	183	182	194	203	190	213	-69	-32.39%
Ferron Elementary	290	284	278	271	271	231	227	199	230	218	72	33.03%
Huntington Elementary	342	338	320	331	356	365	354	346	359	322	20	6.21%
Canyon View Jr High	217	211	207	172	181	213	224	235	229	235	-18	-7.66%
San Rafael Jr High	265	250	240	219	239	254	274	304	312	336	-71	-21.13%
Green River High	118	128	119	112	110	120	127	114	105	97	21	21.65%
Emery High	398	438	447	469	481	517	526	522	545	565	-167	-29.56%
Total	2,318	2,359	2,316	2,256	2,262	2,320	2,338	2,366	2,434	2,442	-124	-4.94%

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Student Aggregate Daily Membership By School, As Reported in S-3 Report (unaudited) Last Ten Fiscal Years

SCHOOL	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
ELEMENTARY SCHOOLS										
Huntington	339.44	334.08	323.29	323.77	342.34	367.74	351.75	345.53	349.04	337.54
Ferron	281.43	278.43	274.63	270.69	267.83	231.32	227.57	204.37	223.53	221.21
Castle Dale	203.21	209.26	191.54	188.57	180.12	171.68	157.81	161.31	169.21	165.54
Cleveland	196.57	191.30	187.51	172.03	148.06	146.27	127.93	136.61	140.31	127.68
Cottonwood	145.94	165.45	182.17	190.00	183.18	180.11	190.10	203.50	194.67	210.75
Book Cliff	135.54	136.18	142.97	138.07	116.14	116.08	121.61	138.58	153.88	160.60
Total Elementary Schools	1302.13	1314.70	1302.11	1283.13	1237.67	1213.20	1176.77	1189.90	1230.64	1223.32
JUNIOR HIGH SCHOOLS										
San Rafael	261.41	251.46	240.40	219.96	238.37	251.05	269.28	305.30	309.73	336.86
Canyon View	216.37	211.84	207.17	173.19	177.96	204.93	221.78	237.02	228.37	234.83
Total Junior High Schools	477.78	463.30	447.57	393.15	416.33	455.98	491.06	542.32	538.10	571.69
HIGH SCHOOLS										
Emery	389.79	425.66	430.84	454.43	465.45	494.67	507.23	496.73	523.99	544.47
Green River	116.99	127.96	113.51	108.08	112.18	116.68	122.81	110.19	103.24	98.56
Total High Schools	506.78	553.62	544.35	562.51	577.63	611.35	630.04	606.92	627.23	643.03
TOTAL	2286.69	2331.62	2294.03	2238.79	2231.63	2280.53	2297.87	2339.14	2395.97	2438.04

The State of Utah requires student average daily membership to be audited by an independent auditor at the end of each school year. The State uses average daily membership as a major component in determining many of the funds it allocates to public school districts in the subsequent year.

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Student Aggregate Daily Membership By Grade, As Reported in S-3 Report (unaudited) Last Ten Fiscal Years

SCHOOL	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
ELEMENTARY SCHOOLS										
<i>Kindergarten</i>	191.83	183.49	187.96	199.73	185.92	180.85	159.01	165.29	195.95	190.00
<i>Grade 1</i>	177.89	186.20	203.03	178.67	190.16	172.41	171.11	195.07	185.08	143.00
<i>Grade 2</i>	175.68	201.83	188.97	180.13	170.71	170.59	194.22	184.30	139.87	160.00
<i>Grade 3</i>	196.49	187.11	172.34	171.66	172.05	181.12	186.11	134.13	163.76	155.00
<i>Grade 4</i>	179.28	174.20	169.79	170.18	174.79	181.85	138.89	172.67	143.03	178.00
<i>Grade 5</i>	176.20	175.21	176.74	175.01	181.87	143.44	165.21	140.28	175.59	201.00
<i>Grade 6</i>	171.41	175.07	174.78	186.27	141.16	159.35	142.16	183.62	205.98	182.00
Total Elementary Schools	<u>1268.78</u>	<u>1283.11</u>	<u>1273.61</u>	<u>1261.65</u>	<u>1216.65</u>	<u>1189.61</u>	<u>1156.71</u>	<u>1175.36</u>	<u>1209.27</u>	<u>1209.00</u>
JUNIOR HIGH SCHOOLS										
<i>Grade 7</i>	169.66	186.70	190.23	142.01	154.34	141.51	179.12	207.66	174.71	210.00
<i>Grade 8</i>	184.51	185.15	150.04	156.91	134.26	180.04	200.89	174.08	209.12	209.00
<i>Grade 9</i>	182.45	151.32	164.54	138.26	184.53	190.48	177.42	212.15	198.26	204.00
Total Junior High Schools	<u>536.62</u>	<u>523.17</u>	<u>504.81</u>	<u>437.17</u>	<u>473.13</u>	<u>512.03</u>	<u>557.43</u>	<u>593.88</u>	<u>582.09</u>	<u>623.00</u>
HIGH SCHOOLS										
<i>Grade 10</i>	145.23	169.12	142.68	176.86	175.52	174.19	211.60	189.47	192.81	201.00
<i>Grade 11</i>	156.06	143.39	178.36	181.93	164.67	202.51	181.98	195.03	189.76	199.00
<i>Grade 12</i>	132.90	163.82	154.25	147.11	173.58	170.38	164.50	164.86	176.47	178.00
Total High Schools	<u>434.19</u>	<u>476.33</u>	<u>475.29</u>	<u>505.90</u>	<u>513.78</u>	<u>547.08</u>	<u>558.08</u>	<u>549.36</u>	<u>559.03</u>	<u>578.00</u>
SELF CONTAINED	47.10	49.01	40.33	34.08	28.07	31.82	25.66	20.53	45.59	28.04
TOTAL	<u>2286.69</u>	<u>2331.62</u>	<u>2294.03</u>	<u>2238.79</u>	<u>2231.63</u>	<u>2280.53</u>	<u>2297.87</u>	<u>2339.14</u>	<u>2395.97</u>	<u>2438.04</u>

The State of Utah requires student average daily membership to be audited by an independent auditor at the end of each school year. The State uses average daily membership as a major component in determining many of the funds it allocates to public school districts in the subsequent year.

Source: District Data

EMERY COUNTY SCHOOL DISTRICT
District Staffing Levels By Full-Time Equivalency (FTE)
Last Ten Fiscal Years

FTE's	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
TEACHERS										
Castle Dale Elementary	11.00	11.00	9.50	9.50	8.50	8.00	7.50	8.50	8.00	9.00
Cleveland Elementary	10.00	10.00	9.50	9.50	7.50	6.50	6.50	7.50	8.50	7.50
Ferron Elementary	15.50	15.50	16.00	15.50	14.00	12.00	12.00	12.50	14.00	14.00
Book Cliff Elementary	8.00	8.50	9.50	8.50	8.50	8.00	8.00	8.00	8.00	8.00
Huntington Elementary	18.79	18.64	18.64	20.64	20.14	19.64	19.64	20.07	18.00	18.00
Cottonwood Elementary	8.50	9.50	8.50	9.21	8.50	10.00	10.00	11.00	12.00	12.00
Canyon View Junior High	13.16	12.16	12.37	13.57	13.57	14.00	14.00	14.00	14.00	13.58
San Rafael Junior High	13.33	12.49	13.16	14.16	13.93	13.93	14.51	16.07	17.58	17.22
Green River High	8.50	8.50	8.50	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Emery High	23.82	24.15	22.50	24.98	24.21	23.39	23.39	26.45	27.88	27.36
TOTAL TEACHERS	130.60	130.44	128.17	134.56	127.85	124.46	124.54	133.09	136.96	135.66
CLASSIFIED STAFF										
Educational Assistants	49.58	47.46	46.07	46.66	43.69	41.25	37.56	39.53	54.30	56.61
Secretaries	12.88	12.88	12.88	13.38	11.32	11.32	11.32	11.32	11.32	11.32
Business Office	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Custodians	22.50	22.00	21.00	23.00	23.00	23.00	23.00	23.50	23.00	24.00
Maintenance	11.00	11.00	10.75	11.75	10.75	9.60	10.60	10.40	9.00	10.00
Transportation	11.51	11.42	10.97	10.23	10.96	10.62	10.62	11.91	18.29	17.34
Child Nutrition	15.38	15.25	13.13	13.00	12.51	15.28	14.59	14.60	17.92	18.34
TOTAL CLASSIFIED STAFF	124.85	122.01	116.80	120.02	114.23	113.07	109.69	113.26	135.83	139.61
ADMINISTRATION										
Principals	10.00	10.00	9.50	9.50	9.70	9.70	9.70	9.70	9.70	9.70
District Office	5.00	5.00	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
TOTAL ADMINISTRATION	15.00	15.00	15.00	15.00	15.20	15.20	15.20	15.20	15.20	15.20
TOTAL STAFFING FTE'S	270.45	267.45	259.97	269.58	257.28	252.73	249.43	261.55	287.99	290.47

PERCENTAGES	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
TEACHERS										
Castle Dale Elementary	4.07%	4.11%	3.65%	3.52%	3.30%	3.17%	3.01%	3.25%	2.78%	3.10%
Cleveland Elementary	3.70%	3.74%	3.65%	3.52%	2.92%	2.57%	2.61%	2.87%	2.95%	2.58%
Ferron Elementary	5.73%	5.80%	6.15%	5.75%	5.44%	4.75%	4.81%	4.78%	4.86%	4.82%
Book Cliff Elementary	2.96%	3.18%	3.65%	3.15%	3.30%	3.17%	3.21%	3.06%	2.78%	2.75%
Huntington Elementary	6.95%	6.97%	7.17%	7.66%	7.83%	7.77%	7.87%	7.67%	6.25%	6.20%
Cottonwood Elementary	3.14%	3.55%	3.27%	3.42%	3.30%	3.96%	4.01%	4.21%	4.17%	4.13%
Canyon View Junior High	4.87%	4.55%	4.76%	5.03%	5.27%	5.54%	5.61%	5.35%	4.86%	4.68%
San Rafael Junior High	4.93%	4.67%	5.06%	5.25%	5.41%	5.51%	5.82%	6.14%	6.10%	5.93%
Green River High	3.14%	3.18%	3.27%	3.34%	3.50%	3.56%	3.61%	3.44%	3.13%	3.10%
Emery High	8.81%	9.03%	8.65%	9.27%	9.41%	9.25%	9.38%	10.11%	9.68%	9.42%
TOTAL TEACHERS	48.29%	48.77%	49.30%	49.91%	49.69%	49.25%	49.93%	50.89%	47.56%	46.70%
CLASSIFIED STAFF										
Educational Assistants	18.33%	17.75%	17.72%	17.31%	16.98%	16.32%	15.06%	15.11%	18.85%	19.49%
Secretaries	4.76%	4.82%	4.95%	4.96%	4.40%	4.48%	4.54%	4.33%	3.93%	3.90%
Business Office	0.74%	0.75%	0.77%	0.74%	0.78%	0.79%	0.80%	0.76%	0.69%	0.69%
Custodians	8.32%	8.23%	8.08%	8.53%	8.94%	9.10%	9.22%	8.98%	7.99%	8.26%
Maintenance	4.07%	4.11%	4.14%	4.36%	4.18%	3.80%	4.25%	3.98%	3.13%	3.44%
Transportation	4.26%	4.27%	4.22%	3.79%	4.26%	4.20%	4.26%	4.55%	6.35%	5.97%
Child Nutrition	5.69%	5.70%	5.05%	4.82%	4.86%	6.05%	5.85%	5.58%	6.22%	6.31%
TOTAL CLASSIFIED	46.16%	45.62%	44.93%	44.52%	44.40%	44.74%	43.98%	43.30%	47.16%	48.06%
ADMINISTRATION										
Principals	3.70%	3.74%	3.65%	3.52%	3.77%	3.84%	3.89%	3.71%	3.37%	3.34%
District Office	1.85%	1.87%	2.12%	2.04%	2.14%	2.18%	2.21%	2.10%	1.91%	1.89%
TOTAL ADMINISTRATION	5.55%	5.61%	5.77%	5.56%	5.91%	6.01%	6.09%	5.81%	5.28%	5.23%

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

School Food Service: Facts and Figures

Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
SCHOOLS PARTICIPATING IN:										
<i>Lunch</i>	10	10	10	10	10	10	10	10	10	10
<i>Breakfast</i>	10	10	10	9	9	9	9	9	9	9
STUDENT LUNCHES SERVED:										
<i>Free</i>	102,971	100,782	93,449	78,738	80,188	77,154	85,523	96,111	99,070	92,748
<i>Reduced</i>	43,830	43,993	50,490	49,109	47,902	53,581	52,112	54,487	51,398	54,266
<i>Fully Paid</i>	108,707	114,511	114,034	118,811	117,487	118,858	118,318	114,451	109,201	114,729
Total	<u>255,508</u>	<u>259,286</u>	<u>257,973</u>	<u>246,658</u>	<u>245,577</u>	<u>249,593</u>	<u>255,953</u>	<u>265,049</u>	<u>259,669</u>	<u>261,743</u>
ADULT LUNCHES SERVED:	4,602	4,766	4,296	4,100	3,225	4,084	3,822	4,488	17,501	18,696
STUDENT BREAKFASTS SERVED:										
<i>Free</i>	64,961	59,744	56,040	45,332	47,438	48,154	48,363	51,284	55,616	48,020
<i>Reduced</i>	17,082	14,247	19,408	19,295	19,383	20,197	17,577	15,155	11,301	13,707
<i>Fully Paid</i>	18,870	18,750	18,042	22,586	23,090	19,323	15,665	12,200	10,302	11,056
Total	<u>100,913</u>	<u>92,741</u>	<u>93,490</u>	<u>87,213</u>	<u>89,911</u>	<u>87,674</u>	<u>81,605</u>	<u>78,639</u>	<u>77,219</u>	<u>72,783</u>
ADULT BREAKFASTS SERVED:	54	91	192	111	80	34	37	17	60	118
NUMBER OF SERVING DAYS:	173	173	173	173	173	173	173	173	173	173
AVERAGE DAILY PARTICIPATION										
<i>Student Lunch</i>	1,477	1,499	1,491	1,426	1,420	1,443	1,479	1,532	1,501	1,513
<i>Adult Lunch</i>	27	28	25	24	19	24	22	26	101	108
<i>Student Breakfast</i>	583	536	540	504	520	507	472	455	446	421
<i>Adult Breakfast</i>	0.3	0.5	1.1	0.6	0.5	0.2	0.2	0.1	0.3	0.7
	<u>2,087</u>	<u>2,062</u>	<u>2,056</u>	<u>1,954</u>	<u>1,958</u>	<u>1,973</u>	<u>1,973</u>	<u>2,013</u>	<u>2,048</u>	<u>2,042</u>
AVG DAILY MEMBERSHIP	2,095	2,148	2,106	2,039	2,046	2,100	2,139	2,174	2,200	2,248
PERCENTAGE OF STUDENTS EATING SCHOOL LUNCH										
	70.50%	69.77%	70.81%	69.92%	69.38%	68.70%	69.17%	70.47%	68.23%	67.30%
STUDENTS ON FREE LUNCH	823	780	719	656	679	609	656	743	784	743
STUDENTS ON REDUCED LUNCH	345	346	400	375	445	429	403	407	383	432
PERCENTAGE OF STUDENTS ON:										
<i>Free Lunch</i>	39.28%	36.31%	34.14%	32.17%	33.19%	29.00%	30.67%	34.18%	35.64%	33.05%
<i>Reduced Lunch</i>	<u>16.47%</u>	<u>16.11%</u>	<u>18.99%</u>	<u>18.39%</u>	<u>21.75%</u>	<u>20.43%</u>	<u>18.84%</u>	<u>18.72%</u>	<u>17.41%</u>	<u>19.22%</u>
Total	<u>55.75%</u>	<u>52.42%</u>	<u>53.13%</u>	<u>50.56%</u>	<u>54.94%</u>	<u>49.43%</u>	<u>49.51%</u>	<u>52.90%</u>	<u>53.05%</u>	<u>52.27%</u>
SUMMER FOOD SERVICE PROGRAM:										
<i>Child (0-18) Lunches Served:</i>	11850 *	12,768	11,847	6,709	n/a	n/a	n/a	n/a	n/a	n/a
<i>Adult Lunches Served:</i>	133 *	259	232	92	n/a	n/a	n/a	n/a	n/a	n/a

* Includes lunches served during July 2011 and June 2012 summer lunch. Lunches served in July 2012 will be reported in 2013.

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Capital Asset Information

June 30, 2012

	Grades Housed	Square Feet	Total Classrooms	Site Acres	Year Built
ELEMENTARY SCHOOLS					
<i>Book Cliff</i>	K-6	30,194	9	8	1976
<i>Castle Dale</i>	K-6	36,444	15	15	1976
<i>Cleveland</i>	K-6	32,126	12	8	1976
<i>Cottonwood</i>	K-6	35,035	17	7	1962
<i>Ferron</i>	K-6	41,502	18	7	1962
<i>Huntington</i>	K-6	38,231	22	4	1962
JUNIOR HIGH SCHOOLS					
<i>Canyon View</i>	7-9	48,600	19	20	1976
<i>San Rafael</i>	7-9	52,494	20	20	1976
HIGH SCHOOLS					
<i>Emery</i>	10-12	279,992	39	26	1962-1999
<i>Green River</i>	7-12	69,960	14	10	1981-2006
SUPPORT FACILITIES					
<i>District Office</i>	n/a	3,402	n/a	1	1961
<i>Maintenance</i>	n/a	4,000	n/a	2	1975
<i>Transportation</i>	n/a	10,000	n/a	2	1985
<i>Child Nutrition</i>	n/a	9,600	n/a	1	2003
		691,580	185	131	

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Schedule of Insurance in Force

June 30, 2012

Type	Expiration Date	Details of Coverage	Limits	Annual Premium
Property, Fidelity & Boiler	Until Cancelled	\$1,000 Deductible	\$1,000,000 for Employees	\$ 116,506
Worker's Compensation	Until Cancelled		Lost Wages	\$ 92,567
Public Treasurer's Bond	Until Cancelled	\$1,000 Deductible	\$1,000,000 Each Occurrence	\$ 943
General Liability	Until Cancelled	As Listed in Statement of Values	\$10,000,000 Each Occurrence	\$ 22,264
Automotive Liability	Until Cancelled	As Listed in Statement of Values	\$10,000,000 Each Occurrence	Included
Person Injury Liability	Until Cancelled	As Listed in Statement of Values	\$10,000,000 Each Occurrence	Included
Errors & Omissions Liability	Until Cancelled	As Listed in Statement of Values	\$10,000,000 Each Occurrence	Included
Malpractice Liability	Until Cancelled	As Listed in Statement of Values	\$10,000,000 Each Occurrence	Included
Vehicle Property	Until Cancelled	\$1,000 Deductible	Vehicle Value	\$ 5,150
Total Cost of Insurance in Force				<u>\$ 237,430</u>
Self-Inspection Liability Credit				\$ 3,340
Self-Inspection Property Credit				<u>\$ 17,476</u>
Total Credits				<u>\$ 20,816</u>
Net Cost of Insurance in Force				<u>\$ 216,614</u>

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Licensed Employee Salary Schedule

2012 Fiscal Year

STEP	INDEX	B.S.	B.S.+30	B.S.+55	M.S.	M.S.+30	M.S.+60 Ph.D.
BASE NUMBERS		27410	27960	28780	30150	30840	31520
1	100	31610	32160	32980	34350	35040	35720
2	104	32710	33280	34130	35560	36270	36980
3	107	33530	34120	34990	36460	37200	37930
4	111	34630	35240	36150	37670	38430	39190
5	116	36000	36630	37580	39170	39970	40760
6	121	37370	38030	39020	40680	41520	42340
7	126	38740	39430	40460	42190	43060	43920
8	131	40110	40830	41900	43700	44600	45490
9	136	41480	42230	43340	45200	46140	47070
10	142	43120	43900	45070	47010	47990	48960
11	148	44770	45580	46790	48820	49840	50850
12	154	46410	47260	48520	50630	51690	52740
13	160	48060	48940	50250	52440	53540	54630
18	166	49700	50610	51970	54250	55390	56520
23	170	50800	51730	53130	55460	56630	57780
28	175	52170	53130	54570	56960	58170	59360

Footnote 1: Legislative Educator Salary Adjustments are \$2,500 for 2007-08 and \$1,700 for 2008-09 per qualifying FTE and have been added onto each step/lane of the regular schedule and are therefore also reflected in the combined schedule. To qualify, an employee must: 1) be licensed, 2) be hired into a qualifying position, and 3) have received a satisfactory or above rating in his/her most recent evaluation. Qualifying positions are: classroom teacher, speech pathologist, librarian or media specialist (licensed positions only), preschool teacher, mentor teacher, teacher specialist, teacher leader, guidance counselor, audiologist, psychologist, or social worker, as defined in 53A-17a-153.

Footnote 2: Pursuant to Utah Code 53A-17a-156, qualifying teachers may have up to \$4,100 added to their base salary through the math and science salary supplement program. The exact amount is determined by program requirements and is not included on the regular or combined schedules. The base salary of qualifying teachers will be calculated on an individual basis.

EMERY COUNTY SCHOOL DISTRICT

LEEWAY SCHEDULE

STEP	INDEX	B.S.	B.S.+30	B.S.+55	M.S.	M.S.+30	M.S.+60 Ph.D.
1	100	1940	1960	1980	2000	2010	2020
2	103	2000	2020	2040	2060	2070	2080
3	106	2060	2080	2100	2120	2130	2140
4	109	2110	2140	2160	2180	2190	2200
5	112	2170	2200	2220	2240	2250	2260
6	116	2250	2270	2300	2320	2330	2340
7	116	2250	2270	2300	2320	2330	2340
8	116	2250	2270	2300	2320	2330	2340
9	116	2250	2270	2300	2320	2330	2340
10	116	2250	2270	2300	2320	2330	2340
11	116	2250	2270	2300	2320	2330	2340
12	116	2250	2270	2300	2320	2330	2340
13	116	2250	2270	2300	2320	2330	2340
18	116	2250	2270	2300	2320	2330	2340
23	116	2250	2270	2300	2320	2330	2340
28	116	2250	2270	2300	2320	2330	2340

EMERY COUNTY SCHOOL DISTRICT

COMBINED SCHEDULE

STEP	INDEX	B.S.	B.S.+30	B.S.+55	M.S.	M.S.+30	M.S.+60 Ph.D.
1		33550	34120	34960	36350	37050	37740
2		34710	35300	36170	37620	38340	39060
3		35590	36200	37090	38580	39330	40070
4		36740	37380	38310	39850	40620	41390
5		38170	38830	39800	41410	42220	43020
6		39620	40300	41320	43000	43850	44680
7		40990	41700	42760	44510	45390	46260
8		42360	43100	44200	46020	46930	47830
9		43730	44500	45640	47520	48470	49410
10		45370	46170	47370	49330	50320	51300
11		47020	47850	49090	51140	52170	53190
12		48660	49530	50820	52950	54020	55080
13		50310	51210	52550	54760	55870	56970
18		51950	52880	54270	56570	57720	58860
23		53050	54000	55430	57780	58960	60120
28		54420	55400	56870	59280	60500	61700

Source: District Data

EMERY COUNTY SCHOOL DISTRICT
Teacher Base Salaries
Last Ten Fiscal Years

Year Ended June 30,	Minimum Salary (1)	Maximum Salary (1)	Average District Salary (2)	Average State Salary (2)	% Over (Under) State Average
2012	\$ 33,550	\$ 61,700	\$ 49,178	\$ 45,575	7.91%
2011	\$ 33,550	\$ 61,700	\$ 48,018	\$ 45,333	5.92%
2010	\$ 33,240	\$ 59,220	\$ 49,423	\$ 45,264	9.19%
2009	\$ 33,240	\$ 59,220	\$ 52,890	\$ 45,923	15.17%
2008	\$ 31,220	\$ 56,890	\$ 50,640	\$ 44,339	14.21%
2007	\$ 28,460	\$ 52,970	\$ 44,731	\$ 41,156	8.69%
2006	\$ 27,080	\$ 50,620	\$ 42,400	\$ 40,007	5.98%
2005	\$ 26,350	\$ 48,660	\$ 42,460	\$ 38,789	9.46%
2004	\$ 26,110	\$ 47,930	\$ 41,377	\$ 37,851	9.32%
2003	\$ 26,110	\$ 46,820	\$ 41,099	\$ 38,040	8.04%

Sources:

- 1) *District Data*
- 2) *Utah State Office of Education*

Amounts represent base salary and do not include additional amounts for extended days or fringe benefits such as health insurance, retirement, etc.

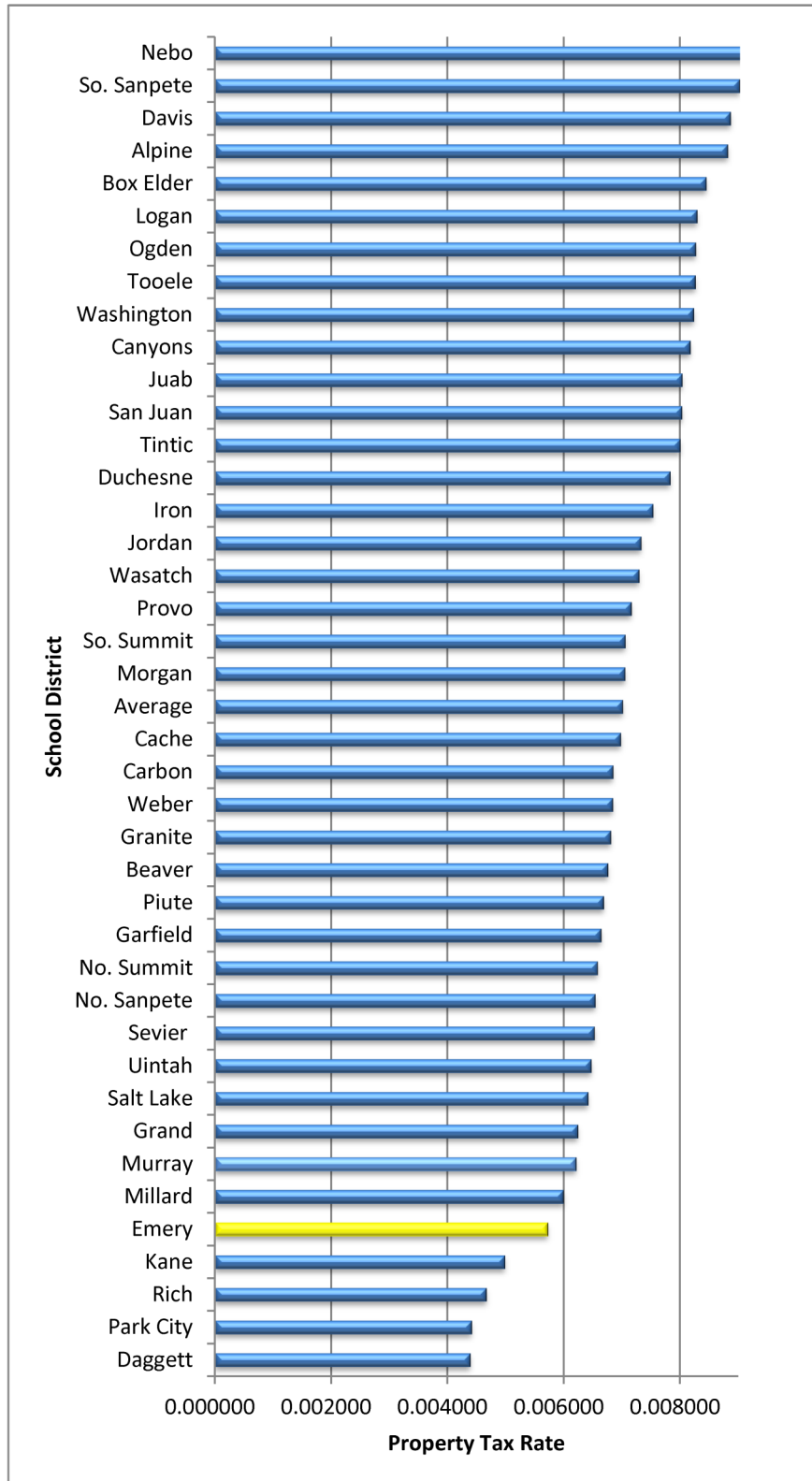
EMERY COUNTY SCHOOL DISTRICT
Expenditures by Function Per Pupil: General Fund
Last Ten Fiscal Years

FUNCTION	Fiscal Year Ended June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Student Enrollment	2318	2359	2316	2256	2262	2320	2338	2345	2434	2442
Instruction	\$ 5,615	\$ 5,278	\$ 5,556	\$ 5,580	\$ 5,380	\$ 4,759	\$ 4,287	\$ 4,397	\$ 4,214	\$ 4,273
Supporting Services:										
Students	\$ 201	\$ 198	\$ 185	\$ 189	\$ 197	\$ 190	\$ 168	\$ 195	\$ 178	\$ 154
Instructional Staff	\$ 157	\$ 159	\$ 168	\$ 159	\$ 148	\$ 143	\$ 136	\$ 147	\$ 121	\$ 108
District Administration	\$ 137	\$ 132	\$ 134	\$ 182	\$ 138	\$ 131	\$ 128	\$ 128	\$ 129	\$ 107
School Administration	\$ 795	\$ 721	\$ 676	\$ 701	\$ 675	\$ 663	\$ 618	\$ 625	\$ 605	\$ 551
Business	\$ 181	\$ 155	\$ 134	\$ 133	\$ 130	\$ 123	\$ 102	\$ 100	\$ 99	\$ 90
Operation & Maintenance	\$ 1,148	\$ 1,053	\$ 1,053	\$ 1,066	\$ 1,025	\$ 927	\$ 838	\$ 595	\$ 298	\$ 252
Student Transportation	\$ 507	\$ 462	\$ 474	\$ 446	\$ 429	\$ 389	\$ 384	\$ 400	\$ 361	\$ 327
TOTAL	\$ 8,741	\$ 8,159	\$ 8,380	\$ 8,456	\$ 8,122	\$ 7,324	\$ 6,661	\$ 6,588	\$ 6,006	\$ 5,863
PERCENTAGES										
Instruction	64.24%	64.70%	66.30%	65.99%	66.23%	64.98%	64.36%	66.75%	70.16%	72.88%
Supporting Services:										
Students	2.30%	2.42%	2.21%	2.23%	2.43%	2.59%	2.52%	2.96%	2.96%	2.63%
Instructional Staff	1.80%	1.95%	2.01%	1.89%	1.82%	1.96%	2.05%	2.24%	2.01%	1.84%
District Administration	1.56%	1.62%	1.60%	2.15%	1.70%	1.79%	1.92%	1.94%	2.14%	1.83%
School Administration	9.09%	8.84%	8.07%	8.29%	8.32%	9.05%	9.28%	9.49%	10.08%	9.40%
Business	2.07%	1.90%	1.60%	1.57%	1.60%	1.68%	1.52%	1.52%	1.65%	1.54%
Operation & Maintenance	13.13%	12.91%	12.57%	12.61%	12.62%	12.66%	12.58%	9.02%	4.97%	4.30%
Student Transportation	5.80%	5.67%	5.65%	5.27%	5.28%	5.31%	5.76%	6.07%	6.02%	5.58%
TOTAL	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: District Data

EMERY COUNTY SCHOOL DISTRICT
Comparison of Tax Rates of Utah School Districts
2011 Tax (Calendar) Year

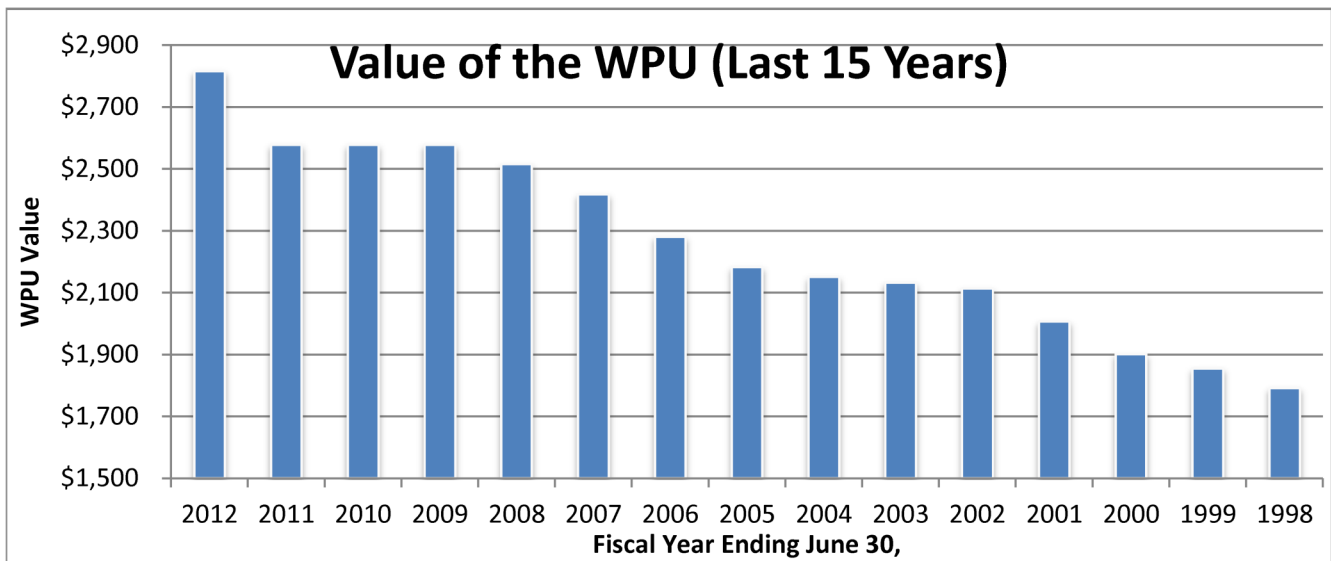
District	Total Tax Rate
Wayne	0.003776
Daggett	0.004383
Park City	0.004405
Rich	0.004660
Kane	0.004977
Emery	0.005716
Millard	0.005988
Murray	0.006201
Grand	0.006230
Salt Lake	0.006408
Uintah	0.006464
Sevier	0.006519
No. Sanpete	0.006532
No. Summit	0.006572
Garfield	0.006633
Piute	0.006677
Beaver	0.006750
Granite	0.006796
Weber	0.006833
Carbon	0.006835
Cache	0.006972
Average	0.007006
Morgan	0.007044
So. Summit	0.007047
Provo	0.007153
Wasatch	0.007284
Jordan	0.007319
Iron	0.007528
Duchesne	0.007821
Tintic	0.007992
San Juan	0.008025
Juab	0.008026
Canyons	0.008165
Washington	0.008227
Tooele	0.008256
Ogden	0.008260
Logan	0.008285
Box Elder	0.008442
Alpine	0.008812
Davis	0.008861
So. Sanpete	0.009018
Nebo	0.009370



Source: Utah State Office of Education

EMERY COUNTY SCHOOL DISTRICT
History of the Value of the Weighted Pupil Unit (WPU)
Utah Legislative Funding Method
Last Thirty Fiscal Years

Fiscal Year	WPU Value	Dollar Change	Percent Change	Fiscal Year	WPU Value	Dollar Change	Percent Change
2012	\$ 2,816	\$ 239	9.27%	1997	\$ 1,739	\$ 67	4.01%
2011	\$ 2,577	\$ -	0.00%	1996	\$ 1,672	\$ 64	3.98%
2010	\$ 2,577	\$ -	0.00%	1995	\$ 1,608	\$ 69	4.48%
2009	\$ 2,577	\$ 63	2.51%	1994	\$ 1,539	\$ 49	3.29%
2008	\$ 2,514	\$ 97	4.01%	1993	\$ 1,490	\$ 82	5.82%
2007	\$ 2,417	\$ 137	6.01%	1992	\$ 1,408	\$ 62	4.61%
2006	\$ 2,280	\$ 98	4.49%	1991	\$ 1,346	\$ 106	8.55%
2005	\$ 2,182	\$ 32	1.49%	1990	\$ 1,240	\$ 36	2.99%
2004	\$ 2,150	\$ 18	0.84%	1989	\$ 1,204	\$ -	0.00%
2003	\$ 2,132	\$ 19	0.90%	1988	\$ 1,204	\$ -	0.00%
2002	\$ 2,113	\$ 107	5.33%	1987	\$ 1,204	\$ 24	2.03%
2001	\$ 2,006	\$ 105	5.52%	1986	\$ 1,180	\$ 56	4.98%
2000	\$ 1,901	\$ 47	2.54%	1985	\$ 1,124	\$ 21	1.90%
1999	\$ 1,854	\$ 63	3.52%	1984	\$ 1,103	\$ -	0.00%
1998	\$ 1,791	\$ 52	2.99%	1983	\$ 1,103	\$ 100	9.97%



Source: Utah State Office of Education

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Compliance Section

Section IV: Audited

COMPREHENSIVE ANNUAL FINANCIAL REPORT

This section of the District's Comprehensive Annual Financial Report presents information required by the Single Audit Act and the OMB Circular A-133 Compliance Supplement.

	<u>Page</u>
Independent Auditor's Report on Internal Control: This report describes the auditor's consideration of internal controls in the District.	92-93
Independent Auditor's Report on Compliance with OMB Circular A-133: This report describes the auditor's review of the District's compliance with the standards required by the <i>Circular A-133 Compliance Supplement</i> issued by the United States Office of management and budget.	94-95
Schedule of Findings and Questioned Costs: This schedule summarizes the auditor's opinions related to single audit compliance.	96
Schedule of Expenditures of Federal Awards: This schedule provides detailed categorical information regarding each Federal award expended during the fiscal year.	97
Notes to Schedule of Expenditures of Federal Awards: These notes provide clarifying explanations to the schedule of federal awards.	98
Schedule of Prior Audit Findings: This schedule reviews prior audit findings and the measures taken to correct the findings.	99
Independent Auditor's Report on State Legal Compliance: This report describes the auditor's consideration of compliance with State of Utah guidelines regarding both major and non-major State funded programs.	100-101

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Emery County School Board
Emery County School District
Huntington, Utah 84528

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Emery County School District as and for the year ended June 30, 2012, which collectively comprise Emery County School District's basic financial statements and have issued our report thereon dated September 21, 2012. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Emery County School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Emery County School District's internal control over financial reporting. Accordingly, we do not express opinions on the effectiveness of Emery County School District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency or combination of control deficiencies, that adversely affects Emery County School District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Emery County School District's financial statements that is more than inconsequential will not be prevented or detected by Emery County School District's internal control.

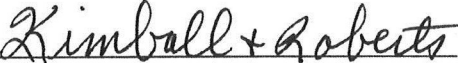
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Emery County School District's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Emery County School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the audit committee, management, school board, others within the entity, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.


KIMBALL & ROBERTS, P. C.
Certified Public Accountants

September 21, 2012
Richfield, Utah

Kimball & Roberts

Certified Public Accountants

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Emery County School Board
Emery County School District
Huntington, Utah 84528

Compliance

We have audited the compliance of Emery County School District with the types of compliance requirements described in the *U. S. Office of Management of and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2012. Emery County School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Emery County School District's management. Our responsibility is to express an opinion on Emery County School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Emery County School District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Emery County School District's compliance with those requirements.

In our opinion, Emery County School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

The management of the Emery County School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Emery County School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Emery County School District's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than a inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the audit committee, management, school board, others within the entity, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.


KIMBALL & ROBERTS, P. C.
Certified Public Accountants

September 21, 2012
Richfield, Utah

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Fiscal Year Ended June 30, 2012**

A. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

* Material weakness identified? ___ Yes X No

* Significant deficiency identified that is not considered to be a material weakness? ___ Yes X No

Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal Control over major programs:

* Material weaknesses identified? ___ Yes X No

* Reportable conditions identified that are not considered to be material weaknesses? ___ Yes X None Reported

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of circular A-133? ___ Yes X No

Identification of major programs.

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
10.553	School Breakfast Program (SBP) - Child Nutrition Cluster
10.555	National School Lunch Program (NSLP) - Child Nutrition Cluster
10.559	Summer Food Service Program for Children (SFSPC) - Child Nutrition Cluster
84.410	ARRA - Education Jobs Fund (Ed Jobs)

Dollar threshold used to distinguish between Type A and Type B programs \$300,000

Auditee qualified as low-risk auditee? X Yes ___ No

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

No significant matters were noted.

C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No significant matters were noted.

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF FEDERAL AWARDS EXPENDED
FOR THE YEAR ENDED JUNE 30, 2012**

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Disbursements or Expenditures
<u>Direct Assistance:</u>			
U.S. Department of Agriculture			
Passed Through Emery County			
Schools & Roads - Grants to Counties	10.666	n/a	134,999
Total Direct Assistance			<u>\$ 134,999</u>
<u>Indirect Assistance:</u>			
U.S. Department of Agriculture			
Passed Through Utah State Department of Education			
Federal School Lunch - Breakfast Program	* 10.553	09-44	\$ 147,701
Federal School Lunch - Lunch Reimbursement Section 4	* 10.555	09-42	66,433
Federal School Lunch - Free & Reduced Section 11	* 10.555	09-43	350,939
Federal Summer Food Service Program for Children	* 10.559	09-42	32,175
Food Distribution - Commodities	10.565	n/a	64,101
Total U.S. Department of Agriculture			<u>\$ 661,349</u>
U.S. Department of Education			
Passed Through Utah State Department of Education			
Title I - ESEA Flow Through	* 84.010	09-08	\$ 252,664
IDEA Part B Flow Through	84.027	09-19	557,206
Fed VoEd Carl Perkins	84.048	09-21	35,384
IDEA Preschool Flow Through	84.173	09-52	45,304
Drug Free Schools	84.186	09-09	16,658
Title IIA - Science Endorsement	84.367	09-74	67,067
Title IIA - Chemistry Endorsement	84.367	09-74	5,725
Class Size Reduction	84.367	09-74	122,282
Total U.S. Department of Education			<u>\$ 1,102,290</u>
American Recovery Reinvestment Act			
U.S. Department of Education			
Passed Through Utah State Department of Education			
ARRA - Title One	84.389		22,041
ARRA - IDEA	84.391		19,172
ARRA - ED Jobs Fund	84.410		257,151
Total ARRA Funds			<u>\$ 298,364</u>
Total U.S. Department of Education for ARRA			<u>\$ 298,364</u>
Total Indirect Assistance			<u>\$ 2,062,003</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 2,197,002</u>

* MAJOR FEDERAL AWARD PROGRAMS AUDITED

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF FEDERAL AWARDS EXPENDED
For The Fiscal Year Ended June 30, 2012**

NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDED

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

General:

The accompanying Schedule of Federal Awards Expended presents the activity of all federal financial assistance programs of Emery County School District. The reporting entity, Emery County School District, is defined in Note 1 to Emery County School District's basic financial statements. Federal awards received directly from federal agencies as well as federal awards passed-through other government agencies are included on the Schedule of Federal Awards Expended. Most of the awards are reimbursement based, therefore, as expenditures of federal funds are made revenue is recognized.

Basis of Accounting:

The accompanying Schedule of Federal Awards Expended is presented using the modified accrual basis of accounting for assistance received by governmental fund types, which is described in Note 1 to Emery County School District's basic financial statements.

NOTE B - NONCASH FEDERAL FINANCIAL ASSISTANCE

Noncash federal awards are received from commodities consumed during the year, expressed at market value. School districts participating in the USDA Food Distribution Program during the 2011 - 2012 year were sent a monthly report by the state detailing market value of USDA goods received for the month. Noncash federal awards are based on these reports and estimates.

NOTE C - ACCOUNTS RECEIVABLE

The basic financial statements include accounts receivable from federal programs. These receivables are accrued according to the same basis of accounting as the basic financial statements. The receivables reflect federal awards that have been expended by year end and not yet reimbursed.

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS
For The Fiscal Year Ended June 30, 2012**

There were no prior audit findings.

Kimball & Roberts

Certified Public Accountants

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Richfield, Utah 84701

Phone 896-6488

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE IN ACCORDANCE WITH THE STATE OF UTAH LEGAL COMPLIANCE AUDIT GUIDE

Emery County School Board
Emery County School District
Huntington, Utah 84528

We have audited Emery County School District's compliance with general and major state program compliance requirements described in the *State of Utah Legal Compliance Audit Guide* for the year ended June 30, 2012. The general compliance requirements applicable to the District are identified as follows:

- Public Debt
- Cash Management
- Purchasing Requirements
- Budgetary Compliance
- Truth in Taxation & Property Tax Limitations
- Other General Issues
- URS Compliance

The District received the following major assistance programs from the State of Utah:

- Minimum School Programs (State Office of Education)

The District received the following nonmajor grants from the State of Utah:

- Drivers Education (State Office of Education)
- Professional Development (State Office of Education)
- UPASS (State Office of Education)
- MSP (State Office of Education)
- State Liquor Control Tax (State Office of Education)
- Safe and Drug-Free Schools (State Office of Education)

Compliance with the requirements referred to above is the responsibility of the District's management. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *State of Utah Legal Compliance Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above could have a material effect on the major assistance programs or general compliance requirements identified above. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

Emery County School Board
Emery County School District
Page -2-

In our opinion, Emery County School District, complied, in all material respects, with the general compliance requirements identified above and the requirements that are applicable to each of its major state programs for the year ended June 30, 2012.

This report is intended solely for the information and use of management, District, Office of the Utah State Auditor, awarding and pass-through entities and other specified parties as applicable and is not intended to be and should not be used by anyone other than the specified parties. However, the report is a matter of public record and its distribution is not limited.


KIMBALL & ROBERTS, P. C.
Certified Public Accountants

September 21, 2012
Richfield, Utah

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END OF REPORT