



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, 2014

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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



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

October 1, 2014

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, 2014. 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.

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, 2014, 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 unmodified (“clean”) opinion that the District’s financial statements for the year ended June 30, 2014, 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 2013-14 school year was 2,310. 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 June 2014, 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 four 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 over 300 employees working in a variety of professions, including:

▪ 140+ Teachers / Counselors / Specialists	▪ 70+ Educational Assistants
▪ 21 Custodians	▪ 20 Child Nutrition Workers
▪ 20 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 continues to fare better than the nation coming out of the recession and has been a leader in the U.S. as the recovery continues to strengthen. Overall employment grew 2.9% between May 2013 and May 2014, outpacing the national growth rate of 1.8%. The unemployment rate declined significantly at 3.6% in May 2014, compared to 4.5% the year prior. The State continues to significantly outperform the nation as the U.S. unemployment rate in May 2014 was 6.3%. The economic outlook calls for accelerated growth through 2014 with employment expected to increase by 3.1%.

Utah’s 2013 population was 2,900,872. This represents a 1.6% increase from 2012, ranking Utah third among states in population growth. The 2010 census data showed Utah’s population at 2,763,885, an increase of 23.8% from the 2000 census. 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 \$110.8 billion in the first quarter of 2014, a 5.3% increase from the prior year. Per capita personal income is expected to continue increasing at 3.6% through 2014.

On October 1, 2013, there were an estimated 612,551 students in Utah’s public education system; an increase of 12,307 students, or 2.1%, over October 1, 2012. 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 10,749 at the end of 2013. 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 May of 2014, the County saw an unemployment rate of 4.4%, 0.8% higher than the State rate of 3.6%. Employment opportunities in the mining industry increased for the

first time in several years. There was also an increase in government jobs. The County saw decreased job opportunities in the trades & utilities industries. 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%.

STUDENT ENROLLMENT

Emery County School District experienced consistent and significant declining enrollment between 1993 and 2009. Enrollment in 1993 reached a high of nearly 3,400 students and in 2009, the low enrollment was 2,256. Over the last five years, enrollment has increased by about 50 students. Based on birth rate numbers and the current sizes of classes in the District, it is anticipated that over the next several years, enrollment numbers will remain level. Projected enrollment for the next four years does not show a significant increase or decrease from the current enrollment of 2,310.

REVENUES

The District is dependent upon State aid, providing 40.0% of government-wide revenues and 44.2% of the general fund revenues. As a percentage of total revenue, State aid has significantly declined over the last few years. 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 2013 to 2014 by \$508,009, yet in the current year, the District received 16.4% less in State revenues than in 2008.

The State's fiscal year 2014 school finance program is designed to provide every Utah school district with a basic operation program of \$2,899 per weighted pupil unit (WPU). This amount increased from \$2,842 in 2013, \$2,816 in 2012 and \$2,577 in 2009-11. 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 47.5% of government-wide revenues and 48.5% of general fund revenues. Local taxable property values continue to rise—2.9% higher than last year. Local tax revenues have increased by \$2,609,420 in the last five 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 7.0% of government-wide revenues and 5.0% of general fund revenues, representing a decline from previous years.

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

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. Procurements above \$50,000 are also approved by the Board of Education as required by State law and District policy. Major projects completed in the last year include:

- HVAC upgrades at Emery High and Castle Dale Elementary schools
- Security cameras at Canyon View & San Rafael Junior High schools and Green River High school
- Parking lot renovation and upgrade at Book Cliff Elementary school
- Lighting upgrades (mostly to LED) at Book Cliff, Castle Dale and Ferron Elementary schools, and Canyon View and San Rafael Junior High schools.

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 near completion at the end of the 2013-14 fiscal year. The District is currently using the data from 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 five 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. During the 2013-14 school year, significant updates were made to several District financial policies, including the policies related to Receipts, Disbursements, Fundraising, Donations, Purchasing Ethics and the District Audit Committee.

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, 2013. 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 sixth year that the District 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, 2013. 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 sixth 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,



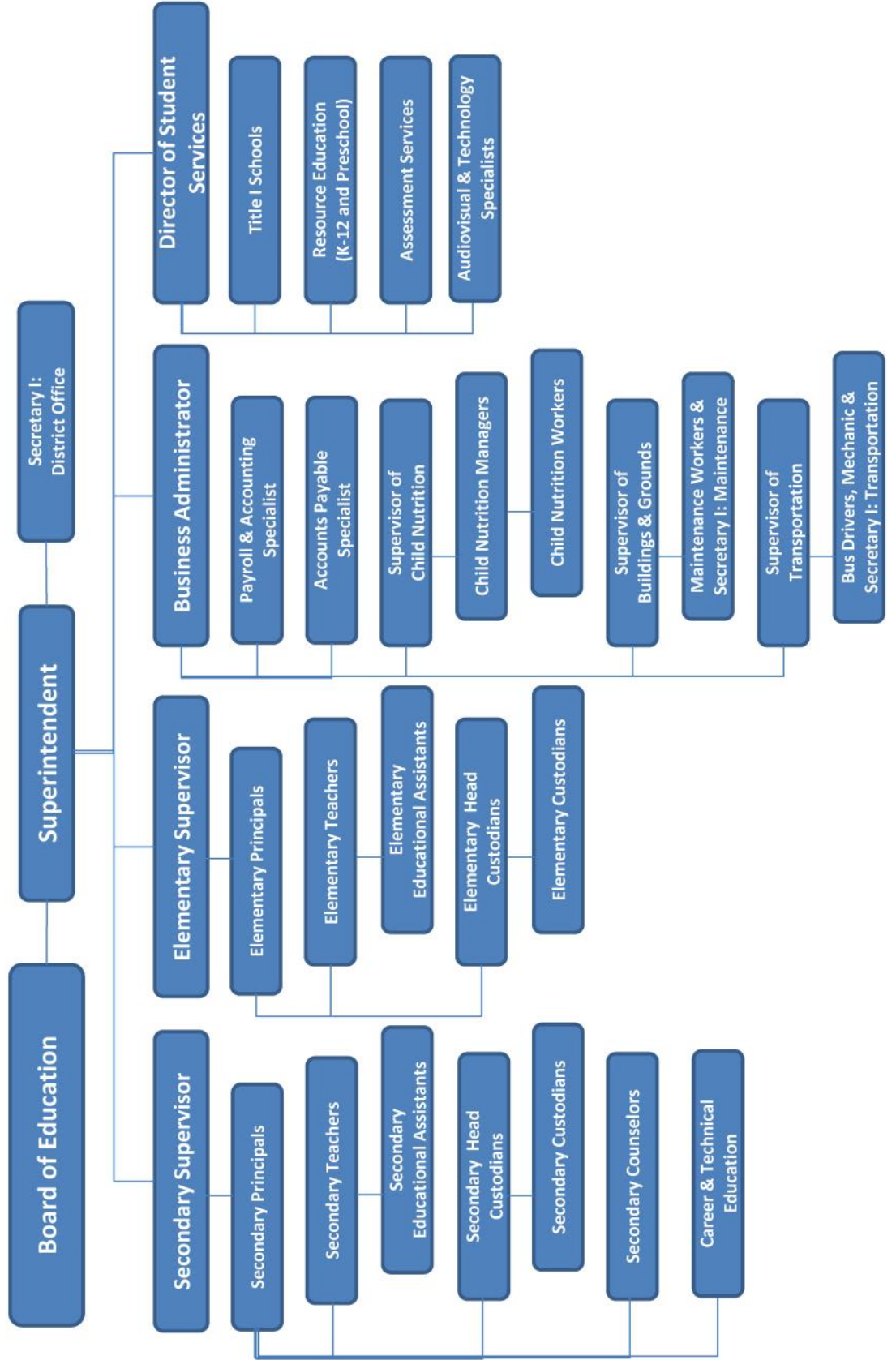
Kirk L. Sitterrud, Superintendent of Schools



J. Jared Black, Business Administrator



ORGANIZATION CHART FOR EMERY COUNTY SCHOOL DISTRICT





Government Finance Officers Association

**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, 2013

Executive Director/CEO

Association of School Business Officials International



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

Emery County School District

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

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



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

Terrie S. Simmons, RSBA, CSBO
President

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

John D. Musso, CAE, RSBA
Executive Director

Emery County School District
Elected and Appointed Officials
June 30, 2014

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 7, 2013	January 2, 2017	January 2001
Nanette Tanner Precinct II	January 7, 2013	January 2, 2017	January 2009
Laurel Johansen <i>President of the Board</i> Precinct III	January 7, 2013	January 2, 2017	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

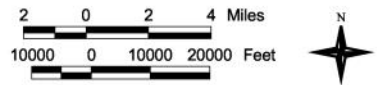
Kirk Sitterud Superintendent	July 2012	July 2014	July 1997
Jared Black Business Administrator	January 2013	January 2015	January 2007

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

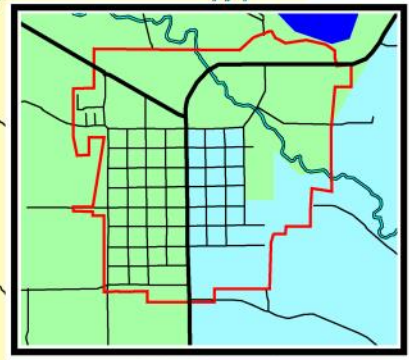
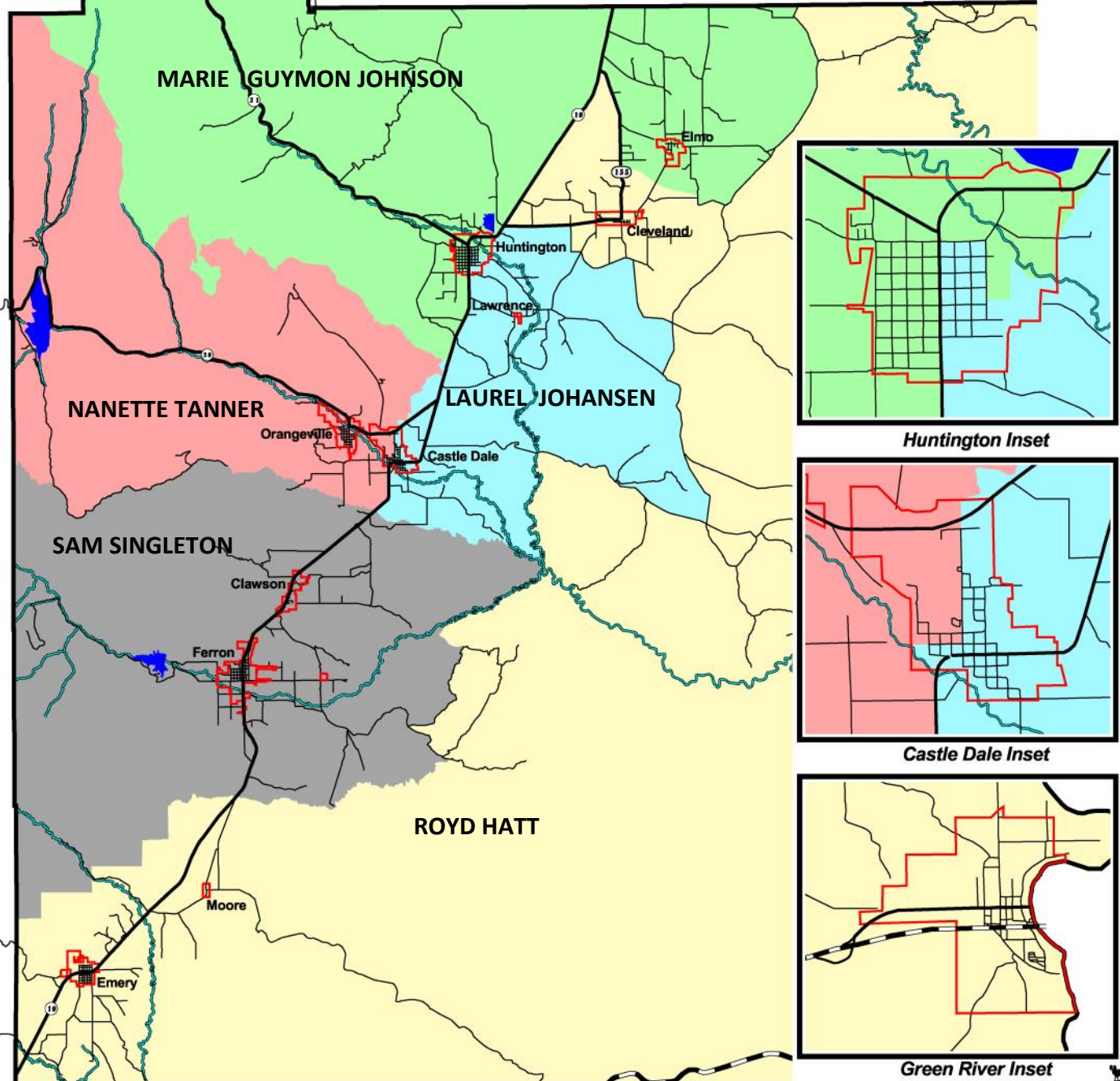
The term of office of the Superintendent and Business Administrator is two years.

Emery County School Districts

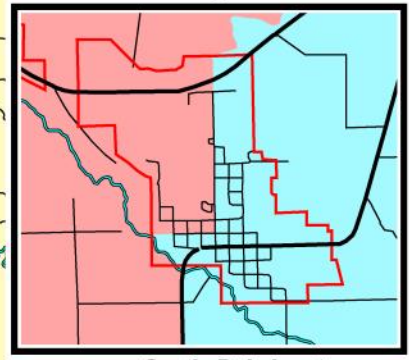
- Interstate
- Highway
- B Class Road
- City Boundary
- Rivers
- School District #1
- School District #2
- School District #3
- School District #4
- School District #5



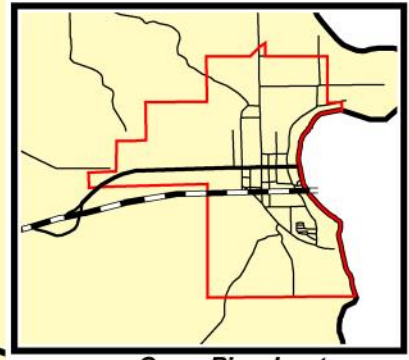
EMERY
COUNTY
GIS DEPARTMENT



Huntington Inset



Castle Dale Inset



Green River Inset

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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

A Professional Corporation
Certified Public Accountants
176 North Main • P.O. Box 663
Richfield, Utah 84701

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Emery County School District as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's 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 an opinion on these financial statements based on our audit.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Emery County School District at June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

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 of Emery County School District. The accompanying Schedule of Federal Awards Expended is presented for purposes of additional analysis as required by the 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 Federal Awards Expended 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2014, on our consideration of Emery County School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Emery County School District's internal control over financial reporting and compliance.



KIMBALL & ROBERTS, P. C.
Certified Public Accountants
October 15, 2014
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, 2014.

FINANCIAL HIGHLIGHTS

The financial position of the District 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, 2014.

- **Government-Wide Assets:** The District's total net position exceeded liabilities by \$24.9 million at the close of this fiscal year. This represents a decrease in total net position of less than 0.5% from the previous year.
- **Government-Wide Financial Progress:** During the year, government-wide expenses reported were \$124,044 more than the \$20.22 million generated in taxes and other revenues for governmental activities.
- **Governmental Fund Financial Progress:** Even with increased funding, the combined fund balance decreased by \$59,739, or 0.7%. This amount represents fund balance increase in the General Fund of \$37,844. Decreases of \$97,583 in the other funds result in the combined decrease. For comparison, the combined fund balance in the previous year decreased by \$145,710.

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 Position* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.
- The *Statement of Activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in 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 sick 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 46-57. 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 position 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 position, as well as changes in net position from the prior year.

A. Net Position – Governmental Activities

For the fiscal year ended June 30, 2014, District assets exceeded liabilities and deferred inflows by \$24.9 million.

**EMERY COUNTY SCHOOL DISTRICT'S Net Position
June 30, 2014 and 2013**

	Governmental Activities		Total Change
	2014	2013	
Current and other assets	\$ 22,581,849	\$ 23,322,884	\$ (741,035)
Capital assets	16,836,431	16,901,056	(64,625)
Total assets	39,418,280	40,223,940	(805,660)
Long-term liabilities outstanding	310,425	310,713	(288)
Other liabilities	2,958,382	3,339,018	(380,636)
Total liabilities	3,268,807	3,649,731	(380,924)
Property Taxes - Unavailable	11,246,817	11,547,509	(300,692)
Total deferred Inflows	11,246,817	11,547,509	(300,692)
Net Position:			
Invested in capital assets	16,836,431	16,901,056	(64,625)
Restricted	4,489,008	4,165,964	323,044
Unrestricted	3,577,217	3,959,680	(382,463)
Total Net Position	\$ 24,902,656	\$ 25,026,700	\$ (124,044)

Notable information related to net position includes the following:

- The largest portion of the District's net position (67.6%) 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 position (18.02%) represents resources that are subject to external restrictions on how they may be used.
- The remaining balance of *unrestricted net position* (14.38%) 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 an increase in restricted and yet a decrease in unrestricted net position, with a minor decrease in investment in capital assets due to depreciation expenses.

B. Changes in Net Position – Governmental Activities

- The District's total net position decreased by \$124,044 during the current fiscal year. The following discussion and analysis focuses on this decrease – see chart on page 19.

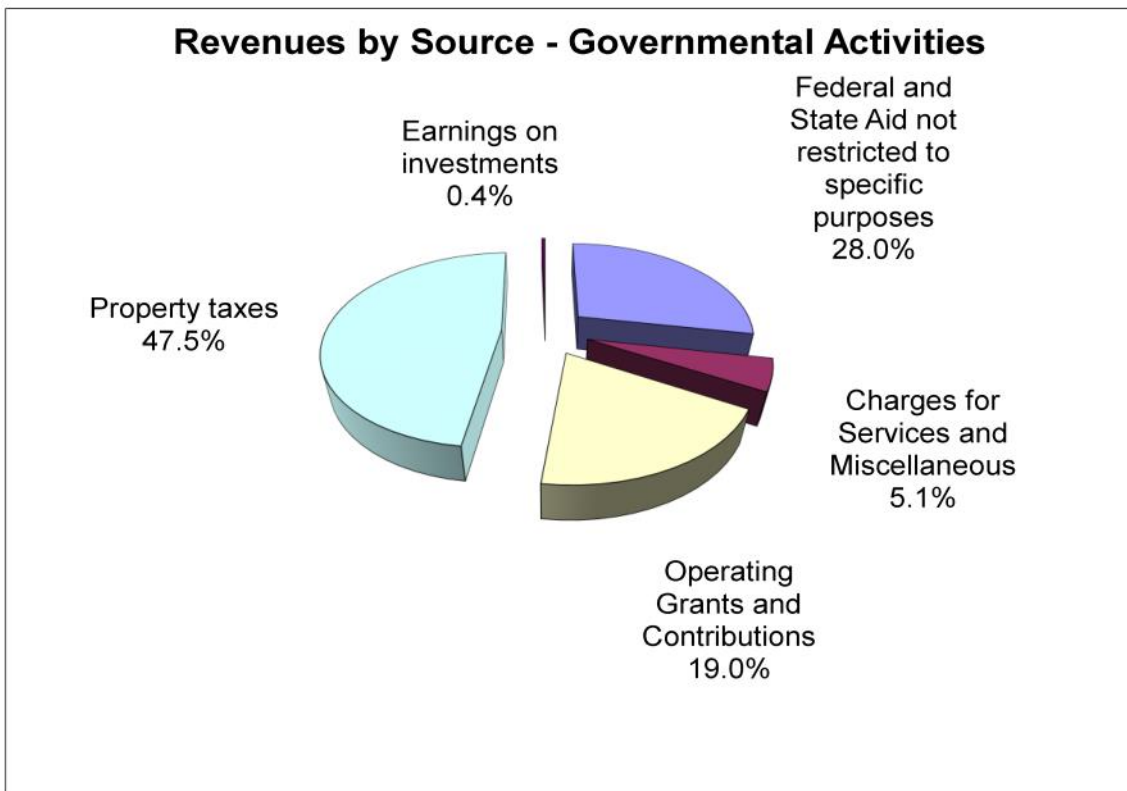
**Changes in Net Position
June 30, 2014 and 2013**

	Governmental activities		Increase (Decrease) from Fiscal 2013
	2014	2013	
Revenues:			
Program revenues:			
Charges for services	\$ 556,963	\$ 573,312	\$ (16,349)
Operating grants and contributions	4,886,603	4,070,710	815,893
General revenues:			
Property taxes	12,217,630	11,682,149	535,481
Federal and state aid not restricted to specific purposes	7,197,404	7,521,467	(324,063)
Earnings on investments	93,901	93,246	655
Miscellaneous	754,154	804,218	(50,064)
Total revenues	<u>25,706,655</u>	<u>24,745,102</u>	<u>961,553</u>
Expenses:			
Instructional services	15,746,891	15,823,615	(76,724)
Supporting services:			-
Students	523,400	510,099	13,301
Instructional staff	380,405	381,800	(1,395)
District administration	815,627	389,305	426,322
School administration	2,096,066	1,999,237	96,829
Business	434,468	440,312	(5,844)
Operation and maintenance of facilities	3,476,787	3,492,500	(15,713)
Transportation	1,207,927	1,097,173	110,754
School Lunch services	1,149,128	1,143,767	5,361
Interest on long-term liabilities		-	-
Total expenses	<u>25,830,699</u>	<u>25,277,808</u>	<u>552,891</u>
Increase (decrease) in net position	(124,044)	(532,706)	408,662
Net position - beginning	<u>25,026,700</u>	<u>25,559,406</u>	<u>(532,706)</u>
Net position - ending	<u>\$ 24,902,656</u>	<u>\$ 25,026,700</u>	<u>\$ (124,044)</u>
Revenue per pupil:			
Local	5,895	5,717	\$ 179
State	4,448	4,243	205
Federal	783	793	(10)
Total revenue per pupil	<u>\$ 11,126</u>	<u>\$ 10,752</u>	<u>\$ 374</u>
Expense per pupil	<u>\$ 11,182</u>	<u>\$ 10,981</u>	<u>\$ 201</u>
Student population	2,310	2,302	8

Management's Discussion and Analysis

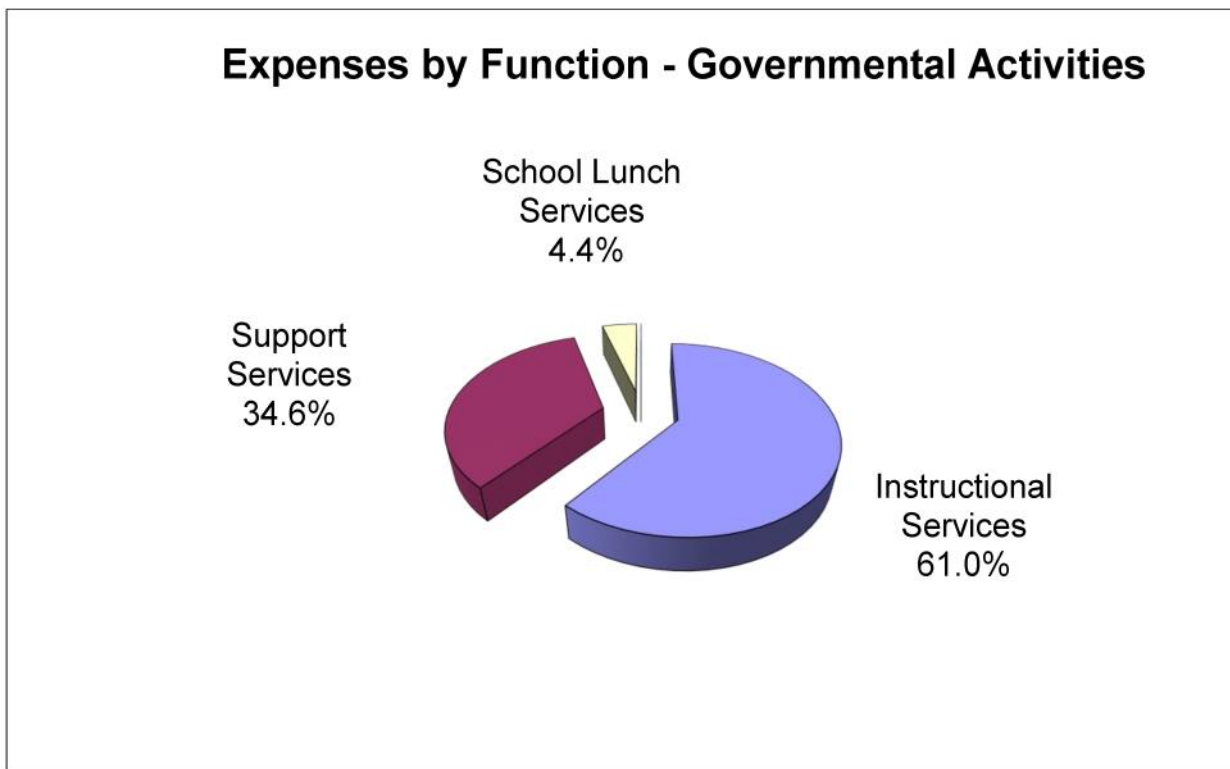
REVENUES

- Total revenues increased by 3.9% or \$961,553, with current year revenues at \$25.7 million compared to prior year revenues at \$24.75 million. Combined Federal and State aid equaled 47.0% of the District's revenues while property taxes generated 47.5% of total District revenues. The remainder of revenues came from other locally generated sources.
- Federal aid maintained funding at only a small decrease of \$16,179 or 0.8%.
- State aid shows an increase of \$508,009. 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 \$2,842 in FY13 to \$2,899 in FY14. The district had lower student enrollment which would have decreased state funding, but with a lower Basic School Levy, a \$161,850 increase in state WPU was realized. Necessarily Existent Small Schools WPUs increased giving an increase of \$171,477. Career and Technical Education gave another \$100,111 increase. Other state funding such as special education, administration, transportation, and Landtrust also had slight increases.
- Revenue from local sources increased by \$458,437. Property taxes had an additional \$535,481 in funding, with the majority of the increase due to a judgment levy of \$406,795, or 76% of the total increase. The higher local Voted and Board Leeways are a result of increased property valuation in Emery County and tax growth in the County of \$75 million. The sale of one construction-built house vs. two houses in FY13 is the decrease factor in local sources.



EXPENSES

- Overall expenses increased by 2.2%, with 77% of that increase belonging to the tax judgment payment showing in the District Administration function. Salary schedules were not increased, but employees were still given steps if applicable. Retirement rates increased 1.7% totaling 21.96% of salaries. This resulted in an increase of \$200,600 district-wide.
- The District's health insurance premiums increased 9.51% increasing expenses by \$276,700 district-wide.
- Instructional services decreased by 4.8%. Staffing at the district remained consistent with the hiring replacing employees leaving. With the increase of steps and benefits, personnel costs increased. There was a reduction in supply spending in all departments, but the main force of the decrease was the change of depreciation and depleted assets charged to the functions. The Statement of Revenues, Expenditures, and Changes in Fund Balances actually shows an increase of \$235,577 for instruction while the government-wide statements which include depreciation results in the decrease. Other functions remained stable with the exception of transportation in buying a second school bus which is the District's practice other than in FY13 where only one was purchased.
- Depreciation expenses of \$1,140,091 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. *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, 2014, the District's combined governmental fund balance is \$8,411,142 (\$133,347 in nonspendable, \$4,364,836 in restricted, \$146,727 in construction commitments, \$1,000,000 in Economic Stabilization, \$504,498 in assigned and \$2,261,734 in unassigned fund balances). This amount represents a decrease of \$59,739 from the previous year. The primary factors of this decrease 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 \$2,261,734 while the total fund balance was \$3,505,588. The total fund balance increased by \$37,844, or 1.1%.
- Expenditures for general District purposes totaled \$22.18 million, an increase of \$742,890 or 3.5% over the prior fiscal year. As discussed previously, the judgment levy increased expenditures by \$406,795. Other increases were due to personnel step and benefit increases.
- As allowed by state law, the District has established an undistributed reserve within the General Fund; this amount is set aside for contingencies or possible reductions in state funding and is not to be used in the negotiation or settlement of contract salaries. As of June 30, 2013, \$1,000,000 or 4.5% is committed to this.
- *General Fund* salaries totaled \$12.15 million. The cost of associated employee benefits including retirement, social security, and insurance (health, dental and accident, industrial, and

unemployment) was \$6.45 million. Combined, salaries and benefits in the general fund accounted for \$18.60 million, or 83.8% of total *General Fund* expenditures.

B. Other Major Funds

At year end, the *Capital Projects Fund* has a total fund balance of \$4,271,377, representing a decrease of \$73,109 from FY13. 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. The district has committed to HVAC remodels in two schools of \$156,633. Other projects include Lighting replacement projects, parking lot rebuild, roofing, and carpeting. Most expenditures for these projects were complete by year end leaving only \$146,727 left committed out of the \$436,581 of contracts. 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 \$269,819 was a decrease from prior year of \$5,159, or 1.9% from the prior year.
- The *Non K-12 Programs Fund* shows an ending fund balance of \$0. The programs still accounted for in this fund are Preschool and Adult Education.
- The *School Food Service Fund* has an ending fund balance of \$364,358. This amount includes \$124,172 in inventory. This is a decrease in fund balance from the prior year of \$19,315, or 5.0%. The district is complying with state guidelines to have the fund balance at a 3 month operating level.

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 \$1,211,178 in total general fund revenues. The most significant budgetary adjustments may be summarized as follows:

- When FY13 was finalized and after the FY14 original budget was passed, carry-forward and deferred revenue balances for designated programs were added to the FY14 budget in the amount of \$555,188. This alone accounts for the majority of the increase in budgeted revenue as stated above. Other increases were state funding in Necessary Existent Small Schools, Career and Technical Education, and Landtrust. On the expenditure side, this carry-forward and state funding was added mostly to instructional services.

Management's Discussion and Analysis

- Actual expenditures were \$967,811 below the final amended budgeted amounts. The most significant positive variance was \$838,704 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.
- Actual revenues were \$934,601 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 \$397,890. This fund balance revenue is used solely for budgeting purposes and accounts for 42.6% of the stated revenue difference. Second, there is also a noticeable difference in budget to actual in the State 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, 2014 and 2013 are outlined below:

Capital Assets (Net of Accumulated Depreciation)

	Governmental activities	
	2014	2013
Land	\$ 678,405	\$ 678,405
Water Stock	207,270	207,270
Buildings and improvements	13,849,128	13,976,838
Furniture and equipment	939,750	859,633
Vehicles	1,161,878	1,178,910
Total capital assets, net of depreciation	\$ 16,836,431	\$ 16,901,056

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, 2014 is \$81.667 million. Net general obligation debt at June 30, 2014 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.

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 Position
June 30, 2014

	Governmental Activities 2014
Assets:	
Current Assets:	
Cash and investments	\$ 10,576,624
Receivables:	
Property taxes	11,304,288
Other governments	564,920
Other	2,670
Inventories	133,347
Capital Assets:	
Land and water stock	885,675
Other capital assets, net of accumulated depreciation	15,950,756
Total assets	\$ 39,418,280
Liabilities:	
Current Liabilities:	
Accounts payable	\$ 488,730
Accrued wages	1,176,197
Accrued payroll liabilities	754,501
Unearned revenue:	
Other governments	504,462
Leave, retirement, and longevity benefit liability due within one year	34,492
Noncurrent Liabilities:	
Leave and retirement liability due in more than one year	310,425
Total liabilities	3,268,807
Deferred Inflows of Resources:	
Unavailable Revenues - Property Taxes	11,246,817
Total Deferred Inflows of Resources	11,246,817
Net Position:	
Investment in capital assets	16,836,431
Restricted for:	
School Food Service	364,358
Capital Outlay	4,124,650
Unrestricted	3,577,217
Total Net Position	\$ 24,902,656

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

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

Functions	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Total Governmental Activities
Governmental activities:				
Instructional services	\$ 15,746,891	\$ 303,896	\$ 3,764,390	\$ (11,678,605)
Supporting services:				
Students	523,400	-	245,873	(277,527)
Instructional staff	380,405	-	-	(380,405)
District administration	815,627	-	13,860	(801,767)
School administration	2,096,066	-	35,131	(2,060,935)
Business	434,468	-	-	(434,468)
Operation and maintenance of facilities	3,476,787	-	-	(3,476,787)
Transportation	1,207,927	1,056	-	(1,206,871)
School lunch services	1,149,128	252,011	827,349	(69,768)
Total school district	<u>\$ 25,830,699</u>	<u>\$ 556,963</u>	<u>\$ 4,886,603</u>	<u>(20,387,133)</u>
General revenues:				
Property taxes levied for:				
General purposes				10,688,583
Capital outlay				1,529,047
Federal and state aid not restricted to specific purposes				7,197,404
Earnings on investments				93,901
Miscellaneous				754,154
Total general revenues				<u>20,263,089</u>
Change in net assets				(124,044)
Net position - beginning				<u>25,026,700</u>
Net position - ending				<u>\$ 24,902,656</u>

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

EMERY COUNTY SCHOOL DISTRICT
Balance Sheet
Governmental Funds
 June 30, 2014

	<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	\$ 5,353,538	\$ 4,523,119	\$ 699,967	\$ 10,576,624
Receivables:				
Property taxes	10,402,174	902,114	-	11,304,288
Other governments	433,311		131,609	564,920
Other receivables	2,670			2,670
Inventories	9,175		124,172	133,347
Total assets	<u>\$ 16,200,868</u>	<u>\$ 5,425,233</u>	<u>\$ 955,748</u>	<u>\$ 22,581,849</u>
Liabilities and fund balances:				
Liabilities:				
Accounts payable	\$ 223,647	\$ 256,822	\$ 8,261	\$ 488,730
Accrued Wages	1,126,164		50,033	1,176,197
Accrued payroll benefits	754,501			754,501
Deferred revenue:				
Other governments	241,185		263,277	504,462
Total liabilities	<u>2,345,497</u>	<u>256,822</u>	<u>321,571</u>	<u>2,923,890</u>
Deferred Inflows of Resources:				
Unavailable Revenues - Property Taxes	10,349,783	897,034	-	11,246,817
Total Deferred Inflows of Resources	<u>10,349,783</u>	<u>897,034</u>	<u>-</u>	<u>11,246,817</u>
Fund Balances:				
Nonspendable Inventories	9,175		124,172	133,347
Restricted for Fund		4,124,650	240,186	4,364,836
Committed to:				
Construction		146,727		146,727
Economic Stabilization	1,000,000			1,000,000
Assigned by LEA to School Budgets	234,679		269,819	504,498
Unassigned	2,261,734			2,261,734
Total fund balances	<u>3,505,588</u>	<u>4,271,377</u>	<u>634,177</u>	<u>8,411,142</u>
Total liabilities, deferred resources, and fund balances	<u>\$ 16,200,868</u>	<u>\$ 5,425,233</u>	<u>\$ 955,748</u>	<u>\$ 22,581,849</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 Position
June 30, 2014

Total fund balances for governmental funds \$ 8,411,142

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

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

Land	\$ 678,405	
Water stock	207,270	
Buildings and improvements, net	13,849,128	
Furniture and equipment, net	939,750	
Vehicles, net	1,161,878	16,836,431

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 position. Balances at year-end are:

Accrued sick leave	(344,917)	
		(344,917)

Total net position of governmental activities \$ 24,902,656

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, 2014

	<u>Major Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Outlay</u>		
Revenues:				
Property taxes	\$ 10,767,633	\$ 1,449,997	\$ -	\$ 12,217,630
Earnings on investments	52,237	40,218	1,446	93,901
School food service sales			252,011	252,011
Other local sources	453,385	21,670	579,417	1,054,472
State aid	9,824,471	22,081	428,956	10,275,508
Federal aid	1,115,227		693,272	1,808,499
Other			-	-
Total revenues	<u>22,212,953</u>	<u>1,533,966</u>	<u>1,955,102</u>	<u>25,702,021</u>
Expenditures:				
Current:				
Instructional services	13,691,690	30,088	873,740	14,595,518
Supporting services:				
Students	523,400			523,400
Instructional staff	380,405			380,405
District administration	747,222			747,222
School administration	2,005,115			2,005,115
Business	411,666			411,666
Operation and maintenance of facilities	3,257,922		2,312	3,260,234
Transportation	1,162,323			1,162,323
School food services			1,103,524	1,103,524
Capital outlay		1,576,987		1,576,987
Total expenditures	<u>22,179,743</u>	<u>1,607,075</u>	<u>1,979,576</u>	<u>25,766,394</u>
Excess (deficiency) of revenues over (under) expenditures	<u>33,210</u>	<u>(73,109)</u>	<u>(24,474)</u>	<u>(64,373)</u>
Other financing sources (uses):				
Net increase (decrease in FMV of Investments)	4,634	-	-	4,634
Sale of capital assets		-		-
Total other financing sources (uses)	<u>4,634</u>	<u>-</u>	<u>-</u>	<u>4,634</u>
Net change in fund balances	37,844	(73,109)	(24,474)	(59,739)
Fund balances - beginning	<u>3,467,744</u>	<u>4,344,486</u>	<u>658,651</u>	<u>8,470,881</u>
Fund balances - ending	<u>\$ 3,505,588</u>	<u>\$ 4,271,377</u>	<u>\$ 634,177</u>	<u>\$ 8,411,142</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, 2014

Net change in fund balances-total governmental funds \$ (59,739)

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	\$ 1,075,466	
Loss on disposal of capital assets	-	
Proceeds from sales of capital assets	-	
Depreciation expense	<u>(1,140,091)</u>	(64,625)

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 leave decreased by \$320.

320

Change in net position of governmental activities \$ (124,044)

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 10,691,163	\$ 10,799,943	\$ 10,767,633	\$ (32,310)
Earnings on investments	50,000	55,000	52,237	(2,763)
Other local sources	417,298	647,280	453,385	(193,895)
State aid	9,690,223	10,107,974	9,824,471	(283,503)
Federal aid	1,064,614	1,139,467	1,115,227	(24,240)
Uses of Fund Balance		397,890	-	(397,890)
Total revenues	<u>21,913,298</u>	<u>23,147,554</u>	<u>22,212,953</u>	<u>(934,601)</u>
Expenditures:				
Current:				
Instructional services	13,414,990	14,530,394	13,691,690	838,704
Supporting services:				
Students	531,110	538,176	523,400	14,776
Instructional staff	377,818	399,347	380,405	18,942
District administration	751,173	768,250	747,222	21,028
School administration	1,995,361	2,006,867	2,005,115	1,752
Business	399,233	419,476	411,666	7,810
Operation and maintenance of facilities	3,311,986	3,317,456	3,257,922	59,534
Transportation	1,131,627	1,167,588	1,162,323	5,265
Total expenditures	<u>21,913,298</u>	<u>23,147,554</u>	<u>22,179,743</u>	<u>967,811</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>33,210</u>	<u>33,210</u>
Other financing sources (uses):				
Net increase (decrease) in FMV of Investments	<u>-</u>	<u>-</u>	<u>4,634</u>	<u>4,634</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>37,844</u>	<u>37,844</u>
Fund balances - beginning			<u>3,467,744</u>	
Fund balances - ending			<u>\$ 3,505,588</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, 2014

	Student Activities Fund
Assets:	
Cash and investments	\$ 34,635
Total assets	34,635
Liabilities	
Due to student groups	34,635
Total liabilities	\$ 34,635

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

EMERY COUNTY SCHOOL DISTRICT
Notes to Basic Financial Statements
Fiscal Year Ending June 30, 2014

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 Position 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:

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 and adult education 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 reported using the accrual basis of accounting. 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 post-employment 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 capital lease acquisitions 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, 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, 2014 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.

G. Cash and Investments

The District considers cash and cash equivalents to be cash on hand and demand deposits, and considers investments 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.

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

Notes to Financial Statements

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 Position. 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 paid out of debt proceeds and are reported as expenditures.

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

The GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definition*, 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 (Resolution) 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 through approval of a formal motion 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.

As allowed in Utah law (Utah Code 53A-19-103) the District can commit up to 5% of General Fund budgeted expenditures for economic stabilization. Potential state budget cuts, disasters, immediate capital needs, and other significant events are circumstances or conditions that signal the need for stabilization. Additionally, the commitment is necessary to maintain liquidity. As defined by State law, this commitment is not to be used in the negotiation or settlement of contract salaries for school district employees. At June 30, 2014, \$1,000,000 was reported as committed to economic stabilization.

- *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.

Notes to Financial Statements

- *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.

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.

O. Deferred Inflows of Resources

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item that qualifies for reporting in this category. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period in which the amounts become available.

P. Date of Subsequent Event Evaluation

Emery County School District's subsequent events have been evaluated through the day of the financial statement issuance of October 15, 2014.

2. DEPOSITS AND INVESTMENTS

Deposits and investments are carried at fair value. A reconciliation of cash and investments at June 30, 2014, as shown on the financial statements is as follows:

Carrying amount of deposits	\$ 678,156
Carrying amount of investments	<u>\$ 9,933,102</u>
Total cash and investments	<u>\$ 10,611,258</u>
Governmental funds cash and investments	\$ 10,576,623
Fiduciary funds cash and investments	<u>\$ 34,635</u>
Total cash and investments	<u>\$ 10,611,258</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.

Notes to Financial Statements

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, 2014, the District's carrying amount of deposits is \$678,156 and the bank balance is \$1,005,928. Of the bank balance, \$135,403 is covered by federal depository insurance and \$870,525 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.

B. Investments

At June 30, 2014, the District has investments in the PTIF. The PTIF is an external local government investment pool managed by the Utah State Treasurer. The PTIF is authorized and makes investments in accordance with the Act. The Council provides regulatory oversight for the PTIF. Participant accounts with the PTIF are not insured or otherwise guaranteed by the State of Utah. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio, which primarily consists of money market securities held by the Utah State Treasurer, including investment-grade corporate notes (75%), money market mutual funds (5%), top-rated commercial paper (18%), and certificates of deposit (2%). The portfolio has a weighted average maturity of 74 days. The PTIF is not rated. The reported value of the pool is the same as the fair value of the pool shares. The District also holds investments with banks, a credit union, and in corporate and government bonds through a broker. At June 30, 2014, the District has the following investments, summarized by type:

Emery County School District		Investment Maturities (In Years)	
Investment Type	Fair Value	Less than 1	1 to 5
Utah PTIF	\$ 4,834,115	\$ 4,834,115	\$ -
Money Market	\$ 194,446	\$ 194,446	\$ -
Certificates of Deposit	\$ 15,914	\$ 15,914	\$ -
Corporate Bonds	\$ 673,017	\$ 256,667	\$ 416,350
Government Bonds	\$ 4,215,610	\$ 2,263,096	\$ 1,952,514
Total Investments	\$ 9,933,102	\$ 7,564,238	\$ 2,368,864

- *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, 2014, the District has the following investments subject to credit risk:

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

Notes to Financial Statements

The property taxes receivable and property taxes deferred inflows of resources accounts at June 30, 2014 are summarized as follows:

	General	Capital Projects	Totals
Property Taxes - Receivable			
Levied for current and prior years	\$ 52,391	\$ 5,080	\$ 57,471
Levied for future years	10,349,783	897,034	11,246,817
	<u>\$ 10,402,174</u>	<u>\$ 902,114</u>	<u>\$ 11,304,288</u>
Property Taxes - Deferred Inflow			
Levied for future year and uncollected	\$ 10,349,783	\$ 897,034	\$ 11,246,817
	<u>\$ 10,349,783</u>	<u>\$ 897,034</u>	<u>\$ 11,246,817</u>

4. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 678,405	\$ -	\$ -	\$ 678,405
Water stock	207,270	-	-	207,270
Total capital assets, not being depreciated	885,675	-	-	885,675
Capital assets, being depreciated:				
Buildings and improvements	48,110,223	619,249	-	48,729,472
Furniture and equipment	2,594,474	217,217	(19,637)	2,792,054
Vehicles	3,495,407	239,000	(114,418)	3,619,989
Total capital assets, being depreciated	54,200,104	1,075,466	(134,055)	55,141,515
Accumulated depreciation for:				
Buildings and improvements	(34,133,385)	(746,959)	-	(34,880,344)
Furniture and equipment	(1,734,841)	(137,100)	19,637	(1,852,304)
Vehicles	(2,316,497)	(256,032)	114,418	(2,458,111)
Total accumulated depreciation	(38,184,723)	(1,140,091)	134,055	(39,190,759)
Total capital assets, being depreciated, net	16,015,381	(64,625)	-	15,950,756
Governmental activities capital assets, net	<u>\$ 16,901,056</u>	<u>\$ (64,625)</u>	<u>\$ -</u>	<u>\$ 16,836,431</u>

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

Governmental activities:	
Instructional services	\$ 649,852
Supporting services:	
District administration	68,405
School administration	91,207
Business	22,802
Operation and maintenance of facilities	216,617
Transportation	45,604
School lunch services	45,604
Total depreciation expense, governmental activities	<u>\$ 1,140,091</u>

Notes to Financial Statements

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

Project	Location	Contract	Costs to Date	Costs to Complete
Lighting Projects	CDE	\$ 43,096	\$ 21,548	\$ 21,548
Lighting Projects	SRJH	\$ 42,048	\$ 21,024	\$ 21,024
Lighting Projects	BCE	\$ 3,467	\$ 1,734	\$ 1,734
Lighting Projects	FE	\$ 4,713	\$ -	\$ 4,713
Lighting Projects	CVJH	\$ 2,064	\$ -	\$ 2,064
Parking Lot	BCE	\$ 102,900	\$ 97,755	\$ 5,145
Carpeting	CVJH	\$ 23,748	\$ -	\$ 23,748
Carpeting	EHS	\$ 3,769	\$ -	\$ 3,769
Carpeting	CDE	\$ 7,103	\$ -	\$ 7,103
Playground Curbs	CDE	\$ 8,474	\$ -	\$ 8,474
HVAC Retrofit	CDE	\$ 50,848	\$ 41,349	\$ 9,500
HVAC Equipment	CDE	\$ 22,527	\$ 22,527	\$ -
HVAC Retrofit	EHS	\$ 54,151	\$ 16,245	\$ 37,906
HVAC Equipment	EHS	\$ 29,107	\$ 29,107	\$ -
Roofing	EHS	\$ 38,566	\$ 38,566	\$ -
Total Commitments		\$ 436,581	\$ 289,854	\$ 146,727

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 21.97% of annual covered salary. For noncontributory employees, the District contributes 20.46% 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, 2014, the District contribution rate for Tier 2 employees was 18.34%. Of this amount, 10% goes to fund the Tier 2 plan of the employee and 8.34% 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 2013-14 year, this pension contribution rate is 8.41% and the amount contributed to the employee 401(k) account is 1.59%. 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, 2014, 2013, and 2012, were \$71,157, \$66,523, and \$34,591, respectively. Employee contributions were \$1,052, \$1,056, and \$1,854, respectively. The large increase in employer contributions for 2013 and 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, 2014, 2013, and 2012, are \$2,332,335, \$2,127,385, and \$1,933,148, respectively. The contributions equal the required contributions for each year.

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, 2014, 2013, and 2012, were \$250,709, \$240,674, and \$223,445, respectively. The employee contributions for the years ending June 30, 2014, 2013, and 2012, were \$201,331, \$217,712, and \$220,080, 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, 2014, 2013, and 2012, were \$27,775, \$25,646, and \$26,806, respectively. The assets of the plan are administered and held by URS.

Notes to Financial Statements

Contributions to the Roth IRA plan by the employees for the years ended June 30, 2014, 2013, and 2012, totaled \$17,482, \$14,592, and \$11,792, 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.

During fiscal year 2014, the District funded \$130,220 for annual deposits. There are no outstanding liabilities and only the annual deposits will continue to be paid.

Compensated absences in the amount of \$344,917 represent accrued sick leave for employees with more than 15 years of service as of June 30, 2014.

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Accrued Sick Leave	345,237	13,874	(14,194)	344,917	34,492
Total governmental activity long-term liabilities	345,237	\$ 13,874	\$ (14,194)	\$ 344,917	\$ 34,492

Accrued sick leave payable represents a potential liability and is paid to an employee's Longevity choice of either 401(k) or HRA account 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.

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 had been paid in full. The District continues to be free of bond obligations as of June 30, 2014.

8. RESTRICTED POSITION 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 Position reports these same restricted balances of \$364,358 for School Food Service Fund and \$4,124,650 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 \$1,146,727 and assigned funds of \$504,498 are shown on the fund financial statements.

Assigned funds of \$234,679 in the General Fund are carryover amounts for school-level supply and equipment budgets managed at the District level. Assigned funds of \$269,819 in the Student Activities Fund are carryover amounts for school-level budgets managed at the School level.

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EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
General Fund

June 30, 2014 with Comparative Totals for 2013

	<u>2014</u>	<u>2013</u>
Assets:		
Cash and investments	\$ 5,353,538	\$ 5,529,062
Receivables:		
Property taxes	10,402,174	10,228,624
Other governments	433,311	332,182
Other receivables	2,670	223,590
Inventories	9,175	8,527
Total assets	<u>\$ 16,200,868</u>	<u>\$ 16,321,985</u>
Liabilities and fund balances:		
Liabilities:		
Accounts payable	\$ 223,647	\$ 283,515
Accrued Wages	1,126,164	1,116,938
Accrued payroll benefits	754,501	729,456
Deferred revenue:		
Property taxes		
Other Governments	241,185	555,189
Total liabilities	<u>2,345,497</u>	<u>2,685,098</u>
Deferred Inflows of Resources:		
Unavailable Revenues - Property Taxes	10,349,783	10,169,143
Total Deferred Inflows of Resources	<u>10,349,783</u>	<u>10,169,143</u>
Fund Balances:		
Nonspendable	9,175	8,527
Committed	1,000,000	1,000,000
Assigned	234,679	267,577
Unassigned	2,261,734	2,191,640
Total fund balances	<u>3,505,588</u>	<u>3,467,744</u>
Total liabilities, deferred resources, and fund balances	<u>\$ 16,200,868</u>	<u>\$ 16,321,985</u>

EMERY COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
Year Ended June 30, 2014 with Comparative Totals for 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget	2013
	Original	Final			Actual Amounts
Revenues:					
Property taxes	\$ 10,691,163	\$ 10,799,943	\$ 10,767,633	\$ (32,310)	\$ 10,272,711
Earnings on investments	50,000	55,000	52,237	(2,763)	52,004
Other local sources	417,298	647,280	453,385	(193,895)	536,061
State aid	9,690,223	10,107,974	9,824,471	(283,503)	9,338,938
Federal aid	1,064,614	1,139,467	1,115,227	(24,240)	1,149,881
Uses of Fund Balance	-	397,890	-	(397,890)	
Total revenues	<u>21,913,298</u>	<u>23,147,554</u>	<u>22,212,953</u>	<u>(934,601)</u>	<u>21,349,595</u>
Expenditures:					
Current:					
Instructional services	13,414,990	14,530,394	13,691,690	838,704	13,526,611
Supporting services:					
Students	531,110	538,176	523,400	14,776	510,099
Instructional staff	377,818	399,347	380,405	18,942	381,800
District administration	751,173	768,250	747,222	21,028	334,578
School administration	1,995,361	2,006,867	2,005,115	1,752	1,924,525
Business	399,233	419,476	411,666	7,810	418,421
Operation and maintenance of facilities	3,311,986	3,317,456	3,257,922	59,534	3,287,428
Transportation	1,131,627	1,167,588	1,162,323	5,265	1,053,391
Total expenditures	<u>21,913,298</u>	<u>23,147,554</u>	<u>22,179,743</u>	<u>967,811</u>	<u>21,436,853</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>33,210</u>	<u>33,210</u>	<u>(87,258)</u>
Other financing sources (uses):					
Net increase (decrease) in FMV of Investments	-	-	4,634	4,634	(6,652)
Net change in fund balances	<u>-</u>	<u>-</u>	<u>37,844</u>	<u>37,844</u>	<u>(93,910)</u>
Fund balances - beginning			<u>3,467,744</u>		<u>3,561,654</u>
Fund balances - ending			<u>\$ 3,505,588</u>		<u>\$ 3,467,744</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Capital Outlay Fund
June 30, 2014 with Comparative Totals for 2013

	<u>2014</u>	<u>2013</u>
Assets:		
Cash and investments	\$ 4,523,119	\$ 4,752,446
Receivables:		
Property taxes	902,114	1,384,622
Total assets	<u>\$ 5,425,233</u>	<u>\$ 6,137,068</u>
Liabilities and fund balances:		
Liabilities:		
Accounts payable	\$ 256,822	\$ 414,216
Deferred revenue:		
Property taxes	-	-
Total liabilities	<u>256,822</u>	<u>414,216</u>
Deferred Inflows of Resources:		
Property Taxes - Unavailable	897,034	1,378,366
Total Deferred Inflows of Resources	<u>897,034</u>	<u>1,378,366</u>
Fund Balances:		
Restricted for Fund	4,124,650	3,782,291
Committed for Construction Projects	<u>146,727</u>	<u>562,195</u>
Total fund balances	<u>4,271,377</u>	<u>4,344,486</u>
Total liabilities, deferred resources, and fund balances	<u>\$ 5,425,233</u>	<u>\$ 6,137,068</u>

EMERY COUNTY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Outlay Fund
Year Ended June 30, 2014 with Comparative Totals for 2013

	2014			2013
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 1,450,866	\$ 1,449,997	\$ (869)	\$ 1,409,438
Earnings on investments	41,000	40,218	(782)	38,480
Other	22,000	21,670	(330)	49,451
Total local sources	<u>1,513,866</u>	<u>1,511,885</u>	<u>(1,981)</u>	<u>1,497,369</u>
State Revenue	22,081	22,081	-	-
Total State sources	<u>22,081</u>	<u>22,081</u>	<u>-</u>	<u>-</u>
Other Sources:				
Use of Fund Balance	100,000	-	(100,000)	-
Total Other sources	<u>100,000</u>	<u>-</u>	<u>(100,000)</u>	<u>-</u>
Total revenues	<u>1,635,947</u>	<u>1,533,966</u>	<u>(101,981)</u>	<u>1,497,369</u>
Expenditures:				
Instruction	30,100	30,088	12	46,882
Support Services				
Students			-	
Operation and Maintenance of Facilities	1,606,847	1,576,987	29,860	1,475,991
Non-Instructional Services:				
Food Services			-	
Total facility expenses	<u>1,636,947</u>	<u>1,607,075</u>	<u>29,872</u>	<u>1,522,873</u>
Total expenditures	<u>1,636,947</u>	<u>1,607,075</u>	<u>29,872</u>	<u>1,522,873</u>
Excess of revenues over (under) expenditures	(1,000)	(73,109)	(72,109)	(25,504)
Other Financing Sources (Uses):				
Transfer to General Fund			-	
Sale of capital assets	1,000	-	(1,000)	2,550
Total other financing sources (uses)	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>	<u>2,550</u>
Net change in fund balances	<u>-</u>	<u>(73,109)</u>	<u>(73,109)</u>	<u>(22,954)</u>
Fund balance - beginning		<u>4,344,486</u>		<u>4,367,440</u>
Fund balance - ending		<u>\$ 4,271,377</u>		<u>\$ 4,344,486</u>

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

	<u>Special Revenue</u>			<u>Total Nonmajor Governmental Funds</u>
	<u>School Food Service</u>	<u>Non K-12 Programs</u>	<u>Student Activities</u>	
Assets:				
Cash and investments	\$ 160,123	\$ 270,025	\$ 269,819	\$ 699,967
Receivables:				
Property taxes				
Other governments	116,592	15,017		131,609
Inventories	124,172			124,172
Total assets	<u>\$ 400,887</u>	<u>\$ 285,042</u>	<u>\$ 269,819</u>	<u>\$ 955,748</u>
Liabilities:				
Accounts payable	\$ 8,133	\$ 128	\$ -	\$ 8,261
Accrued wages	28,396	21,637		50,033
Deferred revenue:				
Property taxes				
Other governments		263,277		263,277
Total liabilities	<u>36,529</u>	<u>285,042</u>	<u>-</u>	<u>321,571</u>
Fund balances:				
Nonspendable	124,172			124,172
Restricted for:				
School Food Service	240,186			240,186
Non-K-12				
Assigned to:				
Schools			269,819	269,819
Total fund balances	<u>364,358</u>	<u>-</u>	<u>269,819</u>	<u>634,177</u>
Total liabilities and fund balances	<u>\$ 400,887</u>	<u>\$ 285,042</u>	<u>\$ 269,819</u>	<u>\$ 955,748</u>

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

	Special Revenue			Total Nonmajor Governmental Funds
	School Food Service	Non K-12 Programs	Student Activities	
Revenues:				
Property tax	\$ -	\$ -	\$ -	\$ -
Student fees		11,156	563,412	574,568
School food service sales	252,011	-		252,011
Earnings on investments	1,446	-		1,446
Other local revenues	4,849	-		4,849
State aid	161,058	267,898		428,956
Federal aid	664,845	28,427		693,272
Total revenues	1,084,209	307,481	563,412	1,955,102
Expenditures:				
Current:				
Instructional services	-	305,169	568,571	873,740
Supporting services:				
Operation and maintenance of facilities	-	2,312		2,312
School food services	1,103,524			1,103,524
Total expenditures	1,103,524	307,481	568,571	1,979,576
Excess of revenues over (under) expenditures	(19,315)	-	(5,159)	(24,474)
Net change in fund balances	(19,315)	-	(5,159)	(24,474)
Fund balances - beginning	383,673	-	274,978	658,651
Fund balances - ending	\$ 364,358	\$ -	\$ 269,819	\$ 634,177

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
School Food Service Fund
June 30, 2014 with Comparative Totals for 2013

	<u>2014</u>	<u>2013</u>
Assets:		
Cash and investments	\$ 160,123	\$ 237,730
Receivables:		
Other	-	-
Other governments	116,592	88,895
Inventories	124,172	88,711
Total assets	<u>\$ 400,887</u>	<u>\$ 415,336</u>
Liabilities:		
Accounts payable	\$ 8,133	\$ 1,184
Accrued wages	28,396	30,479
Total liabilities	<u>36,529</u>	<u>31,663</u>
Fund balances:		
Nonspendable	124,172	88,711
Restricted for Fund	240,186	294,962
Total fund balances	<u>364,358</u>	<u>383,673</u>
Total liabilities and fund balances	<u>\$ 400,887</u>	<u>\$ 415,336</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, 2014 with Comparative Totals for 2013

	2014			2013
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Lunch sales - children	\$ 279,500	\$ 250,304	\$ (29,196)	\$ 237,029
Lunch Sales - adult	4,000	1,707	(2,293)	1,906
Other local revenues	12,000	4,849	(7,151)	14,549
Earnings on investments	3,000	1,446	(1,554)	2,762
Total local sources	<u>298,500</u>	<u>258,306</u>	<u>(40,194)</u>	<u>256,246</u>
State sources:				
State lunch program	164,000	161,058	(2,942)	157,710
Total state sources	<u>164,000</u>	<u>161,058</u>	<u>(2,942)</u>	<u>157,710</u>
Federal sources:				
Federal lunch program	87,000	81,767	(5,233)	75,179
Free and reduced assistance	373,000	352,370	(20,630)	362,175
Breakfast program	153,000	127,441	(25,559)	130,977
Summer program	48,400	39,707	(8,693)	18,054
Donated Commodities	75,000	63,560	(11,440)	59,033
Total federal sources	<u>736,400</u>	<u>664,845</u>	<u>(71,555)</u>	<u>645,418</u>
Other Financing Sources:				
Use of Fund Balance	25,000	-	(25,000)	-
Total Other sources	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>	<u>-</u>
Total revenues	<u>1,223,900</u>	<u>1,084,209</u>	<u>(139,691)</u>	<u>1,059,374</u>
Expenditures:				
Current:				
Salaries	403,307	391,600	11,707	401,872
Employee benefits	207,225	196,458	10,767	194,472
Purchased services	3,750	2,657	1,093	3,304
Supplies	51,200	43,065	8,135	55,190
Food	534,118	447,967	86,151	431,858
Maintenance	9,000	8,311	689	-
Equipment	5,000	3,328	1,672	9,826
Other Objects	10,300	10,138	162	3,463
Total expenditures	<u>1,223,900</u>	<u>1,103,524</u>	<u>120,376</u>	<u>1,099,985</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>(19,315)</u>	<u>(19,315)</u>	<u>(40,611)</u>
Fund balances - beginning		<u>383,673</u>		<u>424,284</u>
Fund balances - ending		<u>\$ 364,358</u>		<u>\$ 383,673</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Non K-12 Programs Fund
 June 30, 2014 with Comparative Totals for 2013

	<u>2014</u>	<u>2013</u>
Assets:		
Cash and investments	\$ 270,025	\$ 164,764
Receivables:		
Property taxes	-	-
Other governments	15,017	8,753
Total assets	<u>\$ 285,042</u>	<u>\$ 173,517</u>
Liabilities:		
Accounts payable	\$ 128	\$ 69
Accrued wages	21,637	-
Deferred revenue:		
Property taxes	-	-
Other governments	263,277	173,448
Total liabilities	<u>285,042</u>	<u>173,517</u>
Fund balances:		
Restricted for Fund	<u>-</u>	<u>-</u>
Total fund balances	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 285,042</u>	<u>\$ 173,517</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, 2014 with Comparative Totals for 2013

	2014			2013
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Property taxes			\$ -	\$ -
Fees	12,500	11,156	(1,344)	8,790
Earnings on investments			-	-
Other			-	8,435
Total local sources	<u>12,500</u>	<u>11,156</u>	<u>(1,344)</u>	<u>17,225</u>
State sources:				
Adult high school completion	26,958	26,958	-	23,773
Preschool	479,217	240,940	(238,277)	247,078
Total state sources	<u>506,175</u>	<u>267,898</u>	<u>(238,277)</u>	<u>270,851</u>
Federal sources:				
UPStart Preschool Program	25,000	-	(25,000)	-
Special education preschool grant	28,427	28,427	-	29,379
Total federal sources	<u>53,427</u>	<u>28,427</u>	<u>(25,000)</u>	<u>29,379</u>
Total revenues	<u>572,102</u>	<u>307,481</u>	<u>(264,621)</u>	<u>317,455</u>
Expenditures:				
Current:				
Salaries	197,156	185,186	11,970	210,430
Employee benefits	88,476	82,923	5,553	86,870
Purchased services	2,500	3,013	(513)	3,944
Utilities	2,800	2,312	488	321
Supplies	273,250	26,460	246,790	13,203
Equipment			-	-
Other	7,920	7,587	333	2,687
Total expenditures	<u>572,102</u>	<u>307,481</u>	<u>264,621</u>	<u>317,455</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - beginning		-		-
Fund balances - ending		<u>\$ -</u>		<u>\$ -</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Student Activities Fund
June 30, 2014 with Comparative Totals for 2013

	<u>2014</u>	<u>2013</u>
Assets:		
Cash and investments	\$ 269,819	\$ 274,978
Total assets	<u>\$ 269,819</u>	<u>\$ 274,978</u>
Liabilities:		
Total liabilities	-	-
Fund balances:		
Restricted for Fund	269,819	274,978
Total fund balances	<u>269,819</u>	<u>274,978</u>
Total liabilities and fund balances	<u>\$ 269,819</u>	<u>\$ 274,978</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, 2014 with Comparative Totals for 2013

	2014			2013
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Student Fees	\$ 315,000	\$ 261,176	\$ (53,824)	\$ 254,958
Vending Revenue	15,000	13,106	(1,894)	14,787
Fund Raisers	190,000	188,633	(1,367)	160,853
Other Fees / Revenues	105,000	100,497	(4,503)	97,363
Total local sources	<u>625,000</u>	<u>563,412</u>	<u>(61,588)</u>	<u>527,961</u>
Total revenues	<u>625,000</u>	<u>563,412</u>	<u>(61,588)</u>	<u>527,961</u>
Expenditures:				
Current:				
Purchased services	57,000	46,936	10,064	54,843
Travel	50,000	41,458	8,542	46,845
Supplies	320,000	293,822	26,178	260,275
Equipment	70,000	62,983	7,017	47,398
Dues / Fees	128,000	123,372	4,628	106,835
Total expenditures	<u>625,000</u>	<u>568,571</u>	<u>56,429</u>	<u>516,196</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>(5,159)</u>	<u>(5,159)</u>	<u>11,765</u>
Fund balances - beginning		<u>274,978</u>		<u>263,213</u>
Fund balances - ending		<u>\$ 269,819</u>		<u>\$ 274,978</u>

EMERY COUNTY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Student Activities Agency Fund
Year Ended June 30, 2014

	<u>Balance at July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2014</u>
Assets:				
Cash and investments	\$ 37,082	\$ 102,039	\$ 104,486	\$ 34,635
Liabilities:				
Due to student organizations:				
Elementary Schools:				
Bookcliff Elementary	\$ 2,728	\$ 118	\$ 377	\$ 2,469
Castle Dale Elementary	108	-		\$ 108
Cleveland Elementary	-			\$ -
Cottonwood Elementary	-			\$ -
Ferron Elementary	4,305	4,703	4,281	\$ 4,727
Huntington Elementary	1,308	12,486	8,276	\$ 5,518
Total elementary schools	<u>8,449</u>	<u>17,307</u>	<u>12,934</u>	<u>12,822</u>
Junior High Schools:				
Canyon View	\$ 6,854	\$ 5,934	\$ 6,332	\$ 6,456
San Rafael	11,073	19,005	16,681	\$ 13,397
Total junior high schools	<u>17,927</u>	<u>24,939</u>	<u>23,013</u>	<u>19,853</u>
High Schools:				
Emery High	\$ (7,991)	\$ 53,058	\$ 58,015	\$ (12,948)
Green River High	18,697	6,735	10,524	\$ 14,908
Total high schools	<u>10,706</u>	<u>59,793</u>	<u>68,539</u>	<u>1,960</u>
Total due to student organizations	<u>37,082</u>	<u>102,039</u>	<u>104,486</u>	<u>34,635</u>
Total liabilities	<u>\$ 37,082</u>	<u>\$ 102,039</u>	<u>\$ 104,486</u>	<u>\$ 34,635</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 Position
June 30, 2004 to 2013
 (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Assets										
Cash and Investments	\$ 10,576,624	\$ 10,958,980	\$ 10,446,722	\$ 10,640,411	\$ 10,375,610	\$ 10,433,125	\$ 9,957,769	\$ 8,731,544	\$ 9,280,030	\$ 7,750,737
Accounts Receivable:										
Property Taxes	\$ 11,304,288	\$ 11,613,246	\$ 11,126,147	\$ 10,744,065	\$ 10,063,712	\$ 9,608,027	\$ 9,096,399	\$ 8,586,025	\$ 8,624,129	\$ 8,396,993
Other Governments	\$ 564,920	\$ 429,830	\$ 839,926	\$ 929,288	\$ 485,580	\$ 352,025	\$ 387,810	\$ 696,163	\$ 895,071	\$ 670,847
Other Local	\$ 2,670	\$ 223,590	\$ 12,280	\$ 17,127	\$ 13,463	\$ 14,779	\$ 11,166	\$ 142,604	\$ 21,200	\$ 12,788
Inventories	\$ 133,347	\$ 97,238	\$ 104,505	\$ 139,409	\$ 82,772	\$ 85,461	\$ 97,189	\$ 89,909	\$ 73,829	\$ 66,310
Capital Assets										
Land and Water Stock	\$ 885,675	\$ 885,675	\$ 925,000	\$ 925,000	\$ 886,785	\$ 886,785	\$ 843,785	\$ 561,992	\$ 561,992	\$ 561,992
Other Capital Assets, Net of Depreciation	\$ 15,950,756	\$ 16,015,381	\$ 16,379,118	\$ 16,575,559	\$ 16,898,450	\$ 17,259,723	\$ 17,566,341	\$ 18,110,848	\$ 15,870,476	\$ 16,590,059
Total Assets	\$ 39,418,280	\$ 40,223,940	\$ 39,833,698	\$ 39,970,859	\$ 38,806,372	\$ 38,639,925	\$ 37,960,459	\$ 36,919,085	\$ 35,326,727	\$ 34,049,726
Liabilities										
Current Liabilities										
Accounts Payable	\$ 488,730	\$ 698,984	\$ 316,564	\$ 677,858	\$ 313,446	\$ 429,116	\$ 563,555	\$ 1,072,920	\$ 623,746	\$ 231,672
Accrued Interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 459	\$ 1,020	\$ 1,777	\$ 2,464	\$ 3,987
Accrued Salaries & Payroll	\$ 1,930,698	\$ 1,876,873	\$ 1,804,484	\$ 1,727,473	\$ 1,627,587	\$ 1,685,885	\$ 1,498,519	\$ 1,437,075	\$ 1,314,271	\$ 1,314,025
Other Governments	\$ 504,462	\$ 728,637	\$ 763,825	\$ 919,297	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due Within One Year	\$ 34,492	\$ 34,524	\$ 36,130	\$ 44,702	\$ 158,020	\$ 782,700	\$ 794,102	\$ 954,420	\$ 881,284	\$ 983,938
Noncurrent Liabilities:										
Due in More Than One Year	\$ 310,425	\$ 310,713	\$ 325,173	\$ 290,434	\$ 402,575	\$ 874,956	\$ 919,136	\$ 1,823,593	\$ 1,986,308	\$ 3,202,386
TOTAL LIABILITIES	\$ 3,268,807	\$ 3,649,731	\$ 3,246,176	\$ 3,659,764	\$ 2,501,628	\$ 3,773,116	\$ 3,776,332	\$ 5,289,785	\$ 4,808,073	\$ 5,735,958
Deferred Inflows of Resources										
Property Taxes - Unavailable *	\$ 11,246,817	\$ 11,547,509	\$ 11,028,116	\$ 10,746,266	\$ 10,010,462	\$ 9,539,143	\$ 9,036,448	\$ 8,524,225	\$ 8,579,664	\$ 8,341,656
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 11,246,817	\$ 11,547,509	\$ 11,028,116	\$ 10,746,266	\$ 10,010,462	\$ 9,539,143	\$ 9,036,448	\$ 8,524,225	\$ 8,579,664	\$ 8,341,656
Net Position										
Invested in Capital Assets, Net of Related Debt	\$ 16,836,431	\$ 16,901,056	\$ 17,304,118	\$ 17,500,559	\$ 17,785,235	\$ 17,867,508	\$ 17,634,126	\$ 17,415,840	\$ 14,710,468	\$ 15,288,660
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
Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 328,239	\$ 341,724	\$ 307,004	\$ 243,727	\$ 230,539
Capital Outlay	\$ 4,124,650	\$ 3,925,174	\$ 4,037,289	\$ 3,993,530	\$ 3,540,278	\$ 427,375	\$ 144,202	\$ 196,553	\$ 213,555	\$ 3,474,421
School Food Service	\$ 364,358	\$ 383,673	\$ 424,284	\$ 409,829	\$ 292,052	\$ 246,946	\$ 66,827	\$ 71,015	\$ 56,085	\$ 104,959
Unrestricted	\$ 3,577,217	\$ 3,816,797	\$ 3,112,860	\$ 3,021,133	\$ 2,450,914	\$ 4,461,998	\$ 4,877,643	\$ 3,317,467	\$ 5,081,709	\$ 538,536
TOTAL NET POSITION	\$ 24,902,656	\$ 25,026,700	\$ 25,559,406	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 25,147,679	\$ 23,105,075	\$ 21,938,990	\$ 19,972,112
Total Liabilities, Deferred Resources & Net Position	\$ 39,418,280	\$ 40,223,940	\$ 39,833,698	\$ 39,970,859	\$ 38,806,372	\$ 38,639,925	\$ 37,960,459	\$ 36,919,085	\$ 35,326,727	\$ 34,049,726

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

* Beginning Fiscal Year 2013, "Net Assets" are renamed "Net Position". Also, unearned property tax revenues are restated as "Deferred Inflows of Resources" instead of "Liabilities". Past years were also restated for consistency.

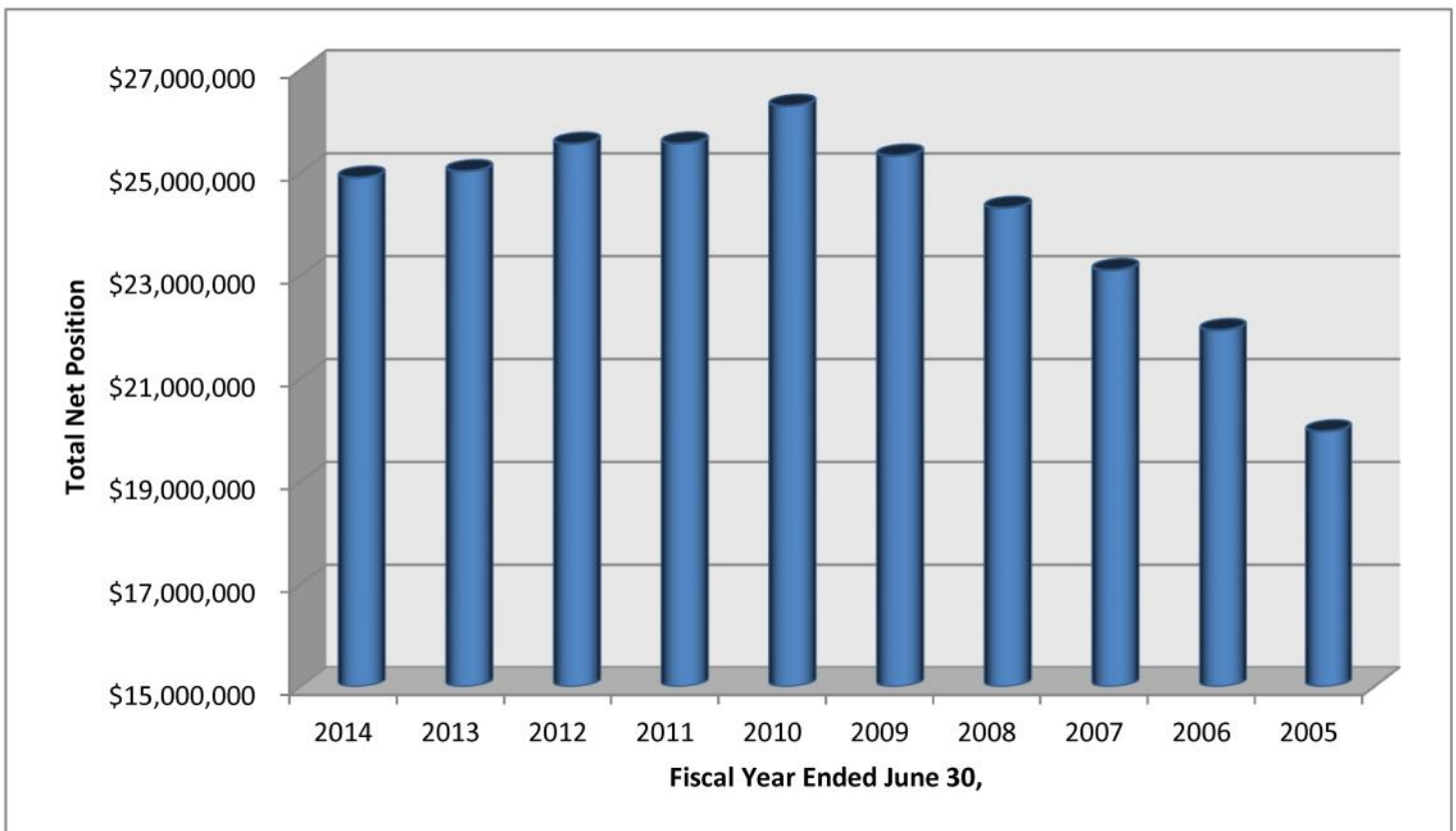
EMERY COUNTY SCHOOL DISTRICT

Net Position 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	Total Net Assets
2014	\$ 16,836,431	\$ 4,489,008	\$ 3,577,217	\$ 24,902,656
2013	\$ 16,901,056	\$ 4,165,964	\$ 3,959,680	\$ 25,026,700
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



Source: District Data

EMERY COUNTY SCHOOL DISTRICT

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

	Fiscal Year Ended June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Expenses										
Instructional Services	\$ 15,746,891	\$ 15,823,615	\$ 15,669,984	\$ 14,977,002	\$ 15,059,008	\$ 15,572,891	\$ 15,870,533	\$ 13,736,508	\$ 12,153,189	\$ 14,024,717
Supporting Services:										
Students	\$ 523,400	\$ 510,099	\$ 465,990	\$ 466,005	\$ 478,005	\$ 475,282	\$ 446,529	\$ 440,002	\$ 392,265	\$ 457,717
Instructional Staff	\$ 380,405	\$ 381,800	\$ 364,177	\$ 374,529	\$ 389,377	\$ 359,631	\$ 334,617	\$ 332,410	\$ 318,722	\$ 345,853
District Administration	\$ 815,627	\$ 389,305	\$ 371,830	\$ 366,062	\$ 359,100	\$ 469,207	\$ 365,640	\$ 359,625	\$ 364,266	\$ 366,161
School Administration	\$ 2,096,066	\$ 1,999,236	\$ 1,947,690	\$ 1,726,047	\$ 1,472,803	\$ 1,580,641	\$ 1,661,371	\$ 1,668,200	\$ 1,371,892	\$ 1,617,463
Business	\$ 434,468	\$ 440,312	\$ 440,745	\$ 387,805	\$ 320,088	\$ 311,104	\$ 305,209	\$ 296,456	\$ 248,223	\$ 246,088
Operation & Maintenance	\$ 3,476,787	\$ 3,492,500	\$ 2,878,134	\$ 2,677,241	\$ 2,607,105	\$ 2,616,731	\$ 2,516,342	\$ 2,449,003	\$ 2,218,868	\$ 1,660,475
Transportation	\$ 1,207,927	\$ 1,097,173	\$ 1,230,733	\$ 1,144,713	\$ 1,145,681	\$ 1,052,445	\$ 1,013,377	\$ 946,786	\$ 951,160	\$ 992,914
School Food Service	\$ 1,149,128	\$ 1,143,767	\$ 1,115,602	\$ 1,079,882	\$ 998,750	\$ 979,696	\$ 880,487	\$ 903,664	\$ 870,734	\$ 935,268
Interest on Long-Term Liabilities	\$ -	\$ -	\$ -	\$ -	\$ 10,501	\$ 27,796	\$ 42,992	\$ 59,459	\$ 76,470	\$ 95,470
TOTAL EXPENSES	\$ 25,830,699	\$ 25,277,808	\$ 24,484,835	\$ 23,199,286	\$ 22,790,367	\$ 23,395,426	\$ 23,437,097	\$ 21,192,113	\$ 18,965,789	\$ 20,747,126
Program Revenues										
Charges for Services:										
Instruction	\$ 303,896	\$ 313,983	\$ 189,774	\$ 209,977	\$ 247,040	\$ 65,169	\$ 72,870	\$ 27,242	\$ 33,117	\$ 30,947
Supporting Services	\$ 1,056	\$ 5,845	\$ 3,617	\$ 4,719	\$ 9,261	\$ 24,170	\$ 2,536	\$ 2,535	\$ 4,379	\$ 5,556
School Food Service	\$ 252,011	\$ 253,484	\$ 276,870	\$ 297,324	\$ 301,473	\$ 298,251	\$ 286,764	\$ 301,851	\$ 271,632	\$ 262,513
Operating Grants & Contributions	\$ 4,934,458	\$ 4,070,710	\$ 4,074,194	\$ 5,431,950	\$ 5,427,449	\$ 6,144,620	\$ 5,066,928	\$ 4,157,523	\$ 3,680,311	\$ 3,703,541
TOTAL PROGRAM REVENUES	\$ 5,491,421	\$ 4,644,022	\$ 4,544,455	\$ 5,943,970	\$ 5,985,223	\$ 6,532,210	\$ 5,429,098	\$ 4,489,151	\$ 3,989,434	\$ 4,002,557
NET (EXPENSE) REVENUE	\$ (20,339,278)	\$ (20,633,786)	\$ (19,940,380)	\$ (17,255,316)	\$ (16,805,144)	\$ (16,863,216)	\$ (18,007,999)	\$ (16,702,962)	\$ (14,976,355)	\$ (16,739,569)
General Revenues										
Property Taxes	\$ 12,217,630	\$ 11,682,149	\$ 11,384,453	\$ 10,492,141	\$ 9,868,704	\$ 9,608,210	\$ 9,160,034	\$ 9,210,393	\$ 8,664,036	\$ 8,736,730
Federal & State Aid Not Restricted to Specific Purposes	\$ 7,149,549	\$ 7,521,467	\$ 7,754,837	\$ 5,391,430	\$ 7,136,267	\$ 7,197,881	\$ 8,460,844	\$ 7,775,017	\$ 7,648,163	\$ 7,412,301
Earnings on Investments	\$ 93,901	\$ 93,246	\$ 101,096	\$ 77,152	\$ 75,031	\$ 215,553	\$ 466,704	\$ 550,875	\$ 411,367	\$ 231,039
Miscellaneous	\$ 754,134	\$ 804,218	\$ 694,571	\$ 565,140	\$ 691,758	\$ 854,402	\$ 863,291	\$ 332,762	\$ 219,667	\$ 88,697
TOTAL GENERAL REVENUES	\$ 20,215,234	\$ 20,101,080	\$ 19,934,957	\$ 16,525,863	\$ 17,771,760	\$ 17,876,046	\$ 18,950,873	\$ 17,869,047	\$ 16,943,233	\$ 16,468,767
CHANGE IN NET POSITION	\$ (124,044)	\$ (532,706)	\$ (5,423)	\$ (729,453)	\$ 966,616	\$ 1,012,830	\$ 942,874	\$ 1,166,085	\$ 1,966,878	\$ (270,802)
NET POSITION: BEGINNING	\$ 25,026,700	\$ 25,559,406	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 24,314,836	\$ 23,371,963	\$ 21,938,990	\$ 19,972,112	\$ 20,242,914
NET POSITION: ENDING	\$ 24,902,656	\$ 25,026,700	\$ 25,559,406	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 24,314,836	\$ 23,105,075	\$ 21,938,990	\$ 19,972,112
Revenue Per Pupil:										
Local	\$ 5,895	\$ 5,658	\$ 5,457	\$ 4,745	\$ 4,833	\$ 4,899	\$ 4,795	\$ 4,491	\$ 4,108	\$ 3,990
State	\$ 4,448	\$ 4,199	\$ 4,167	\$ 4,159	\$ 4,236	\$ 4,713	\$ 5,287	\$ 4,416	\$ 4,153	\$ 4,030
Federal	\$ 783	\$ 784	\$ 936	\$ 1,167	\$ 1,188	\$ 1,201	\$ 693	\$ 728	\$ 692	\$ 710
TOTAL REVENUE PER PUPIL	\$ 11,126	\$ 10,641	\$ 10,561	\$ 10,071	\$ 10,258	\$ 10,813	\$ 10,775	\$ 9,634	\$ 8,953	\$ 8,730
Expense Per Pupil:	\$ 11,182	\$ 10,868	\$ 10,563	\$ 9,834	\$ 9,840	\$ 10,370	\$ 10,361	\$ 9,135	\$ 8,112	\$ 8,845
Net Per Pupil:	\$ (56)	\$ (226)	\$ (2)	\$ 236	\$ 417	\$ 443	\$ 414	\$ 500	\$ 841	\$ (115)
Student Population:	2310	2326	2318	2359	2316	2256	2262	2320	2338	2345

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)

Fiscal Year Ended June 30,	General Fund by Component *					
	Nonspendable	Restricted	Committed	Assigned	Unassigned **	Total
2014	\$ 9,175	\$ -	\$ 1,000,000	\$ 234,679	\$ 2,261,734	\$ 3,505,588
2013	\$ 8,527	\$ -	\$ 1,000,000	\$ 267,577	\$ 2,191,640	\$ 3,467,744
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

Fiscal Year Ended June 30,	All Other Governmental Funds by Component *					
	Nonspendable	Restricted **	Committed	Assigned	Unassigned	Total
2014	\$ 124,172	\$ 4,364,836	\$ 146,727	\$ 269,819	\$ -	\$ 4,905,554
2013	\$ 88,711	\$ 4,220,136	\$ 419,312	\$ 274,978	\$ -	\$ 5,003,137
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

Fiscal Year Ended June 30,	General Fund by Component (2009 and Prior) *		
	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

Fiscal Year Ended June 30,	All Other Governmental Funds by Component (2009 and Prior) *				
	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

* 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

** In FY 2013, due to changes in the Utah Property Tax law, taxes previously receipted into the Non K-12 Fund are now receipted into General Fund. Consequently, \$680,855 of fund balance in the Non K-12 Fund was transferred to the General Fund. The result is a lower fund balance in the 2013 Restricted "All Other Governmental Funds" and a higher amount in the 2013 Unassigned "General Fund" amount.

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,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Revenues:										
Property Taxes	\$ 12,217,680	\$ 11,682,149	\$ 11,384,453	\$ 10,492,141	\$ 9,868,704	\$ 9,606,210	\$ 9,160,033	\$ 9,210,393	\$ 8,664,036	\$ 8,736,730
Earnings on Investments	\$ 93,901	\$ 93,246	\$ 101,096	\$ 77,152	\$ 75,031	\$ 215,553	\$ 466,704	\$ 550,875	\$ 411,367	\$ 231,039
School Food Service Sales	\$ 252,011	\$ 253,484	\$ 276,870	\$ 297,324	\$ 301,473	\$ 298,251	\$ 286,764	\$ 301,851	\$ 271,632	\$ 262,513
Other Local Sources	\$ 1,054,472	\$ 1,130,698	\$ 887,962	\$ 779,836	\$ 948,619	\$ 918,468	\$ 931,931	\$ 355,402	\$ 257,158	\$ 125,200
State Aid	\$ 10,275,508	\$ 9,767,499	\$ 9,658,313	\$ 8,579,789	\$ 9,811,358	\$ 10,632,949	\$ 11,959,416	\$ 10,244,503	\$ 9,709,579	\$ 9,449,940
Federal Aid	\$ 1,808,499	\$ 1,824,678	\$ 2,170,718	\$ 2,243,600	\$ 2,752,358	\$ 2,709,552	\$ 1,568,356	\$ 1,688,037	\$ 1,618,895	\$ 1,665,902
Other Financing Sources							65			
TOTAL REVENUES	\$ 25,702,021	\$ 24,751,754	\$ 24,479,412	\$ 22,469,833	\$ 23,756,983	\$ 24,394,483	\$ 24,373,269	\$ 22,351,061	\$ 20,932,567	\$ 20,471,324
Expenditures:										
Current										
Instructional Services	\$ 14,595,518	\$ 14,359,941	\$ 14,660,787	\$ 14,037,405	\$ 14,427,381	\$ 14,173,687	\$ 13,694,975	\$ 11,917,474	\$ 10,897,454	\$ 11,154,377
Supporting Services:										
Students	\$ 523,400	\$ 510,099	\$ 465,990	\$ 466,005	\$ 428,005	\$ 425,282	\$ 446,529	\$ 440,002	\$ 392,265	\$ 457,717
Instructional Staff	\$ 380,405	\$ 381,800	\$ 364,127	\$ 374,529	\$ 389,327	\$ 359,631	\$ 334,617	\$ 332,410	\$ 318,722	\$ 345,853
District Administration	\$ 747,222	\$ 394,578	\$ 317,064	\$ 312,131	\$ 310,432	\$ 410,728	\$ 311,482	\$ 303,385	\$ 299,726	\$ 239,942
School Administration	\$ 2,005,115	\$ 1,924,525	\$ 1,842,625	\$ 1,700,528	\$ 1,565,442	\$ 1,580,810	\$ 1,527,890	\$ 1,537,092	\$ 1,445,499	\$ 1,466,782
Business	\$ 411,666	\$ 418,421	\$ 418,838	\$ 366,233	\$ 310,354	\$ 299,408	\$ 294,377	\$ 285,208	\$ 237,466	\$ 235,051
Operation and Maintenance of Facilities	\$ 3,260,234	\$ 3,287,749	\$ 2,662,302	\$ 2,484,720	\$ 2,440,689	\$ 2,407,457	\$ 2,321,373	\$ 2,152,877	\$ 1,960,708	\$ 1,395,598
Transportation	\$ 1,162,323	\$ 1,053,391	\$ 1,175,967	\$ 1,090,782	\$ 1,097,013	\$ 1,005,662	\$ 970,051	\$ 901,794	\$ 897,377	\$ 937,731
School Food Service	\$ 1,103,524	\$ 1,099,845	\$ 1,071,789	\$ 1,036,737	\$ 959,816	\$ 934,913	\$ 847,942	\$ 858,672	\$ 827,707	\$ 891,122
Capital Outlay	\$ 1,576,987	\$ 1,522,873	\$ 1,286,443	\$ 1,271,822	\$ 1,313,195	\$ 1,899,859	\$ 2,134,898	\$ 4,283,691	\$ 1,777,996	\$ 3,346,002
Debt Service										
Principal Retirement	\$ -	\$ -	\$ -	\$ -	\$ 279,000	\$ 497,000	\$ 481,000	\$ 465,000	\$ 448,000	\$ 430,000
Interest and Fiscal Charges	\$ -	\$ -	\$ -	\$ -	\$ 10,960	\$ 28,357	\$ 43,749	\$ 60,146	\$ 77,943	\$ 95,489
TOTAL EXPENDITURES	\$ 25,766,394	\$ 24,893,362	\$ 24,265,927	\$ 23,140,892	\$ 23,526,614	\$ 24,020,794	\$ 23,408,883	\$ 23,532,751	\$ 19,375,864	\$ 21,055,594
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (64,373)	\$ (141,608)	\$ 213,485	\$ (671,059)	\$ 230,369	\$ 373,689	\$ 964,386	\$ (1,181,690)	\$ 1,356,803	\$ (584,270)
Other Financing Sources (Uses):										
Bond Proceeds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Increase (Decrease) in Investments	\$ 4,634	\$ (6,652)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sale of Capital Assets	\$ -	\$ 2,550	\$ 3,700	\$ -	\$ -	\$ 13,773	\$ 8,517	\$ 17,137	\$ 9,453	\$ 4,788
Transfers In (Out)	\$ -	\$ -	\$ -	\$ 823	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL OTHER FINANCING SOURCES	\$ 4,634	\$ (4,102)	\$ 3,700	\$ 823	\$ -	\$ 13,773	\$ 8,512	\$ 17,137	\$ 9,453	\$ 4,289
CHANGE IN FUND BALANCES	\$ (59,739)	\$ (145,710)	\$ 217,185	\$ (670,236)	\$ 230,369	\$ 387,462	\$ 972,898	\$ (1,164,553)	\$ 1,366,256	\$ (579,981)
FUND BALANCES: ENDING	\$ 8,470,881	\$ 8,616,591	\$ 8,399,406	\$ 9,069,642	\$ 8,839,273	\$ 8,451,811	\$ 7,478,913 *	\$ 8,376,578	\$ 7,010,322	\$ 7,590,303
Debt Service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	1.27%	2.27%	2.33%	2.60%	2.74%	2.65%

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.

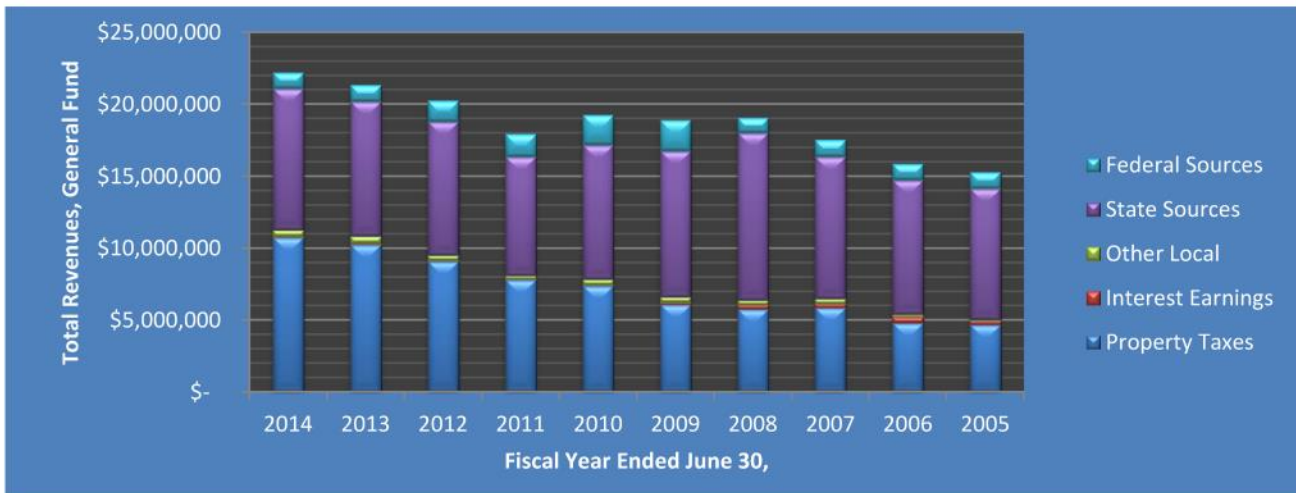
EMERY COUNTY SCHOOL DISTRICT

Revenues by Source General Fund Last Ten Fiscal Years

Year Ended June 30,	Property Taxes	Earnings on Investments	Other Local	State Sources	Federal Sources	Total Revenues
2014	\$ 10,767,633	\$ 52,237	\$ 453,385	\$ 9,824,471	\$ 1,115,227	\$22,212,953
2013	\$ 10,272,711	\$ 52,004	\$ 536,061	\$ 9,338,938	\$ 1,149,881	\$21,349,595
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

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
2014	48.5%	0.2%	2.0%	44.2%	5.0%	100%
2013	48.1%	0.2%	2.5%	43.7%	5.4%	100%
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%



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
2014	\$ 13,691,690	\$ 523,400	\$ 380,405	\$ 747,222	\$ 2,005,115	\$ 411,666	\$ 3,257,922	\$ 1,162,323	\$ 22,179,743
2013	\$ 13,526,611	\$ 510,099	\$ 381,800	\$ 334,578	\$ 1,924,525	\$ 418,421	\$ 3,287,428	\$ 1,053,391	\$ 21,436,853
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

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
2014	61.73%	2.36%	1.72%	3.37%	9.04%	1.86%	14.69%	5.24%	100.00%
2013	63.10%	2.38%	1.78%	1.56%	8.98%	1.95%	15.34%	4.91%	100.00%
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%

Source: District Data

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

Emery School District		2013	2012 *	2011	2010	2009	2008	2007	2006	2005	2004
Calendar Tax Year		2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05
Fiscal Year											
Basic School Levy	(1)	0.001535	0.001651	0.001591	0.001495	0.001433	0.001250	0.001311	0.001515	0.001720	0.001800
Voted Local Levy	(2)	0.001598	0.001611	0.001603	0.001600	0.001600	0.001291	0.001311	0.001333	0.000800	0.000776
Board Local Levy	(3)	0.001821	0.001835	0.000412	0.000411	0.000398	0.000393	0.000403	0.000415	0.000419	0.000420
K-3 Reading Levy				0.000063	0.000063	0.000062	0.000062	0.000063	0.000064	0.000065	0.000065
Transportation Levy				0.000303	0.000302	0.000300	0.000300	0.000300	0.000300	0.000300	0.000153
Tort Liability Levy				0.000022	0.000022	0.000022	0.000022	0.000022	0.000022	0.000022	0.000022
Judgment Levy	(4)	0.000203	0.000000	0.000000	0.000000	0.000000	0.000069	0.000017	0.000000	0.000000	0.000000
Recreation Levy				0.000434	0.000433	0.000430	0.000427	0.000433	0.000440	0.000444	0.000445
Capital Local Levy	(5)	0.000699	0.000704	0.000699	0.000696	0.000691	0.000686	0.000696	0.000708	0.001234	0.001410
10% of Basic Levy				0.000589	0.000587	0.000583	0.000579	0.000588	0.000598	0.000632	0.000634
Debt Service Levy	(6)	0.000000	0.000000	0.000000	0.000000	0.000000	0.000282	0.000323	0.000354	0.000376	0.000345
Total Direct Rates:		0.005856	0.005801	0.005716	0.005609	0.005519	0.005361	0.005467	0.005749	0.006012	0.006070
Overlapping Rates		2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Calendar Tax Year		2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05
Fiscal Year											
Emery County		0.004710	0.004596	0.004577	0.004563	0.004525	0.004545	0.004412	0.004420	0.004416	0.004434
Castle Dale		0.001498	0.001540	0.001531	0.001538	0.001550	0.001624	0.001874	0.001778	0.001811	0.001809
Clawson		0.000501	0.000543	0.000533	0.000530	0.000563	0.000573	0.000631	0.000729	0.000772	0.000822
Cleveland		0.000864	0.000876	0.000874	0.000873	0.000905	0.000919	0.001085	0.001241	0.001257	0.001276
Elmo		0.002106	0.002230	0.002222	0.002232	0.002296	0.002519	0.001730	0.002054	0.002069	0.002145
Emery		0.001833	0.001822	0.001812	0.001831	0.001902	0.001736	0.001836	0.002047	0.002397	0.002407
Ferron		0.001520	0.001510	0.001515	0.001507	0.001532	0.001521	0.001817	0.002104	0.002283	0.002284
Green River		0.004428	0.004452	0.004466	0.004415	0.003873	0.000000	0.000000	0.000000	0.000000	0.000000
Huntington		0.001319	0.001308	0.001310	0.001314	0.001341	0.001332	0.001552	0.001717	0.001858	0.001872
Orangeville		0.001639	0.001639	0.001640	0.001607	0.001638	0.001635	0.001893	0.002164	0.002169	0.002188
Water Conservancy		0.000403	0.000391	0.000387	0.000388	0.000387	0.000390	0.000391	0.000396	0.000399	0.000400
Special Service		0.002271	0.002408	0.002636	0.002539	0.002142	0.001968	0.002091	0.002210	0.002265	0.002359

Limitations per Utah State Statute:

- (1) Rate Established Annually by the Utah State Legislature and the Utah State Tax Commission
- (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 0.002500
- (4) Sufficient to Recover Property Taxes Repaid on Approved Tax Appeals
- (5) Maximum Rate is 0.002400
- (6) No Maximum Rate, But Must Have Votor Approval for General Obligation Bonds Issued

* Tax rates were consolidated by Utah law for the 2012 tax year. The K-3 Reading, Transportation, Tort Liability, Recreation, and 10% of Basic levies were rolled into the Board Local Levy.

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
2013	0.005856	\$ 2,019,840,487	\$ 11,828,186	\$ 11,678,157	98.73%
2012	0.005801	\$ 1,962,617,695	\$ 11,385,145	\$ 11,172,790	98.13%
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%

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)
2013	\$ 130,105	1.10%	\$ 11,808,262	99.83%	\$ 328,314
2012	\$ 156,668	1.38%	\$ 11,329,458	99.51%	\$ 327,106
2011	\$ 417,237	3.82%	\$ 10,916,678	99.87%	\$ 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

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

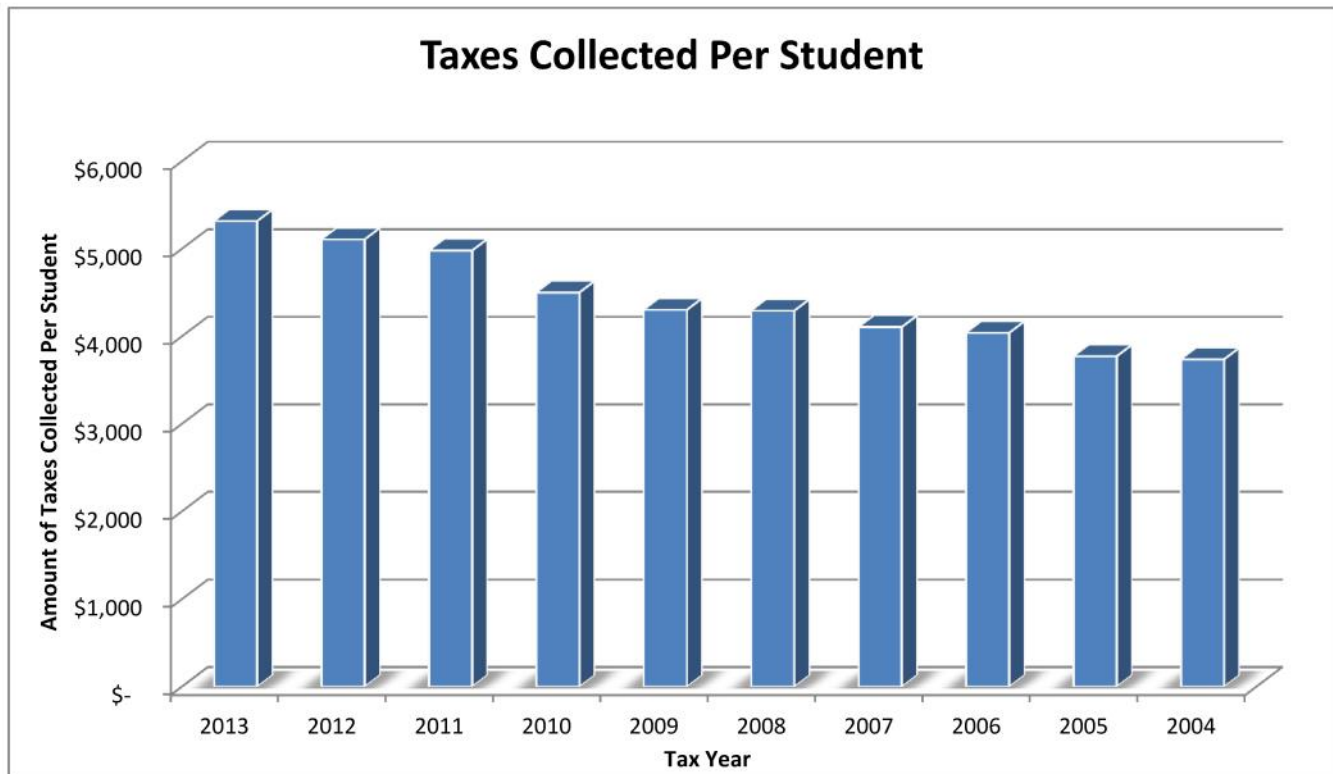
Calendar Tax Year	Locally Assessed							Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value *	Assessed Value as a Percentage of Actual Value
	Centrally Assessed Property	Real Property: Primary Residential	Real Property: Secondary Residential	Real Property: Commercial & Industrial	Real Property: Agricultural	Personal					
2013	\$ 1,703,534,951	\$ 197,306,692	\$ 16,441,693	\$ 75,815,606	\$ 2,355,178	\$ 24,386,367	\$ 2,019,840,487	0.005856	\$ 2,181,273,235	92.60%	
2012	\$ 1,648,037,536	\$ 192,275,355	\$ 16,654,890	\$ 76,297,062	\$ 1,838,980	\$ 27,513,872	\$ 1,962,617,695	0.005801	\$ 2,119,933,895	92.58%	
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%	

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
2014	2013	\$ 2,019,840,487	\$ 12,217,630	2298.23	\$ 878,868	\$ 5,316
2013	2012	\$ 1,962,617,695	\$ 11,682,149	2288.10	\$ 857,750	\$ 5,106
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



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

Taxpayer	Type of Business	2013 Tax Year		2004 Tax Year	
		Percent of the District's		Percent of the District's	
		Taxable Value	Taxable Value	Taxable Value	Taxable Value
Pacificorp (Utah Power)	Power	\$ 1,429,420,160	70.77%	\$ 824,653,026	60.06%
Deseret Generation and Transmission	Power	\$ 58,456,581	2.89%	\$ 51,232,281	3.73%
Castle Valley Mining, LLC	Coal	\$ 46,968,795	2.33%		
Union Pacific Railroad Co.	Railroad	\$ 29,526,692	1.46%		
UAMPS	Power	\$ 24,827,800	1.23%	\$ 18,083,340	1.32%
Conocophillips Company	Oil and Gas	\$ 22,722,656	1.12%	\$ 34,410,525	2.51%
XTO Energy, Inc.	Oil and Gas	\$ 19,412,223	0.96%		
Provo City Power	Power	\$ 14,589,600	0.72%	\$ 10,516,300	0.77%
Consolidation Coal	Coal	\$ 13,671,252	0.68%		
Anadarko Petroleum Corp.	Oil and Gas	\$ 9,877,806	0.49%	\$ 23,237,793	1.69%
Canyon Fuel, LLC (Skyline)				\$ 40,879,211	2.98%
Genwal Resources, Inc.				\$ 20,269,197	1.48%
Chevron, USA				\$ 19,029,158	1.39%
Co-Op Mining				\$ 13,493,966	0.98%
Total		\$ 1,669,473,565	82.65%	\$ 1,055,804,797	76.90%

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
2014	\$ -	\$ -	\$ -	\$ 2,019,840,487	0.000%	\$ 2,181,273,235	0.000%
2013	\$ -	\$ -	\$ -	\$ 1,962,617,695	0.000%	\$ 2,119,933,895	0.000%
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%

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
2014	\$ -	Not Available	0.00%	10749	\$ -	2298.23	\$ -
2013	\$ -	\$ 295,907,000	0.00%	10911	\$ -	2288.10	\$ -
2012	\$ -	\$ 359,087,000	0.00%	10948	\$ -	2286.69	\$ -
2011	\$ -	\$ 306,330,000	0.00%	10972	\$ -	2331.62	\$ -
2010	\$ -	\$ 282,853,000	0.00%	11018	\$ -	2294.03	\$ -
2009	\$ 279,000	\$ 275,246,000	-0.02%	10848	\$ 26	2238.79	\$ 125
2008	\$ 776,000	\$ 266,410,000	0.16%	10610	\$ 73	2231.62	\$ 348
2007	\$ 1,257,000	\$ 261,350,000	0.36%	10461	\$ 120	2280.55	\$ 551
2006	\$ 1,722,000	\$ 240,985,000	0.61%	10438	\$ 165	2297.89	\$ 749
2005	\$ 2,170,000	\$ 227,899,000	0.85%	10491	\$ 207	2339.14	\$ 928

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
2014	\$ 2,019,840,487	\$ 21,844,160	\$ 2,041,684,647	\$ 81,667,386	\$ -	\$ 81,667,386	0.00%
2013	\$ 1,962,617,695	\$ 22,069,000	\$ 1,984,686,695	\$ 79,387,468	\$ -	\$ 79,387,468	0.00%
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%

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, 2014

Taxing Entity	2013 Taxable Value (1)	District's Estimated Portion of Taxable Value (1)	Estimated District Percentage	Entity's General Obligation Debt (1) (2)	District's Estimated Portion of Debt
Overlapping:					
State of Utah	\$ 198,622,863,690	\$ 2,019,840,487	1.02%	\$ 3,283,606,000	\$ 33,391,727
Total Overlapping					<u>\$ 33,391,727</u>
Underlying:					
Emery County	\$ 2,019,840,487	\$ 2,019,840,487	100.00%	\$ 3,500,000	\$ 3,500,000
Castle Dale City	\$ 50,796,531	\$ 50,796,531	100.00%	\$ -	\$ -
Clawson Town	\$ 4,485,946	\$ 4,485,946	100.00%	\$ -	\$ -
Cleveland Town	\$ 13,551,081	\$ 13,551,081	100.00%	\$ -	\$ -
Elmo Town	\$ 8,453,765	\$ 8,453,765	100.00%	\$ -	\$ -
Emery Town	\$ 8,267,340	\$ 8,267,340	100.00%	\$ -	\$ -
Ferron City	\$ 40,901,967	\$ 40,901,967	100.00%	\$ -	\$ -
Green River City	\$ 45,322,382	\$ 45,322,382	100.00%	\$ -	\$ -
Huntington City	\$ 56,648,100	\$ 56,648,100	100.00%	\$ -	\$ -
Orangeville City	\$ 33,635,427	\$ 33,635,427	100.00%	\$ -	\$ -
Emery W.C.D.	\$ 1,963,901,183	\$ 1,963,901,183	100.00%	\$ -	\$ -
Castle Valley S.S.D.	\$ 1,559,991,856	\$ 1,559,991,856	100.00%	\$ 6,966,296	\$ 6,966,296
Emery County S.S.D.	\$ 413,205,476	\$ 413,205,476	100.00%	\$ -	\$ -
Emery Recreation S.S.D.	\$ 2,019,840,487	\$ 2,019,840,487	100.00%	\$ -	\$ -
Emery Fire S.S.D.	\$ 2,019,840,487	\$ 2,019,840,487	100.00%	\$ -	\$ -
Total Underlying					<u>\$ 10,466,296</u>
Total Overlapping and Underlying General Obligation Debt					<u>\$ 43,858,023</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					\$ 10,466,296
Total Direct General Obligation Bonded Indebtedness					\$ -
Total Direct and Underlying General Obligation Debt					<u>\$ 10,466,296</u>
Total Overlapping and Underlying General Obligation Debt (Excluding the State) *					\$ 10,466,296
Total Direct General Obligation Bonded Indebtedness					\$ -
Total Direct, Overlapping, and Underlying General Obligation Debt (Excluding the State) *					<u>\$ 10,466,296</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) Individual Entity Annual Financial Reports, Utah State Auditor's Office

EMERY COUNTY SCHOOL DISTRICT
Schedule of Long-Term Debt Service
As of June 30, 2014

Summary of Long-Term Debt

As of June 30, 2014, 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
2014	\$ -	\$ -	\$ -	\$ 22,179,743	0.00%
2013	\$ -	\$ -	\$ -	\$ 21,436,853	0.00%
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%

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, 2013 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)
2013	4713	4430	283	6.0%	3427	\$ 3,598
2012	4658	4300	358	7.7%	3362	\$ 3,639
2011	4995	4617	378	7.6%	3636	\$ 4,941
2010	5283	4885	398	7.5%	3781	\$ 3,848
2009	5314	4915	399	7.5%	3697	\$ 3,605
2008	5073	4892	181	3.6%	3788	\$ 3,317
2007	5155	4981	174	3.4%	3905	\$ 3,310
2006	5259	5076	183	3.5%	3937	\$ 3,302
2005	5155	4889	266	5.2%	3801	\$ 3,087
2004	5166	4808	358	6.9%	3739	\$ 2,883

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 (3)	Mean Household Income from IRS Returns (4)
2013	10749	Not Available	Not Available	Not Available	Not Available	Not Available
2012	10911	\$ 295,907,000	\$ 185,650,000	\$ 27,065	\$ 16,981	\$ 48,131
2011	10948	\$ 359,087,000	\$ 252,361,000	\$ 32,751	\$ 23,017	\$ 44,744
2010	10972	\$ 306,330,000	\$ 203,389,000	\$ 27,904	\$ 18,527	\$ 46,158
2009	10848	\$ 282,853,000	\$ 185,330,000	\$ 25,959	\$ 17,009	\$ 44,071
2008	10610	\$ 275,246,000	\$ 183,711,000	\$ 25,628	\$ 17,105	\$ 43,948
2007	10461	\$ 266,410,000	\$ 183,869,000	\$ 25,214	\$ 17,402	\$ 40,905
2006	10438	\$ 261,350,000	\$ 186,498,000	\$ 25,022	\$ 17,855	\$ 41,105
2005	10491	\$ 240,985,000	\$ 166,704,000	\$ 23,015	\$ 15,921	\$ 39,670
2004	10600	\$ 227,899,000	\$ 156,759,000	\$ 21,788	\$ 14,987	\$ 36,182

Sources:

(1) Utah Department of Workforce Services: <http://jobs.utah.gov/wi/pubs/eprofile/>

(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/regional/index.htm> CA30 Regional Economic Profiles

(4) Utah State Tax Commission: <http://tax.utah.gov/econstats/income/fed-returns-2000>

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	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<i>Trades & Utilities</i>	915	940	938	930	950	973	992	1044	1048	1009
<i>Government</i>	935	893	913	919	912	893	865	862	860	890
<i>Mining</i>	492	434	456	554	556	678	788	853	826	701
<i>Construction</i>	357	354	454	481	471	425	365	338	266	314
<i>Leisure & Hospitality</i>	258	255	248	256	265	289	269	279	286	280
<i>Other Services</i>	139	139	145	136	137	131	162	155	157	152
<i>Information</i>	88	101	122	125	127	125	138	132	139	152
<i>Professional & Business</i>	95	100	211	224	102	105	180	141	83	87
<i>Health & Social Services</i>	78	74	76	72	79	73	67	58	58	65
<i>Financial Activities</i>	50	51	53	64	74	70	60	58	56	60
<i>Manufacturing</i>	20	21	20	20	24	26	19	17	22	29
TOTAL	3427	3362	3636	3781	3697	3788	3905	3937	3801	3739

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)
2013	\$ 127,727,564	\$ 3,826,600	10	\$ 1,295,700	\$ 731,500
2012	\$ 141,948,911	\$ 6,460,400	23	\$ 3,829,800	\$ 1,483,100
2011	\$ 178,413,145	\$ 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

Sources:

(1) Utah Department of Workforce Services: <http://jobs.utah.gov/wi/pubs/eprofile/>

(2) Utah State Tax Commission: <http://tax.utah.gov/econstats>

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

EMERY COUNTY SCHOOL DISTRICT

Principal Employers

Current Year and Six Years Prior *

As of December 31, 2013 As of December 31, 2007

Employer	Approximate Number of Employees	Approximate Percent of Total Employment	Employer	Approximate Number of Employees	Approximate Percent of Total Employment
<i>Emery County School District</i>	250-499	8.47%	<i>PacifiCorp</i>	250-499	7.53%
<i>PacifiCorp</i>	250-499	8.47%	<i>Energy West Mining Company</i>	250-499	7.53%
<i>Energy West Mining Company</i>	250-499	8.47%	<i>Emery County School District</i>	250-499	7.53%
<i>Nielson Construction</i>	250-499	8.47%	<i>Nielson Construction</i>	250-499	7.53%
<i>Emery County</i>	100-249	3.95%	<i>Consolidated Coal</i>	100-249	3.51%
<i>Castle Valley Mining, LLC</i>	100-249	3.95%	<i>Emery Telcom</i>	100-249	3.51%
<i>Billings Distribution, Inc.</i>	50-99	1.69%	<i>C.W. Mining</i>	100-249	3.51%
<i>Emery Telcom</i>	50-99	1.69%	<i>Emery County</i>	100-249	3.51%
<i>West Winds Restaurant</i>	50-99	1.69%	<i>Billings Distribution</i>	50-99	1.51%
<i>Emery County Care & Rehab</i>	50-99	1.69%	<i>State of Utah</i>	50-99	1.51%
<i>State of Utah</i>	50-99	1.69%	<i>Power Source Services</i>	50-99	1.51%
<i>United States Government</i>	50-99	1.69%	<i>Emery County Nursing Home</i>	50-99	1.51%
		51.92%	<i>Genwal Resources</i>	50-99	1.51%
					51.70%

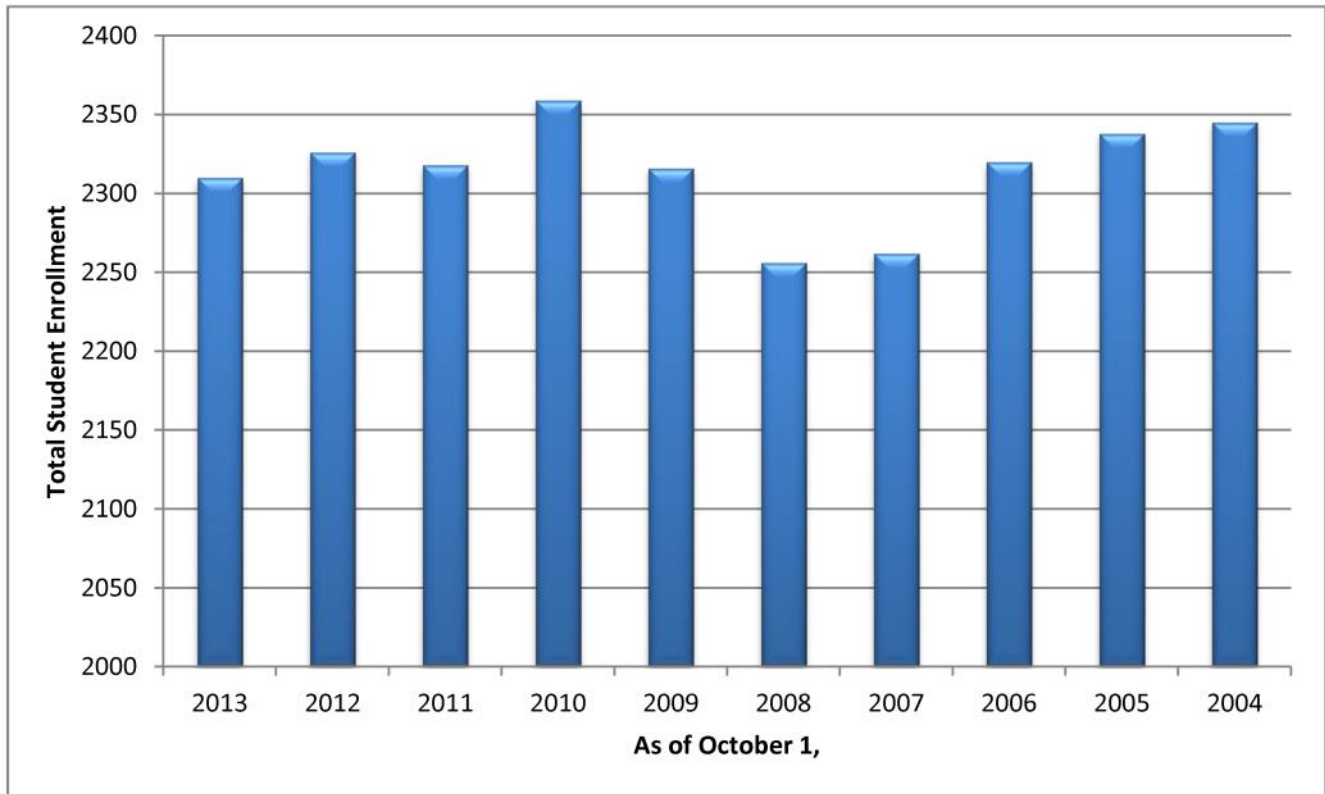
The middle of the identified range is used to calculate the percent of total employment.

* 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/wi/pubs/eprofile/emery/majoremployers.html>

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
2013	2310	2326	-0.69%	2345	-1.49%
2012	2326	2318	0.34%	2434	-4.44%
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%



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 2004-2013	% Change 2004-2013
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004		
Book Cliff Elementary	125	125	139	137	144	137	116	117	122	144	-19	-13.19%
Castle Dale Elementary	220	216	210	207	189	183	176	170	158	161	59	36.65%
Cleveland Elementary	218	201	195	195	187	170	149	151	132	138	80	57.97%
Cottonwood Elementary	161	170	144	171	185	192	183	182	194	203	-42	-20.69%
Ferron Elementary	254	250	290	284	278	271	271	231	227	199	55	27.64%
Huntington Elementary	351	364	342	338	320	331	356	365	354	346	5	1.45%
Canyon View Jr High	195	194	217	211	207	172	181	213	224	235	-40	-17.02%
San Rafael Jr High	260	259	265	250	240	219	239	254	274	304	-44	-14.47%
Green River High	102	116	118	128	119	112	110	120	127	114	-12	-10.53%
Emery High	424	431	398	438	447	469	481	517	526	522	-98	-18.77%
Total	2,310	2,326	2,318	2,359	2,316	2,256	2,262	2,320	2,338	2,366	-56	-2.37%

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,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
ELEMENTARY SCHOOLS										
Huntington	350.80	354.59	339.44	334.08	323.29	323.77	342.34	367.74	351.75	345.53
Ferron	256.47	249.27	281.43	278.43	274.63	270.69	267.83	231.32	227.57	204.37
Castle Dale	224.27	220.27	203.21	209.26	191.54	188.57	180.12	171.68	157.81	161.31
Cleveland	214.46	202.26	196.57	191.30	187.51	172.03	148.06	146.27	127.93	136.61
Cottonwood	160.17	163.91	145.94	165.45	182.17	190.00	183.18	180.11	190.10	203.50
Book Cliff	122.81	124.17	135.54	136.18	142.97	138.07	116.14	116.08	121.61	138.58
Total Elementary Schools	1328.98	1314.47	1302.13	1314.70	1302.11	1283.13	1237.67	1213.20	1176.77	1189.90
JUNIOR HIGH SCHOOLS										
San Rafael	256.26	257.52	261.41	251.46	240.40	219.96	238.37	251.05	269.28	305.30
Canyon View	197.04	193.80	216.37	211.84	207.17	173.19	177.96	204.93	221.78	237.02
Total Junior High Schools	453.30	451.32	477.78	463.30	447.57	393.15	416.33	455.98	491.06	542.32
HIGH SCHOOLS										
Emery	416.81	411.99	389.79	425.66	430.84	454.43	465.45	494.67	507.23	496.73
Green River	99.14	110.32	116.99	127.96	113.51	108.08	112.18	116.68	122.81	110.19
Total High Schools	515.95	522.31	506.78	553.62	544.35	562.51	577.63	611.35	630.04	606.92
TOTAL	2298.23	2288.10	2286.69	2331.62	2294.03	2238.79	2231.63	2280.53	2297.87	2339.14

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,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
ELEMENTARY SCHOOLS										
<i>Kindergarten</i>	189.12	194.29	191.83	183.49	187.96	199.73	185.92	180.85	159.01	165.29
<i>Grade 1</i>	182.93	189.82	177.89	186.20	203.03	178.67	190.16	172.41	171.11	195.07
<i>Grade 2</i>	186.59	169.98	175.68	201.83	188.97	180.13	170.71	170.59	194.22	184.30
<i>Grade 3</i>	177.67	170.67	196.49	187.11	172.34	171.66	172.05	181.12	186.11	134.13
<i>Grade 4</i>	183.36	199.53	179.28	174.20	169.79	170.18	174.79	181.85	138.89	172.67
<i>Grade 5</i>	196.34	174.29	176.20	175.21	176.74	175.01	181.87	143.44	165.21	140.28
<i>Grade 6</i>	176.97	175.23	171.41	175.07	174.78	186.27	141.16	159.35	142.16	183.62
Total Elementary Schools	<u>1292.98</u>	<u>1273.81</u>	<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>
JUNIOR HIGH SCHOOLS										
<i>Grade 7</i>	174.59	159.17	169.66	186.70	190.23	142.01	154.34	141.51	179.12	207.66
<i>Grade 8</i>	153.10	168.64	184.51	185.15	150.04	156.91	134.26	180.04	200.89	174.08
<i>Grade 9</i>	162.97	174.02	182.45	151.32	164.54	138.26	184.53	190.48	177.42	212.15
Total Junior High Schools	<u>490.66</u>	<u>501.83</u>	<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>
HIGH SCHOOLS										
<i>Grade 10</i>	156.75	169.19	145.23	169.12	142.68	176.86	175.52	174.19	211.60	189.47
<i>Grade 11</i>	161.19	139.71	156.06	143.39	178.36	181.93	164.67	202.51	181.98	195.03
<i>Grade 12</i>	126.86	146.61	132.90	163.82	154.25	147.11	173.58	170.38	164.50	164.86
Total High Schools	<u>444.80</u>	<u>455.51</u>	<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>
SELF CONTAINED	69.79	56.95	47.10	49.01	40.33	34.08	28.07	31.82	25.66	20.53
TOTAL	<u>2298.23</u>	<u>2288.10</u>	<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>

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,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
TEACHERS										
Castle Dale Elementary	11.00	10.00	11.00	11.00	9.50	9.50	8.50	8.00	7.50	8.50
Cleveland Elementary	11.00	11.50	10.00	10.00	9.50	9.50	7.50	6.50	6.50	7.50
Ferron Elementary	14.50	16.50	15.50	15.50	16.00	15.50	14.00	12.00	12.00	12.50
Book Cliff Elementary	8.50	8.00	8.00	8.50	9.50	8.50	8.50	8.00	8.00	8.00
Huntington Elementary	20.79	20.79	18.79	18.64	18.64	20.64	20.14	19.64	19.64	20.07
Cottonwood Elementary	9.36	8.36	8.50	9.50	8.50	9.21	8.50	10.00	10.00	11.00
Canyon View Junior High	13.50	13.50	13.16	12.16	12.37	13.57	13.57	14.00	14.00	14.00
San Rafael Junior High	13.83	13.83	13.33	12.49	13.16	14.16	13.93	13.93	14.51	16.07
Green River High	9.16	8.82	8.50	8.50	8.50	9.00	9.00	9.00	9.00	9.00
Emery High	23.32	23.50	23.82	24.15	22.50	24.98	24.21	23.39	23.39	26.45
TOTAL TEACHERS	134.96	134.80	130.60	130.44	128.17	134.56	127.85	124.46	124.54	133.09
CLASSIFIED STAFF										
Educational Assistants	49.44	47.58	49.58	47.46	46.07	46.66	43.69	41.25	37.56	39.53
Secretaries	12.88	12.88	12.88	12.88	12.88	13.38	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	21.50	21.50	22.50	22.00	21.00	23.00	23.00	23.00	23.00	23.50
Maintenance	11.00	11.00	11.00	11.00	10.75	11.75	10.75	9.60	10.60	10.40
Transportation	12.04	12.09	11.51	11.42	10.97	10.23	10.96	10.62	10.62	11.91
Child Nutrition	14.75	14.13	15.38	15.25	13.13	13.00	12.51	15.28	14.59	14.60
TOTAL CLASSIFIED STAFF	123.61	121.18	124.85	122.01	116.80	120.02	114.23	113.07	109.69	113.26
ADMINISTRATION										
Principals	10.00	10.00	10.00	10.00	9.50	9.50	9.70	9.70	9.70	9.70
District Office	5.00	5.00	5.00	5.00	5.50	5.50	5.50	5.50	5.50	5.50
TOTAL ADMINISTRATION	15.00	15.00	15.00	15.00	15.00	15.00	15.20	15.20	15.20	15.20
TOTAL STAFFING FTE'S	273.57	270.98	270.45	267.45	259.97	269.58	257.28	252.73	249.43	261.55

PERCENTAGES	Fiscal Year Ended June 30,									
	2013	2013	2012	2011	2010	2009	2008	2007	2006	2005
TEACHERS										
Castle Dale Elementary	4.02%	3.69%	4.07%	4.11%	3.65%	3.52%	3.30%	3.17%	3.01%	3.25%
Cleveland Elementary	4.02%	4.24%	3.70%	3.74%	3.65%	3.52%	2.92%	2.57%	2.61%	2.87%
Ferron Elementary	5.30%	6.09%	5.73%	5.80%	6.15%	5.75%	5.44%	4.75%	4.81%	4.78%
Book Cliff Elementary	3.11%	2.95%	2.96%	3.18%	3.65%	3.15%	3.30%	3.17%	3.21%	3.06%
Huntington Elementary	7.60%	7.67%	6.95%	6.97%	7.17%	7.66%	7.83%	7.77%	7.87%	7.67%
Cottonwood Elementary	3.42%	3.09%	3.14%	3.55%	3.27%	3.42%	3.30%	3.96%	4.01%	4.21%
Canyon View Junior High	4.93%	4.98%	4.87%	4.55%	4.76%	5.03%	5.27%	5.54%	5.61%	5.35%
San Rafael Junior High	5.06%	5.10%	4.93%	4.67%	5.06%	5.25%	5.41%	5.51%	5.82%	6.14%
Green River High	3.35%	3.25%	3.14%	3.18%	3.27%	3.34%	3.50%	3.56%	3.61%	3.44%
Emery High	8.52%	8.67%	8.81%	9.03%	8.65%	9.27%	9.41%	9.25%	9.38%	10.11%
TOTAL TEACHERS	49.33%	49.75%	48.29%	48.77%	49.30%	49.91%	49.69%	49.25%	49.93%	50.89%
CLASSIFIED STAFF										
Educational Assistants	18.07%	17.56%	18.33%	17.75%	17.72%	17.31%	16.98%	16.32%	15.06%	15.11%
Secretaries	4.71%	4.75%	4.76%	4.82%	4.95%	4.96%	4.40%	4.48%	4.54%	4.33%
Business Office	0.73%	0.74%	0.74%	0.75%	0.77%	0.74%	0.78%	0.79%	0.80%	0.76%
Custodians	7.86%	7.93%	8.32%	8.23%	8.08%	8.53%	8.94%	9.10%	9.22%	8.98%
Maintenance	4.02%	4.06%	4.07%	4.11%	4.14%	4.36%	4.18%	3.80%	4.25%	3.98%
Transportation	4.40%	4.46%	4.26%	4.27%	4.22%	3.79%	4.26%	4.20%	4.26%	4.55%
Child Nutrition	5.39%	5.21%	5.69%	5.70%	5.05%	4.82%	4.86%	6.05%	5.85%	5.58%
TOTAL CLASSIFIED	45.18%	44.72%	46.16%	45.62%	44.93%	44.52%	44.40%	44.74%	43.98%	43.30%
ADMINISTRATION										
Principals	3.66%	3.69%	3.70%	3.74%	3.65%	3.52%	3.77%	3.84%	3.89%	3.71%
District Office	1.83%	1.85%	1.85%	1.87%	2.12%	2.04%	2.14%	2.18%	2.21%	2.10%
TOTAL ADMINISTRATION	5.48%	5.54%	5.55%	5.61%	5.77%	5.56%	5.91%	6.01%	6.09%	5.81%

Source: District Data

EMERY COUNTY SCHOOL DISTRICT
School Food Service: Facts and Figures
Last Ten Fiscal Years

Fiscal Year Ended June 30,

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
SCHOOLS PARTICIPATING IN:										
<i>Lunch</i>	10	10	10	10	10	10	10	10	10	10
<i>Breakfast</i>	10	10	10	10	10	9	9	9	9	9
STUDENT LUNCHES SERVED:										
<i>Free</i>	94,799	100,592	102,971	100,782	93,449	78,738	80,188	77,154	85,523	96,111
<i>Reduced</i>	39,652	40,405	43,830	43,993	50,490	49,109	47,902	53,581	52,112	54,487
<i>Fully Paid</i>	102,060	95,631	108,707	114,511	114,034	118,811	117,487	118,858	118,318	114,451
Total	<u>236,511</u>	<u>236,628</u>	<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>
ADULT LUNCHES SERVED:	3,757	4,699	4,602	4,766	4,296	4,100	3,225	4,084	3,822	4,488
STUDENT BREAKFASTS SERVED:										
<i>Free</i>	54,908	58,074	64,961	59,744	56,040	45,332	47,438	48,154	48,363	51,284
<i>Reduced</i>	12,175	13,164	17,082	14,247	19,408	19,295	19,383	20,197	17,577	15,155
<i>Fully Paid</i>	15,384	11,615	18,870	18,750	18,042	22,586	23,090	19,323	15,665	12,200
Total	<u>82,467</u>	<u>82,853</u>	<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>
ADULT BREAKFASTS SERVED:	188	167	54	91	192	111	80	34	37	17
NUMBER OF SERVING DAYS:	173	173	173	173	173	173	173	173	173	173
AVERAGE DAILY PARTICIPATION										
<i>Student Lunch</i>	1,367	1,368	1,477	1,499	1,491	1,426	1,420	1,443	1,479	1,532
<i>Adult Lunch</i>	22	27	27	28	25	24	19	24	22	26
<i>Student Breakfast</i>	477	479	583	536	540	504	520	507	472	455
<i>Adult Breakfast</i>	1.1	1.0	0.3	0.5	1.1	0.6	0.5	0.2	0.2	0.1
	<u>1,866</u>	<u>1,874</u>	<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>
AVG DAILY MEMBERSHIP	2,109	2,094	2,095	2,148	2,106	2,039	2,046	2,100	2,139	2,174
PERCENTAGE OF STUDENTS EATING SCHOOL LUNCH	64.82%	65.32%	70.50%	69.77%	70.81%	69.92%	69.38%	68.70%	69.17%	70.47%
STUDENTS ON FREE LUNCH	800	832	823	780	719	656	679	609	656	743
STUDENTS ON REDUCED LUNCH	334	345	345	346	400	375	445	429	403	407
PERCENTAGE OF STUDENTS ON:										
<i>Free Lunch</i>	37.93%	39.73%	39.28%	36.31%	34.14%	32.17%	33.19%	29.00%	30.67%	34.18%
<i>Reduced Lunch</i>	15.84%	16.48%	16.47%	16.11%	18.99%	18.39%	21.75%	20.43%	18.84%	18.72%
Total	<u>53.77%</u>	<u>56.21%</u>	<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>
SUMMER FOOD SERVICE PROGRAM:										
<i>Child (0-18) Lunches Served:</i>	12,017	11,262	11,850	12,768	11,847	6,709	n/a	n/a	n/a	n/a

* Includes lunches served during July 2013 and June 2014 summer lunch. Lunches served in July 2014 will be reported in 2015.

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Capital Asset Information

June 30, 2014

	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, 2014

Type	Expiration Date	Details of Coverage	Limits	Annual Premium
Property, Fidelity & Boiler	Until Cancelled	\$1,000 Deductible	\$1,000,000 for Employees	\$ 115,293
Worker's Compensation	Until Cancelled		Lost Wages	\$ 108,074
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	\$ 19,460
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	\$ 5,350
Total Cost of Insurance in Force				\$ 249,120
Self-Inspection Liability Credit				\$ 2,530
Self-Inspection Property Credit				\$ 14,988
Total Credits				\$ 17,518
Net Cost of Insurance in Force				\$ 231,602

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Licensed Employee Salary Schedule

2014 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
2014	\$ 33,550	\$ 61,700	\$ 48,944	\$ 45,698	7.10%
2013	\$ 33,550	\$ 61,700	\$ 48,768	\$ 45,543	7.08%
2012	\$ 33,550	\$ 61,700	\$ 49,178	\$ 45,432	8.25%
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%

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

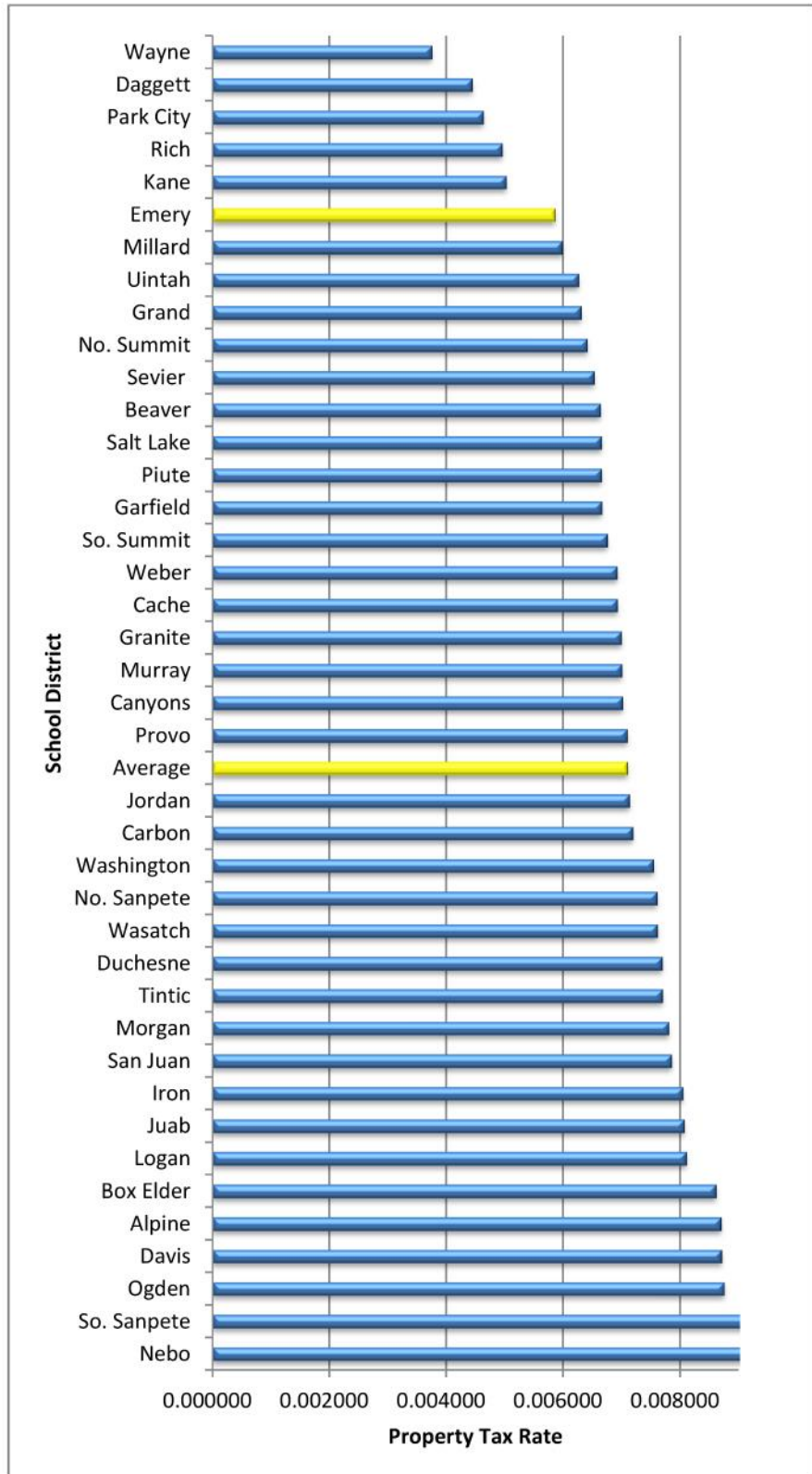
Fiscal Year Ended June 30,

FUNCTION	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
	2310	2326	2318	2359	2316	2256	2262	2320	2338	2345
Student Enrollment	\$ 5,927	\$ 5,815	\$ 5,615	\$ 5,278	\$ 5,556	\$ 5,580	\$ 5,380	\$ 4,759	\$ 4,287	\$ 4,397
Instruction	\$ 227	\$ 219	\$ 201	\$ 198	\$ 185	\$ 189	\$ 197	\$ 190	\$ 168	\$ 195
Supporting Services:										
Students	\$ 165	\$ 164	\$ 157	\$ 159	\$ 168	\$ 159	\$ 148	\$ 143	\$ 136	\$ 147
Instructional Staff	\$ 323	\$ 144	\$ 137	\$ 132	\$ 134	\$ 182	\$ 138	\$ 131	\$ 128	\$ 128
District Administration	\$ 868	\$ 827	\$ 795	\$ 721	\$ 676	\$ 701	\$ 675	\$ 663	\$ 618	\$ 625
School Administration	\$ 178	\$ 180	\$ 181	\$ 155	\$ 134	\$ 133	\$ 130	\$ 123	\$ 102	\$ 100
Business	\$ 1,410	\$ 1,413	\$ 1,148	\$ 1,053	\$ 1,053	\$ 1,066	\$ 1,025	\$ 927	\$ 838	\$ 595
Operation & Maintenance	\$ 503	\$ 453	\$ 507	\$ 462	\$ 474	\$ 446	\$ 429	\$ 389	\$ 384	\$ 400
Student Transportation	\$ 9,602	\$ 9,216	\$ 8,741	\$ 8,159	\$ 8,380	\$ 8,456	\$ 8,122	\$ 7,324	\$ 6,661	\$ 6,588
TOTAL										
PERCENTAGES	2012	2012	2012	2011	2010	2009	2008	2007	2006	2005
Instruction	61.73%	63.10%	64.24%	64.70%	66.30%	65.99%	66.23%	64.98%	64.36%	66.75%
Supporting Services:										
Students	2.36%	2.38%	2.30%	2.42%	2.21%	2.23%	2.43%	2.59%	2.52%	2.96%
Instructional Staff	1.72%	1.78%	1.80%	1.95%	2.01%	1.89%	1.82%	1.96%	2.05%	2.24%
District Administration	3.37%	1.56%	1.56%	1.62%	1.60%	2.15%	1.70%	1.79%	1.92%	1.94%
School Administration	9.04%	8.98%	9.09%	8.84%	8.07%	8.29%	8.32%	9.05%	9.28%	9.49%
Business	1.86%	1.95%	2.07%	1.90%	1.60%	1.57%	1.60%	1.68%	1.52%	1.52%
Operation & Maintenance	14.69%	15.34%	13.13%	12.91%	12.57%	12.61%	12.62%	12.66%	12.58%	9.02%
Student Transportation	5.24%	4.91%	5.80%	5.67%	5.65%	5.27%	5.28%	5.31%	5.76%	6.07%
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
2013 Tax (Calendar) Year

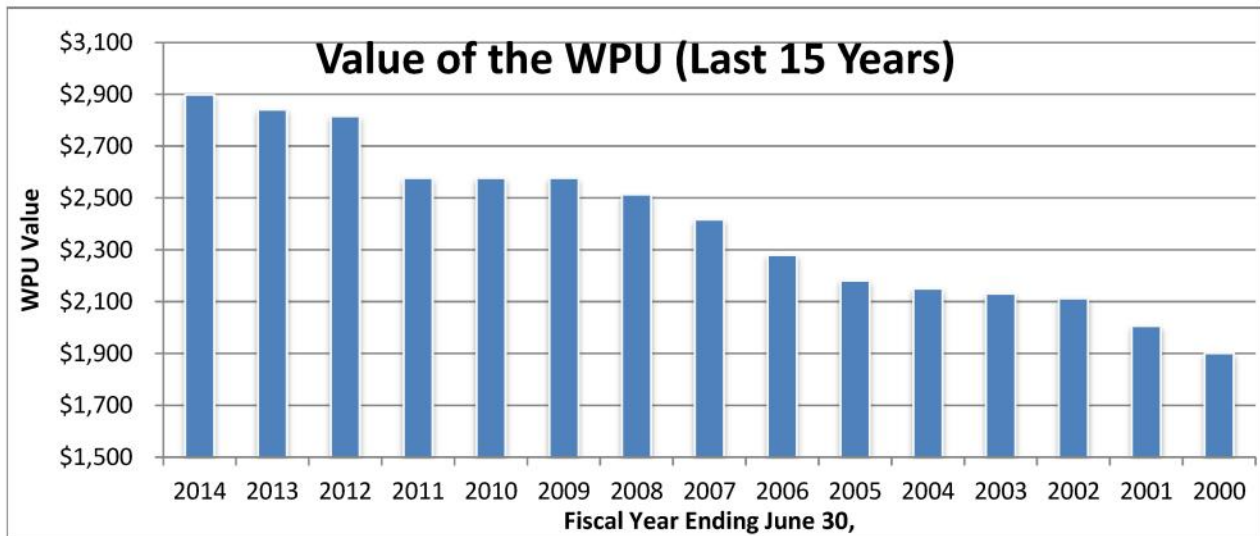
<i>District</i>	<i>Total Tax Rate</i>
Tooele	0.009593
Nebo	0.009526
So. Sanpete	0.009325
Ogden	0.008754
Davis	0.008710
Alpine	0.008699
Box Elder	0.008614
Logan	0.008108
Juab	0.008070
Iron	0.008042
San Juan	0.007851
Morgan	0.007805
Tintic	0.007696
Duchesne	0.007691
Wasatch	0.007610
No. Sanpete	0.007602
Washington	0.007544
Carbon	0.007186
Jordan	0.007132
Average	0.007097
Provo	0.007094
Canyons	0.007016
Murray	0.007003
Granite	0.006994
Cache	0.006926
Weber	0.006920
So. Summit	0.006752
Garfield	0.006656
Piute	0.006651
Salt Lake	0.006651
Beaver	0.006635
Sevier	0.006527
No. Summit	0.006409
Grand	0.006303
Uintah	0.006261
Millard	0.005984
Emery	0.005856
Kane	0.005019
Rich	0.004954
Park City	0.004630
Daggett	0.004443
Wayne	0.003747



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
2014	\$ 2,899	\$ 57	2.01%	1999	\$ 1,854	\$ 63	3.52%
2013	\$ 2,842	\$ 26	0.92%	1998	\$ 1,791	\$ 52	2.99%
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%



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:	92-93
<p>This report describes the auditor's consideration of internal controls in the District.</p>	
Independent Auditor's Report on Compliance with OMB Circular A-133:	94-96
<p>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.</p>	
Schedule of Findings and Questioned Costs:	97
<p>This schedule summarizes the auditor's opinions related to single audit compliance.</p>	
Schedule of Federal Awards Expended:	98
<p>This schedule provides detailed categorical information regarding each Federal award expended during the fiscal year.</p>	
Notes to the Schedule of Federal Awards Expended:	99
<p>These notes provide clarifying explanations to the schedule of federal awards.</p>	
Schedule of Prior Audit Findings:	100
<p>This schedule reviews prior audit findings and the measures taken to correct the findings.</p>	
Independent Auditor's Report in Accordance with the State Compliance Audit Guide and on Internal Control Over Compliance:	101-104
<p>This report describes the auditor's consideration of compliance with State of Utah guidelines regarding both major and non-major State funded programs.</p>	

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Kimball & Roberts

A Professional Corporation
Certified Public Accountants
176 North Main • P.O. Box 663
Richfield, Utah 84701

INDEPENDENT AUDITOR'S 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, in accordance with the 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, the financial statements of the governmental-type activities, the business-type activities, each major fund, and the aggregate remaining fund information of Emery County School District, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Emery County School District's financial statements, and have issued our report thereon dated October 15, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Emery County School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of Emery County School District's internal control.

A *deficiency in internal control* 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 and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Emery County School District's financial statements are free from 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*.

We noted certain other matters that we reported to management of Emery County School District in the accompanying *Independent Auditor's Report in Accordance with the State Compliance Audit Guide on Compliance with General State Compliance Requirements; Compliance for Each Major Program and on Internal Control Over Compliance*.

Purpose of this Report

This purpose of this report is solely to describe the scope of our testing or internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



KIMBALL & ROBERTS, P. C.
Certified Public Accountants

October 15, 2014
Richfield, Utah

Kimball & Roberts

A Professional Corporation
Certified Public Accountants
176 North Main • P.O. Box 663
Richfield, Utah 84701

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF FEDERAL AWARDS EXPENDED REQUIRED BY OMB CIRCULAR A-133

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

Report on Compliance for Each Major Federal Program

We have audited Emery County School District's (District) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2014. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with OMB Circular A-133.

Report on Internal Control Over Compliance

Management of Emery County School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Federal Awards Expended Required by OMB Circular A-133

We have audited the financial statements of the District as of and for the year ended June 30, 2014, and have issued our report thereon dated October 15, 2014, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Federal Awards Expended is presented for the purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Federal Awards Expended is fairly stated in all material respects in relation to the financial statements as a whole.


KIMBALL & ROBERTS, P. C.
Certified Public Accountants

October 15, 2014
Richfield, Utah

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Fiscal Year Ended June 30, 2014**

A. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of independent auditor's report issued: Unmodified

Internal control over financial reporting:

* Material weakness identified? Yes No

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

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal Control over major programs:

* Material weaknesses identified? Yes No

* Significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

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

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

Identification of major programs.

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title 1 Grants to Local Educational Agencies
10.666	Schools and Roads - Grants to Counties

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

Auditee qualified as low-risk auditee? 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, 2014**

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
Total Direct Assistance			<u>\$ 142,002</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	\$ 127,441
Federal School Lunch - Lunch Reimbursement Section 4	10.555	09-42	81,767
Federal School Lunch - Free & Reduced Section 11	10.555	09-43	350,975
Federal Summer Food Service Program for Children	10.559	09-42	39,706
Federal CNP Direct Certification	10.565		1,395
Food Distribution - Commodities	10.565	n/a	63,560
Total U.S. Department of Agriculture			<u>\$ 664,844</u>
U.S. Department of Education			
Passed Through Utah State Department of Education			
Title I - ESEA Flow Through	*	84.010	09-08 \$ 309,278
IDEA Part B Flow Through		84.027	09-19 522,551
Fed VoEd Carl Perkins		84.048	09-21 23,078
IDEA Preschool Flow Through		84.173	09-52 28,427
Title IIIA - Alternative Language		84.365	09-73 4,700
Class Size Reduction		84.367	09-74 89,470
Total U.S. Department of Education			<u>\$ 977,504</u>
U.S. Department of Health and Human Services			
Passed Through State Jordan School District			
Administrative Outreach		93.779	n/a \$ 3,151
Total Department of Health and Human Services			<u>\$ 3,151</u>
Total Indirect Assistance			<u>\$ 1,645,499</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 1,787,501</u></u>

* MAJOR FEDERAL AWARD PROGRAMS AUDITED

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF FEDERAL AWARDS EXPENDED
For The Fiscal Year Ended June 30, 2014**

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 2013 - 2014 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, 2014**

There were no prior audit findings.

Kimball & Roberts

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Certified Public Accountants
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Richfield, Utah 84701

INDEPENDENT AUDITOR'S REPORT IN ACCORDANCE WITH THE
STATE COMPLIANCE AUDIT GUIDE ON COMPLIANCE WITH GENERAL STATE
COMPLIANCE REQUIREMENTS: COMPLIANCE FOR EACH MAJOR STATE PROGRAM;
AND ON INTERNAL CONTROL OVER COMPLIANCE

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

Report on Compliance with General State Compliance Requirements and for Each Major State Program

We have audited Emery County School District's compliance with the applicable general state and major state program compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, that could have a direct and material effect on the District or each of its major state programs for the year ended June 30, 2014.

General state compliance requirements were tested for the year ended June 30, 2014 in the following areas:

Budgetary Compliance	Conflict of Interest
Fund Balance	Nepotism
Utah Retirement Systems	Utah Public Finance Website
Locally Generated Taxes	Open and Public Meetings Act
Cash Management	Budget Notices and Format
School Fees	Uniform Chart of Accounts for Local
Government Records Access Management Act	Education Agencies

The District received state funding from the following programs classified as major programs for the year ended June 30, 2014.

Minimum School Programs (State Office of Education)

Management's Responsibility

Management is responsible for compliance with the general state requirements referred to above and the requirements of laws, regulations, contracts, and grants applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on the District's compliance based on our audit of the compliance requirements referred to above. 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 the *State Compliance Audit Guide*. Those standards and the *State Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on the District or its major state programs occurred. 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 on compliance with general state compliance requirements and for each major state program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on General State Compliance Requirements and Each Major State Program

In our opinion, Emery County School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the District or on each of its major state programs for the year ended June 30, 2014.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the *State Compliance Audit Guide* and which are described below. Our opinion on compliance is not modified with respect to this matter.

The District's response to the noncompliance findings identified in our audit is described below. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response

Cash Management

Public treasurers are required to file a written report with the Money Management Council on or before January 31 and July 31 of each year. The year-end report is to include the institutions bank balances for all accounts held by the entity.

Finding:

We noted that the report was filed in a timely manner; however, the District's book balances were listed on the report rather than the bank balances as required.

Recommendation:

We recommend that the bank balances be shown on this report, not the District's book balances.

District's Response:

The District will report only the bank balances on this report.

Drivers Education Program

One of the compliance requirements for the Driver Education Program is that the Local Education Agency does not subsidize this program from any sources other than USOE reimbursements and student fees.

Finding:

We noted that the Driver Education Program operated with a deficit of \$3,050 during the current fiscal year.

Recommendation:

We recommend that the District review this program to determine if it is necessary to raise the student fees to cover the costs of this program.

District's Response:

The District will review the fee schedule and determine if it is necessary to increase student fees. However, the USOE does not reimburse in a timely manner and thus makes it difficult to compute what is needed to cover all of the costs. Also, there are always students whose fees are waived because of their parent's income level. This, too, cannot be determined in advance. The District will endeavor to analyze this program to make sure the program covers its own costs with USOE funds and student fees.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the compliance requirements that could have a direct and material effect on the District or on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with general state compliance requirements and for each major state program and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, 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 the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a general state or major state program compliance requirement on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a general state or major state program compliance requirement will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance*, is a deficiency, or a combination of deficiencies, in internal control over compliance with a general state or major state program compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.



KIMBALL & ROBERTS, P. C.
Certified Public Accountants

October 15, 2014
Richfield, Utah

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END OF REPORT
