



Comprehensive Annual Financial Report of the Emery County School District

120 North Main Street
Huntington, Utah 84528

Laurel Johansen.....President of the Board
Larry W. Davis.....Superintendent
Jared Black.....Business Administrator

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

For the Fiscal Year Ended June 30, 2016

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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
Julie Wilson

ADMINISTRATION

Larry W. Davis,
Superintendent

Jared Black,
Business
Administrator

Ryan Maughan,
Director of
Student Services

Jed Jensen,
Supervisor of
Secondary Education

Ralph Worthen,
Supervisor of
Elementary Education

Doug Johnson,
Supervisor of
Instructional Technology

Jeneane Warren,
Supervisor of
School Nutrition

Roger Swenson,
Supervisor of
Transportation

Kerry Lake,
Supervisor of
Buildings and Grounds

October 15, 2016

To Members of the Emery County School District Board of Education, and 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, 2016. 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, 2016, 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, 2016, 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 *Title 2 of the U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, 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 2015-16 school year was 2,220. 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 2016, 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
▪ 20 Custodians	▪ 20 Child Nutrition Workers
▪ 20 Bus Drivers	▪ 15 Secretaries
▪ 11 School Administrators	▪ 6 Maintenance Workers
▪ 8 District Administrators or Supervisors	▪ 4 Technology Specialists
▪ 2 Accounting Specialists	▪ 1 Mechanic

ECONOMIC INDICATORS

State Economy: The Utah Governor’s Office of Management and Budget has recently reported the following information: Utah continues to fare better than the nation and has been a leader in the U.S. as economic recovery continues to strengthen. Overall employment grew 3.5% between June 2015 and June 2016, outpacing the national growth rate of 1.6%. The unemployment rate increased to 4.0% in June 2016, compared to 3.6% the year prior. The State continues to significantly outperform the nation as the U.S. unemployment rate in June 2016 was 4.9%. Utah has experienced 21.0% job growth since 2010, the strongest growth in the nation.

The United States Census Bureau estimates Utah’s 2015 population at 2,995,919. This represents a 1.75% increase from 2014. 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 \$121 billion in the first quarter of 2015, a 5.7% increase from the prior year. Per capita personal income is expected to continue increasing through 2016.

On October 1, 2015, there were an estimated 633,896 students in Utah’s public education system; an increase of 11,743 students, or 1.9%, over October 1, 2014. It is noteworthy that in most years, 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. One major mine in Emery County closed operations in 2015, impacting many local residents.

Emery County had an estimated population of 10,370 at the end of 2015. 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 June of 2016, the County saw an unemployment rate of 7.0%, 3.0% higher than the State rate of 4.0%. There was a significant increase in construction jobs. Employment opportunities in the mining and construction industries decreased dramatically. The County also saw decreased job opportunities in the trades & utilities sectors.

County unemployment trends slightly above 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 by 2009, the enrollment was 2,256. Since 2009, enrollment has remained relatively level, but has shown a slight trend downward due mainly to employment reductions in the mining and power generation industries. 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 or experience a small decrease. Projected enrollment for the next four years does not show a significant increase or decrease from the current enrollment of 2,220.

REVENUES

The District is dependent upon State aid, providing 39.7% of government-wide revenues and 42.7% of the general fund revenues. As a percentage of total revenue, State aid has significantly declined over the last few years. To illustrate this, as recently as 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 decreased from 2015 to 2016 by \$83,197. In the current year, the District received 12.1% less in State revenues than in 2008.

The State's fiscal year 2015 school finance program is designed to provide every Utah school district with a basic operation program of \$3,092 per weighted pupil unit (WPU). This amount increased from \$2,972 in 2015, \$2,899 in 2014, \$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 48.2% of government-wide revenues and 50.4% of general fund revenues. Local taxable property values continue to rise—2.71% higher than last year. Local tax revenues have increased by \$2,899,188 in the last six 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 6.6% of government-wide revenues and 4.4% 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 will exceed the certified tax rate, a 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 Castle Dale elementary school and Emery high school
- A rebuilt softball / soccer field at Emery high school
- Partial roofing replacement at Emery high school
- Flooring upgrades at Cottonwood, Ferron and Huntington elementary and San Rafael junior high schools
- Lighting upgrades at Book Cliff, Cleveland, and Ferron elementary and Green River high schools
- Significant concrete work at Book Cliff elementary, San Rafael junior high, and Green River high schools
- Door and lock replacements at Book Cliff, Cottonwood, Ferron and Huntington elementary schools

The last major building construction project was the completion of a new gymnasium at Green River High School in June of 2007. The District has worked with VCBO Architecture to perform a comprehensive facilities assessment. This assessment is completed. 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. Significant updates were recently 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, 2015. 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 eighth 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, 2015. 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 eighth 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 a 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,



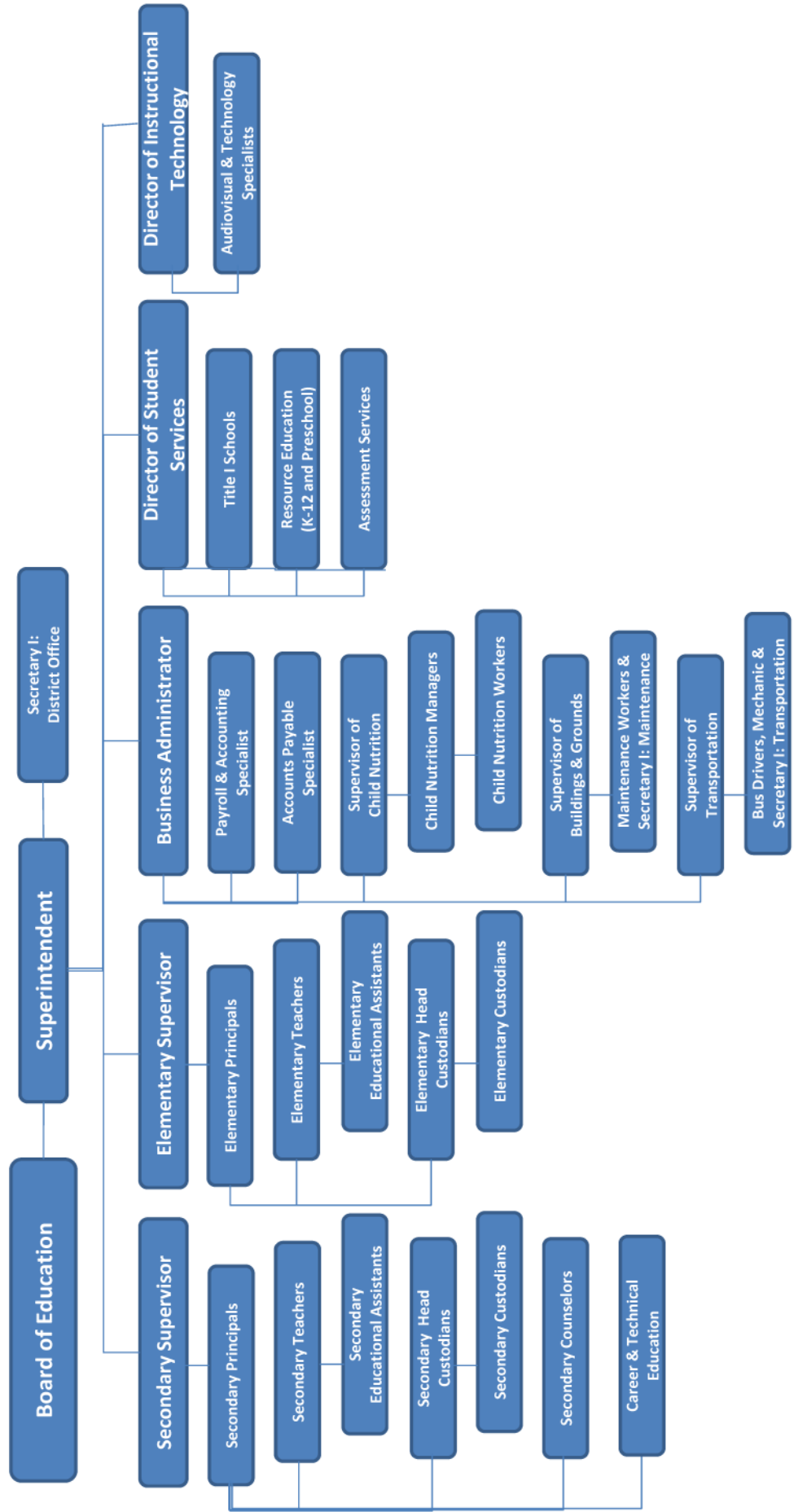
Larry W. Davis, Superintendent of Schools



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, 2015

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, 2015**

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



Brenda Burkett

Brenda R. Burkett, CPA, CSBA, SFO
President

John D. Musso

John D. Musso, CAE, RSBA
Executive Director

Emery County School District
Elected and Appointed Officials
June 30, 2016

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
Julie Wilson Precinct II	March 10, 2015	January 2, 2017	March 2015
Laurel Johansen <i>President of the Board</i> Precinct III	January 7, 2013	January 2, 2017	January 1997
Marie Johnson Precinct IV	January 5, 2015	January 7, 2019	November 1990
Royd Hatt <i>Vice President of the Board</i> Precinct V	January 5, 2015	January 7, 2019	July 1989

Appointed Officials

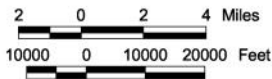
Kirk Sitterud Superintendent (Outgoing)	July 2014	July 2016	July 1997
Larry Davis Superintendent (Incoming)	July 2016	July 2018	July 2016
Jared Black Business Administrator	January 2015	January 2017	January 2007

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

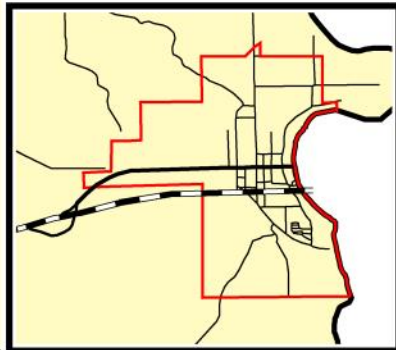
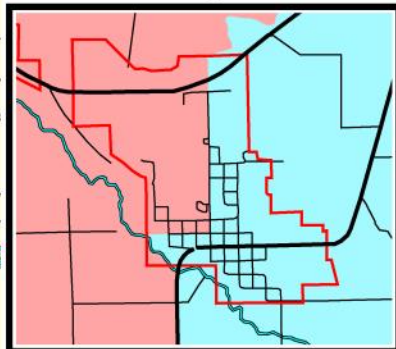
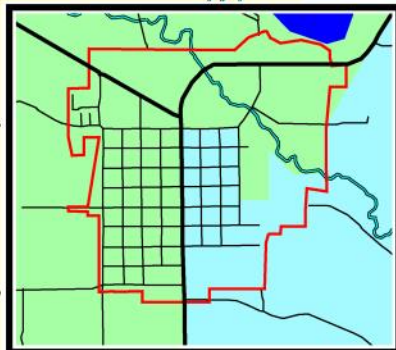
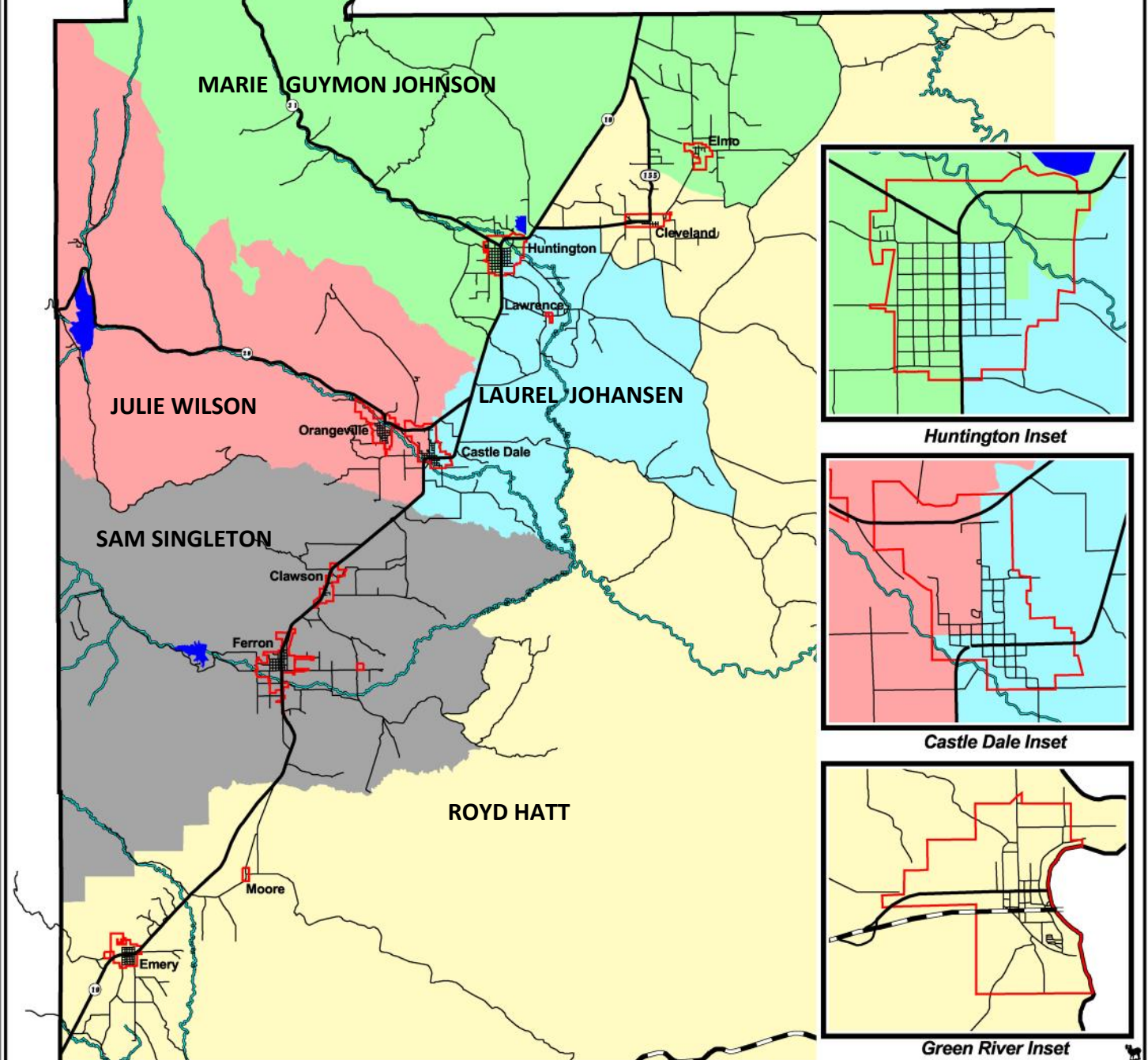
The term of office of the Superintendent and Business Administrator is two years.

Emery County School Districts

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



EMERY
COUNTY
GIS DEPARTMENT



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Financial Section

Section II: Audited

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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

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Independent Auditor's Report: The independent auditor's report describes the audit, the nature and scope of the audit, and the auditor's opinion.	12
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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.	56

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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 (District) as of and for the fiscal year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express 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 as of June 30, 2016, 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 basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Emery County School District's basic financial statements. The introductory section, combining and individual nonmajor 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 expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2016, 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, PC
Certified Public Accountants

September 20, 2016
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, 2016.

FINANCIAL HIGHLIGHTS

The financial position of the District increased. 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, 2016.

- **Government-Wide Assets:** The District's total net assets exceeded liabilities by \$16.02 million at the close of this fiscal year. This represents an increase in total net position of 2% from the previous year.
 - **Government-Wide Financial Progress:** During the year, government-wide expenses reported were \$285,655 less than the \$26.49 million generated in taxes and other revenues for governmental activities.
 - **Governmental Fund Financial Progress:** With a slight increase in funding, the combined fund balance increased by \$535,649, or 6%. This amount represents fund balance increases in the General Fund of \$479,101, Capital Projects Fund of \$57,951, and School Food Service Fund of \$790 with a decrease of \$2,193 in the Student Activities Fund. For comparison, the combined fund balance in the prior year increased by \$598,801.

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 required and other supplementary information in addition to the basic financial statements themselves.

A. Government-Wide Financial Statements (found on pages 26-27 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 28-32 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 33 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 34-52 of this report.

D. Supplementary Information.

Required Supplementary Information (RSI) includes schedules related to GASB 68, Accounting and Financial Reporting for Pensions. These schedules, along with one schedule of Notes to RSE, can be found immediately following the Notes to the Basic Financial Statements, on pages 53-55. The combining and individual fund financial statements and schedules referred to earlier in connection with non-major governmental funds are presented following the Required Supplementary Information, on pages 56-67. 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, 2016, District assets exceeded liabilities and deferred inflows and outflows of resources by \$16.02 million.

	Governmental Activities		
	2016	2015	Difference
Current and other assets	\$ 24,528,279	\$ 24,281,571	\$ 246,708
Capital assets	16,073,009	16,555,195	(482,186)
Total assets	40,601,288	40,836,766	(235,478)
Pension deferred outflows	4,508,092	1,467,305	3,040,787
Total deferred outflows	4,508,092	1,467,305	3,040,787
Long-term liabilities outstanding	12,586,084	10,331,103	2,254,981
Other liabilities	3,339,259	3,181,033	158,226
Total liabilities	15,925,343	13,512,136	2,413,207
Property taxes - unavailable	11,675,997	12,117,483	(441,486)
Pension deferred inflows	1,486,237	938,304	547,933
Total deferred inflows	13,162,234	13,055,787	(441,486)
Net position:			
Net investment in capital assets	16,073,009	16,555,195	(482,186)
Restricted	4,192,712	4,300,970	(108,258)
Unrestricted	(4,243,918)	(5,120,017)	876,099
Total net position	\$ 16,021,803	\$ 15,736,148	\$ 285,655

**EMERY COUNTY SCHOOL DISTRICT'S Net Position
June 30, 2016 and 2015**

Notable information related to net position includes the following:

- The largest portion of the District's net position 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.
- With reporting the Pension Assets and Liabilities, the net position increased \$285,655, showing the *Unrestricted* portion with a negative \$4,243,918. For comparison, the previous year *Unrestricted* portion was negative \$5,120,017 showing a gain for this year of \$876,099.
- An additional portion of the District's net position represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, the District shows fluctuation in all areas of the Net Position. The decrease in *Invested in Capital Assets* are due to depreciation expenses, whereas the decrease in *Restricted* is a result of increased construction commitments in the Capital Outlay Fund. The increases in the Pension related items are for Deferred Outflows and Inflows that apply to a future period.

B. Changes in Net Position – Governmental Activities

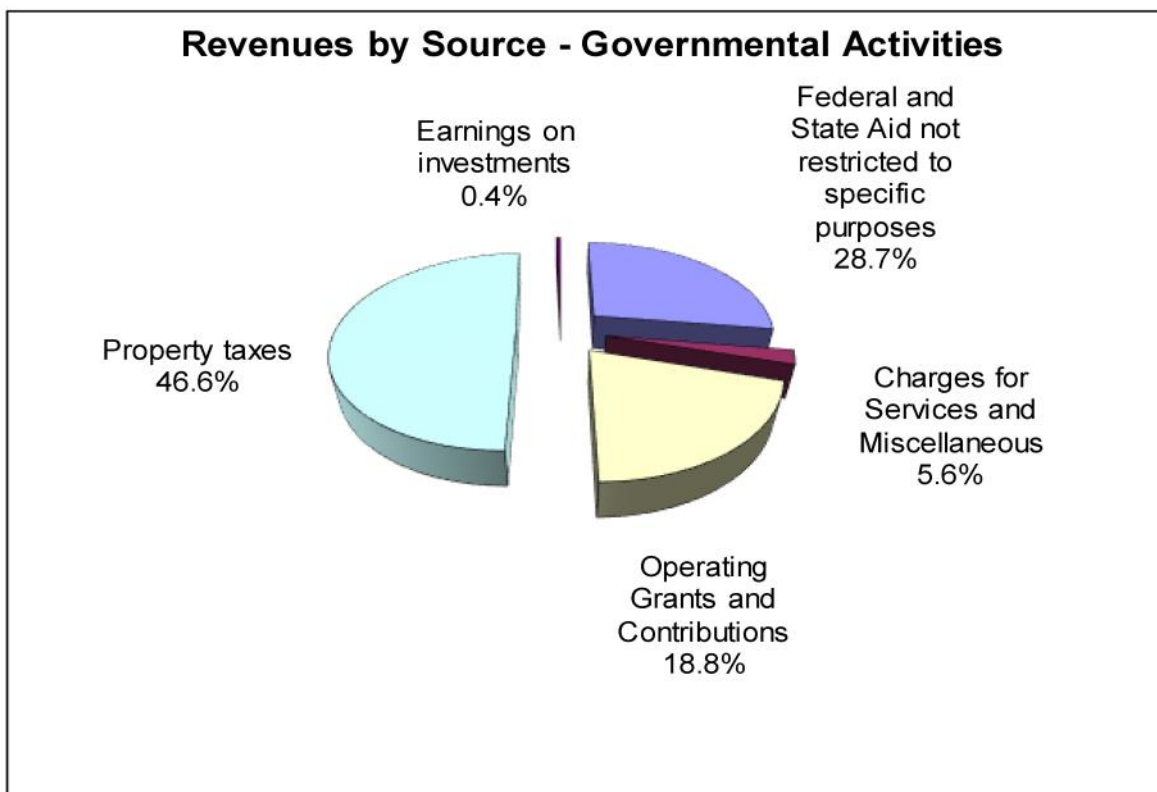
- The District's total net position increased during the 2016 fiscal year by \$285,655. The following discussion and analysis focuses on this increase – see chart on the following page:

Changes in Net Position
June 30, 2016 and 2015

	Governmental activities		Increase (Decrease) from Fiscal 2015
	2016	2015	
Revenues:			
Program revenues:			
Charges for services	\$ 578,168	\$ 559,028	\$ 19,140
Operating grants and contributions	5,241,426	4,905,891	335,535
General revenues:			
Property taxes	12,767,892	12,181,809	586,083
Federal and state aid not restricted to specific purposes	7,018,852	7,503,968	(485,116)
Earnings on investments	119,399	91,907	27,492
Miscellaneous	767,715	903,300	(135,585)
Total revenues	26,493,452	26,145,903	347,549
Expenses:			
Instructional services	15,864,377	14,705,924	1,158,453
Supporting services:			
Students	588,468	493,690	94,778
Instructional staff	411,133	402,664	8,469
District administration	567,161	602,216	(35,055)
School administration	2,123,175	2,151,095	(27,920)
Business	471,433	448,715	22,718
Operation and maintenance of facilities	3,894,218	3,738,627	155,591
Transportation	1,167,525	1,197,661	(30,136)
School Lunch services	1,120,307	1,263,956	(143,649)
Interest on long-term liabilities	-	-	-
Total expenses	26,207,797	25,004,548	1,203,249
Increase (decrease) in net position	285,655	1,141,355	(855,700)
Net position - beginning	15,736,148	14,594,794	1,141,354
Net position - ending	\$ 16,021,803	\$ 15,736,149	\$ 285,655
Revenue per pupil:			
Local	\$ 6,187	\$ 5,970	\$ 217
State	4,771	4,505	267
Federal	819	793	26
Total revenue per pupil	\$ 11,777	\$ 11,268	\$ 510
Expense per pupil	\$ 11,805	\$ 10,962	\$ 843
Student population	2,220	2,281	(61)

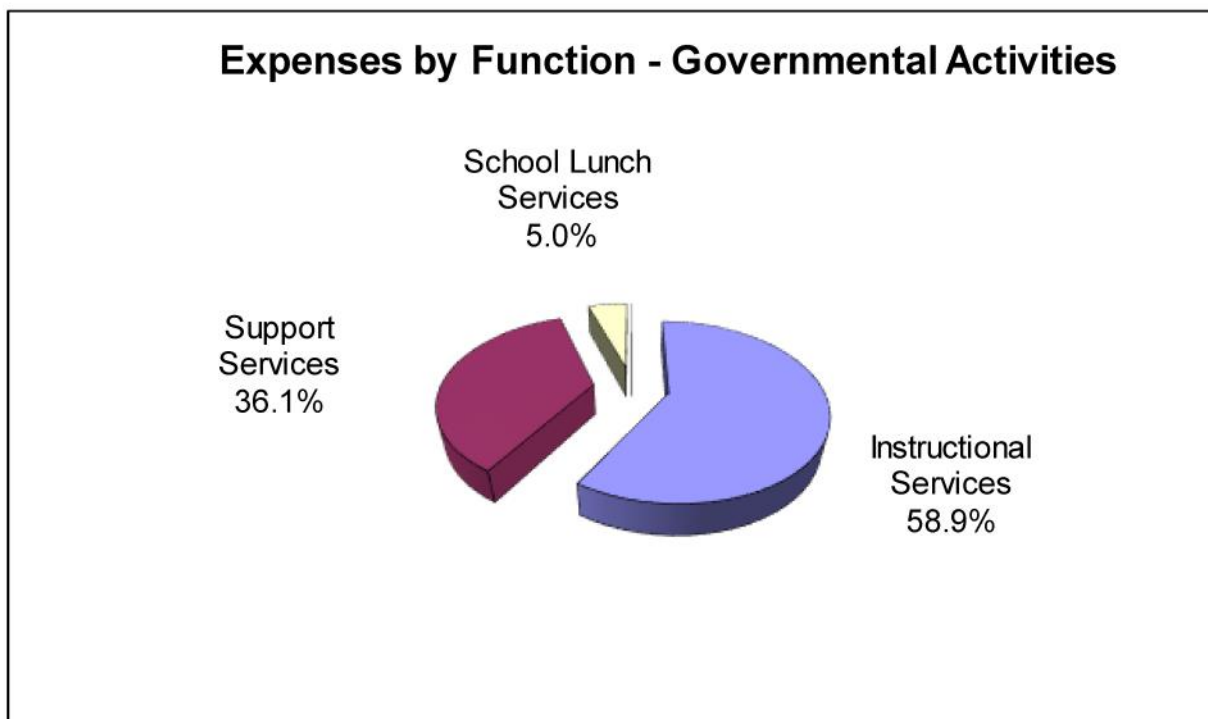
REVENUES

- Total revenues increased by 1.3% or \$347,549, with current year revenues at \$26.49 million compared to prior year revenues at \$26.14 million. Combined Federal and State aid equaled 26.5% of the District's revenues while property taxes generated 48.2% of total District revenues. The remainder of revenues came from other locally generated sources.
- Federal aid decreased by 3.7% with a \$66,384 reduction from the prior year.
- State aid also shows a decrease of \$83,197. 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 \$2,972 in FY15 to \$3,092 in FY16. The District had lower student enrollment which offset the increase in state funding by \$530,950. Necessarily Existent Small Schools funding increased, providing an additional \$73,506. Career and Technical Education funding increased by \$224,880. Other state funding programs such as transportation, special education, and school landtrust had slight increases.
- Revenue from local sources increased by \$497,130. Property taxes increased by \$586,083, including a judgment levy of \$125,016 for FY16. Revenue increases in the Voted and Board levies amounted to \$154,342 and are primarily a result of tax growth in Emery County. The decline in miscellaneous revenue is from the elimination of the sale of the construction program home.



EXPENSES

- Overall expenses increased by \$1,203,249 or 4.8%, with 10% of this increase belonging to the one-time nature of the tax judgment payment that appears in the District leadership function.
- With the implementation of GASB 68, \$246,605 was credited to benefits for recording the actuarial pension expense at measurement date (December 31, 2015). The majority of this is reflected in the Instructional services decrease.
- Salary schedule amounts were increased by 3% and qualifying employees received step increases as well. Retirement rates remained firm at 23.69% of earned wages for the majority of the District's employees who are on the Tier 1 system.
- The District's health insurance plan remained a high-deductible plan, accompanied by a health savings account (HSA) for each eligible employee. The District contributes to the HSA. The District participates in a health insurance pool with ten other comparable districts or public organizations. Despite 14.5% rate increases experienced by the insurance pool, the change to the high deductible plan held the District's overall increase to 11.7%.
- Staffing at the Instructional level remained consistent with replacements of all retiring or terminating instructors.
- Depreciation expenses of \$1,186,281 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 non-spendable, restricted, and unrestricted portions. *Non-spendable* 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, 2016, the District's combined governmental fund balance is \$9,545,592 (\$149,966 in non-spendable, \$4,071,736 in restricted, \$432,580 in construction commitments, \$1,000,000 in Economic Stabilization, \$631,341 in assigned and \$3,259,969 in unassigned fund balances). This amount represents an increase of \$535,649 from the previous year. The primary factors of this increase mirror those highlighted in the analysis of governmental activities. In addition, the following changes should be noted:

A. General Fund

- The *General Fund* is the chief operating fund of the District. At the end of this fiscal year, the unassigned fund balance was \$3,259,969 (an increase of \$364,640) while the total fund balance was \$4,583,952. The total fund balance increased by \$479,101, or 11.7%.
- Expenditures for general District purposes totaled \$22.9 million, an increase of \$518,667 or 2.3% over the prior fiscal year. Increases were due to personnel changes, salary and wage increases, and medical insurance premium increases of 14%.
- 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, 2016, \$1,000,000 or 4.26% is committed for this purpose.
- *General Fund* salaries totaled \$12.49 million. The cost of associated employee benefits including retirement, social security, and insurance (health, dental, accident, industrial, and unemployment)

was \$6.8 million. Combined, salaries and benefits in the general fund accounted for \$19.29 million, or 84.12% of total *General Fund* expenditures.

B. Other Major Funds

At year end, the *Capital Projects Fund* has a total fund balance of \$4,400,237, representing an increase of \$57,951 from FY15. 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 has been conducted with district administration, maintenance staff, and a consulting architect. The District has committed to HVAC remodels in two schools, totaling an expense of \$351,794. Other projects include door replacements in three schools, lighting replacement projects in three schools, softball / soccer field, roofing, concrete repairs, and carpeting. Over one third of the encumbrances for these projects were expended by year end, leaving a commitment of \$432,580 out of the \$681,627 of awarded contracts. Fund balance amounts will go toward remodeling existing buildings and the purchase of newer additions.

C. Non-Major Funds

The *Other Governmental Funds* category consists 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 \$336,348 was a decrease from prior year of \$2,193, or 0.6%. Revenues and expenditures both decreased from FY15 to FY16 however the decreases were similar, so the net effect is that the fund balance varied just slightly.
- The *Non K-12 Programs Fund* shows an ending fund balance of \$0. The programs accounted for in this fund are Preschool and Adult Education.
- The *School Food Service Fund* has an ending fund balance of \$225,055. This amount includes \$121,454 in inventory. This is an increase in fund balance from the prior year of \$790, or .3%. For comparison from FY15, revenues increased while expenditures decreased, producing the positive balance.

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 \$942,679 in total general fund revenues. The most significant budgetary adjustments may be summarized as follows:

- When FY15 was finalized and after the FY16 original budget was passed, carry-forward and deferred revenue balances for designated programs were added to the FY16 budget in the amount of \$461,305. This alone accounts for half of the increase in budgeted revenue as stated above. Other increases were spread out over local tax redemption revenue, state funding based on Weighted Pupil Units, the

Necessary Existent Small Schools program, the Landtrust program, and other various local programs. On the expenditure side, this carry-forward and state funding was added primarily to budgets in the instructional services category.

- Actual expenditures were \$1,482,962 below the final amended budgeted amounts. The most significant positive variance was \$1,056,146 in instructional services. This is the result of an intentional effort by the District to conserve monies and is reflected in the deferred revenue and assigned fund balances.
- Actual revenues were \$942,378 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 \$354,718. This fund balance revenue is used solely for budgeting purposes and accounts for 37.6% of the stated revenue difference. Second, there is a noticeable difference in budget to actual in the State 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, 2016 and 2015 are outlined below:

	Capital Assets (Net of Accumulated Depreciation)	
	Governmental activities	
	2016	2015
Land	\$ 678,405	\$ 678,405
Water Stock	201,945	201,945
Buildings and improvements	13,251,269	13,553,736
Furniture and equipment	887,294	910,501
Vehicles	1,054,096	1,210,608
Total capital assets, net of depreciation	\$ 16,073,009	\$ 16,555,195

Additional information on the District's capital assets can be found in Note 4 to the basic financial statements on page 44.

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, 2016 is \$84.709 million. Net general obligation debt at June 30, 2016 is \$0, thus not reducing the full debt-incurring capacity.

Additional information on the District's long-term debt can be found in Note 8 to the basic financial statements and in the statistical section of this report.

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.

EMERY COUNTY SCHOOL DISTRICT
Statement of Net Position
June 30, 2016

	Governmental Activities 2016
Assets:	
Cash and investments	\$ 12,014,209
Receivables	
Property taxes	11,734,026
Other governments	609,051
Other	20,212
Inventories	150,444
Capital assets:	
Land, construction in progress, and water stock	880,350
Other capital assets, net of accumulated depreciation	15,192,659
Net pension asset	337
Total assets	40,601,288
Deferred outflows of resources:	
Related to pension	4,508,092
Liabilities:	
Current Liabilities:	
Accounts and contracts payable	493,992
Accrued salaries	1,174,865
Accrued payroll liabilities	1,105,690
Unearned revenue - other governments	531,806
Noncurrent Liabilities:	
Leave, retirement, and longevity liability due within one year	32,906
Leave and retirement liability due in more than one year	296,154
Net pension liability	12,289,930
Total liabilities	15,925,343
Deferred inflows of resources:	
Property taxes levied for future year	11,675,997
Related to pension	1,486,237
Total deferred inflows of resources	13,162,234
Net position:	
Net investment in capital assets	16,073,009
Restricted for:	
School food services	225,055
Capital projects	3,967,657
Unrestricted	(4,243,918)
Total net position	\$ 16,021,803

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

EMERY COUNTY SCHOOL DISTRICT
Statement of Activities
Year Ended June 30, 2016

Functions	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental activities:				
Instructional services	\$ 15,864,377	\$ 343,030	\$ 4,093,803	\$ (11,427,544)
Supporting services:				
Students	588,468	-	272,400	(316,068)
Instructional staff	411,133	-	-	(411,133)
District leadership	567,161	-	15,179	(551,982)
School leadership	2,123,175	-	36,069	(2,087,106)
Central	471,433	-	-	(471,433)
Operation and maintenance of facilities	3,894,218	-	-	(3,894,218)
Transportation	1,167,525	-	-	(1,167,525)
School food services	1,120,307	235,138	823,975	(61,194)
Total school district	<u>\$ 26,207,797</u>	<u>\$ 578,168</u>	<u>\$ 5,241,426</u>	<u>(20,388,203)</u>
General revenues:				
Property taxes levied for:				
Basic				3,767,295
Voted local				3,441,120
Board local				4,463,458
Judgment				129,055
Capital local				966,964
Federal and state aid not restricted to specific purposes				7,018,852
Earnings on investments				119,399
Miscellaneous				767,715
Total general revenues				<u>20,673,858</u>
Change in net position				285,655
Net position - beginning				<u>15,736,148</u>
Net position - ending				<u>\$ 16,021,803</u>

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

EMERY COUNTY SCHOOL DISTRICT

Balance Sheet Governmental Funds June 30, 2016

	Major Funds		Other Governmental Funds	Total Governmental Funds
	General	Capital Projects		
Assets:				
Cash and investments	\$ 6,751,187	\$ 4,594,173	\$ 668,849	\$ 12,014,209
Receivables:				
Property taxes	10,810,103	923,923	-	11,734,026
Other governments	500,528	-	108,523	609,051
Other local	20,212	-	-	20,212
Inventories	28,990	-	121,454	150,444
Total assets	\$ 18,111,020	\$ 5,518,096	\$ 898,826	\$ 24,527,942
Liabilities, deferred inflows of resources, and fund balances:				
Liabilities:				
Accounts payable	\$ 294,627	\$ 197,240	\$ 2,125	\$ 493,992
Accrued salaries	1,121,617	-	53,248	1,174,865
Accrued payroll benefits	1,105,690	-	-	1,105,690
Unearned revenue - other governments	249,756	-	282,050	531,806
Total liabilities	2,771,690	197,240	337,423	3,306,353
Deferred inflows of resources:				
Property taxes levied for future year	10,755,378	920,619	-	11,675,997
Total Deferred Inflows of Resources	10,755,378	920,619	-	11,675,997
Fund Balances:				
Nonspendable inventories	28,990	-	120,976	149,966
Restricted for fund	-	3,967,657	104,079	4,071,736
Committed to:				
Construction	-	432,580	-	432,580
Economic stabilization	1,000,000	-	-	1,000,000
Assigned by LEA to school budgets	294,993	-	336,348	631,341
Unassigned	3,259,969	-	-	3,259,969
Total fund balances	4,583,952	4,400,237	561,403	9,545,592
Total liabilities, deferred resources, and fund balances	\$ 18,111,020	\$ 5,518,096	\$ 898,826	\$ 24,527,942

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, 2016

Total fund balances for governmental funds	\$ 9,545,592
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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	201,945	
Buildings and improvements, net	13,251,269	
Furniture and equipment, net	887,294	
Vehicles, net	1,054,096	
Net Pension. Asset	337	
		16,073,346

Deferred Outflows of resources, a consumption of net position that applies to future periods, is not shown in the fund statements.	4,508,092
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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	(329,060)	
Net pension liability	(12,289,930)	
Deferred Inflows of Resources Related to Pensions	(1,486,237)	
		(14,105,227)

Total net position of governmental activities	\$ 16,021,803
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The notes to the financial statements are an integral part of this statement.

EMERY COUNTY SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2016

	<u>Major Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Projects</u>		
Revenues:				
Property taxes	\$ 11,800,928	\$ 966,964	\$ -	\$ 12,767,892
Earnings on investments	74,081	45,176	142	119,399
School food services sales	-	-	235,138	235,138
Other local sources	500,487	6,125	604,133	1,110,745
State sources	10,000,885	-	508,629	10,509,514
Federal sources	1,040,063	-	710,701	1,750,764
Total revenues	<u>23,416,444</u>	<u>1,018,265</u>	<u>2,058,743</u>	<u>26,493,452</u>
Expenditures:				
Current:				
Instructional services	14,181,159	-	985,561	15,166,720
Supporting services:				
Students	588,468	-	-	588,468
Instructional staff	411,133	-	-	411,133
District leadership	495,984	-	-	495,984
School leadership	2,016,742	-	-	2,016,742
Central	447,707	-	-	447,707
Operation and maintenance of facilities	3,676,076	-	1,729	3,677,805
Transportation	1,120,074	-	-	1,120,074
School food services	-	-	1,072,856	1,072,856
Capital projects	-	960,314	-	960,314
Total expenditures	<u>22,937,343</u>	<u>960,314</u>	<u>2,060,146</u>	<u>25,957,803</u>
Excess (deficiency) of revenues over (under) expenditures	<u>479,101</u>	<u>57,951</u>	<u>(1,403)</u>	<u>535,649</u>
Net change in fund balances	479,101	57,951	(1,403)	535,649
Fund balances - beginning	<u>4,104,851</u>	<u>4,342,286</u>	<u>562,806</u>	<u>9,009,943</u>
Fund balances - ending	<u>\$ 4,583,952</u>	<u>\$ 4,400,237</u>	<u>\$ 561,403</u>	<u>\$ 9,545,592</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 Governmental Funds to the Statement of Activities
Year Ended June 30, 2016

Net change in fund balances-total governmental funds \$ 535,649

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	\$ 718,031	
Loss on disposal of capital assets	(13,936)	
Depreciation expense	<u>(1,186,281)</u>	(482,186)

In the Statement of Activities, certain operating expenses - compensated absences (sick leave), pension liability, 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, the following are those changes:

Accrued leave decreased		(14,413)
Adjusted Pension expense at measurement date		287,022
Reverse prior year contributions and current contributions		(40,417)

Change in net position of governmental activities \$ 285,655

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, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 11,801,182	\$ 11,825,235	\$ 11,800,928	\$ (24,307)
Earnings on investments	50,000	75,000	74,081	(919)
Other local sources	507,624	690,866	500,487	(190,379)
State sources	9,906,128	10,422,834	10,000,885	(421,949)
Federal sources	1,009,539	1,051,652	1,040,063	(11,589)
Uses of fund balance	203,153	354,718	-	(354,718)
Total revenues	<u>23,477,626</u>	<u>24,420,305</u>	<u>23,416,444</u>	<u>(1,003,861)</u>
Expenditures:				
Current:				
Instructional services	14,505,123	15,237,305	14,181,159	1,056,146
Supporting services:				
Students	540,287	605,328	588,468	16,860
Instructional staff	410,886	429,641	411,133	18,508
District leadership	490,489	496,091	495,984	107
School leadership	2,150,098	2,148,587	2,016,742	131,845
Central	418,656	455,529	447,707	7,822
Operation and maintenance of facilities	3,727,717	3,805,858	3,676,076	129,782
Transportation	1,234,370	1,241,966	1,120,074	121,892
Total expenditures	<u>23,477,626</u>	<u>24,420,305</u>	<u>22,937,343</u>	<u>1,482,962</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>479,101</u>	<u>479,101</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>479,101</u>	<u>\$ 479,101</u>
Fund balances - beginning			<u>4,104,851</u>	
Fund balances - ending			<u>\$ 4,583,952</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, 2016

	<u>Student Activities Fund</u>
Assets:	
Cash and investments	\$ 40,638
Total assets	<u>40,638</u>
Liabilities	
Due to student groups	<u>40,638</u>
Total liabilities	<u>\$ 40,638</u>

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, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Emery County School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local government units. 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 (Board), 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.

Notes to Financial Statements

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 *non-major* 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 Fund* – accounts for preschool and adult education activities.
5. *School Food Service Fund* – 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.

Notes to Financial Statements

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

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at fiscal year-end. 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. Also included is a final budget for the current fiscal year, ending June 30.
2. Copies of the proposed budget are made available for public inspection and review by the patrons of the District by June 1.
3. If the District does not exceed the certified tax rate, a public hearing is held prior to June 22 at which the budget is legally adopted by resolution of the Board after obtaining taxpayer input. If the District exceeds the certified tax rate, the budget is adopted in August when data is available to set the rates.
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 expenditures during the year ended June 30, 2015 have been included in the final budget approved by the Board, as presented in the financial statements.
6. Expenditures may not legally exceed budgeted amounts at the fund level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is used to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

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

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 Treasurers' Investment Fund (PTIF) operates in accordance with appropriate Utah state laws. The fair value of the District's position in the PTIF investment pool is the same as the 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 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 "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

Notes to Financial Statements

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 licensed substitute pay rate per day. To qualify, the employee must have met the minimum retirement requirements set by Utah Retirement Systems (URS), as well as have 15 years of consecutive URS qualifying service with the District. Vacation leave can accrue to a maximum of 30 days while the employee is still employed with the District. There is not a payout for vacation days at retirement.

All sick leave pay plus related payroll taxes is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured—for example, as a result of employee resignations and retirements.

L. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net 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 Board. Once reported as committed, amounts cannot be used for any other purpose unless the Board 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, 2016, \$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.
- *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.

Notes to Financial Statements

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 Outflows / Inflows of Resources

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

P. Pensions

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

Q. 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 7, 2016.

2. DEPOSITS AND INVESTMENTS

Deposits and investments are carried at fair value. A reconciliation of cash and investments at June 30, 2016, as shown on the financial statements is as follows:

Carrying amount of deposits	\$ 553,477
Carrying amount of investments	<u>\$ 11,501,370</u>
Total cash and investments	<u>\$ 12,054,847</u>
Governmental funds cash and investments	\$ 12,014,209
Fiduciary funds cash and investments	<u>\$ 40,638</u>
Total cash and investments	<u>\$ 12,054,847</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

Notes to Financial Statements

the Utah Public Treasurer’s Investment Fund, certificates of deposit, US Treasury obligations, US agency issues, high-grade commercial paper, banker’s acceptances, repurchase agreements, corporate bonds, money market mutual funds, and obligations of governmental entities within the State of Utah.

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

A. Deposits

At June 30, 2016, the District’s carrying amount of deposits is \$553,477 and the bank balance is \$994,699. Of the bank balance, \$224,456 is covered by federal depository insurance and \$770,243 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 does not have a formal deposit policy for custodial credit risk.

B. Investments

At June 30, 2016, 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 (81.8%), money market mutual funds (9.2%), top-rated commercial paper (8.6%), and certificates of deposit (0.4%). The portfolio has a weighted average maturity of 53 days. The PTIF is not rated. The fair value of the District’s position in the PTIF investment pool is the same as the 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, 2016, 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	\$ 6,095,257	\$ 6,095,257	\$ -
Money Market	\$ 131,596	\$ 131,596	\$ -
Certificates of Deposit	\$ 13,114	\$ 13,114	\$ -
Corporate Bonds	\$ 1,322,908	\$ -	\$ 1,322,908
Government Bonds	\$ 3,938,495	\$ 3,033,204	\$ 905,291
Total Investments	\$ 11,501,370	\$ 9,273,171	\$ 2,228,199

Notes to Financial Statements

- *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. The District has no investment policy that would further limit its interest rate risk.
- *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, 2016, the District has the following investments subject to credit risk:

Emery County School District		Credit Quality Ratings (As of June 30, 2016)		
Investment Type	Fair Value	A or Higher	Less than A	Unrated
Utah PTIF	\$ 6,095,257	\$ -	\$ -	\$ 6,095,257
Money Market	\$ 131,596	\$ -	\$ -	\$ 131,596
Certificates of Deposit	\$ 13,114	\$ -	\$ -	\$ 13,114
Corporate Bonds	\$ 1,322,908	\$ 1,068,828	\$ 254,080	\$ -
Government Bonds	\$ 3,938,495	\$ 3,938,495	\$ -	\$ -
Total Investments	\$ 11,501,370	\$ 5,007,323	\$ 254,080	\$ 6,239,967

- *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

Notes to Financial Statements

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.

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, 2016, property taxes receivable by the District includes uncollected taxes assessed as of January 1, 2016 or earlier. It is expected that all assessed taxes (including delinquencies plus accrued interest and penalties) will be collected within a five-year period, after which time the County treasurer may force sale of property to collect the delinquent portion.

The property taxes receivable and deferred inflows of resources accounts at June 30, 2016 are summarized as follows:

	General	Capital Projects	Totals
Property Taxes - Receivable			
Levied for current and prior years	\$ 54,725	\$ 3,304	\$ 58,029
Levied for future years	10,755,378	920,619	11,675,997
	<u>\$ 10,810,103</u>	<u>\$ 923,923</u>	<u>\$ 11,734,026</u>
Property Taxes - Deferred Inflow			
Levied for future year and uncollected	\$ 10,755,378	\$ 920,619	\$ 11,675,997
	<u>\$ 10,755,378</u>	<u>\$ 920,619</u>	<u>\$ 11,675,997</u>

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2016 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 678,405	\$ -	\$ -	\$ 678,405
Water stock	201,945	-	-	201,945
Total capital assets, not being depreciated	880,350	-	-	880,350
Capital assets, being depreciated:				
Buildings and improvements	49,202,522	487,727	-	49,690,249
Furniture and equipment	2,906,509	139,466	(160,153)	2,885,822
Vehicles	3,809,291	90,838	-	3,900,129
Total capital assets, being depreciated	55,918,322	718,031	(160,153)	56,476,200
Accumulated depreciation for:				
Buildings and improvements	(35,648,785)	(790,195)	-	(36,438,980)
Furniture and equipment	(1,996,008)	(148,737)	146,217	(1,998,528)
Vehicles	(2,598,684)	(247,349)	-	(2,846,033)
Total accumulated depreciation	(40,243,477)	(1,186,281)	146,217	(41,283,541)
Total capital assets, being depreciated, net	15,674,845	(468,250)	(13,936)	15,192,659
Governmental activities capital assets, net	\$ 16,555,195	\$ (468,250)	\$ (13,936)	\$ 16,073,009

Depreciation expense for year ended June 30, 2016, was charged to functions of the District as follows:

Governmental activities:	
Instructional services	\$ 688,043
Supporting services:	
District administration	71,177
School administration	94,902
Business	23,726
Operation and maintenance of facilities	213,531
Transportation	47,451
School lunch services	47,451
Total depreciation expense, governmental activities	\$ 1,186,281

Notes to Financial Statements

The District is obligated at June 30, 2016, under construction commitments as follows:

Project	Location	Vendor	Contract	Recv'd by 6/30	Remaining
Door Replacement	Canyon View Junior High	Robert I. Merrill Doors	\$ 22,939	\$ 3,389	\$ 19,550
Door Replacement	Ferron Elementary & Book Cliff Elementary	Stilson & Sons Construction	\$ 19,921	\$ -	\$ 19,921
Door Replacement	Huntington / Cottonwood	Won Doors	\$ 28,421	\$ 28,421	\$ -
Lighting Project	Ferron Elementary	DiVi Energy	\$ 6,193	\$ -	\$ 6,193
Lighting Project	Cleveland Elementary	Kay Electric	\$ 14,106	\$ 4,300	\$ 9,806
Lighting Project	Book Cliff Elementary & Green River High	Christensen Electrical	\$ 47,488	\$ 17,582	\$ 29,906
Softball / Soccer Field	Emery High School	TSJ Construction	\$ 76,554	\$ -	\$ 76,554
Concrete Repairs	San Rafael, Green River, Book Cliff	B. Hansen	\$ 26,521	\$ 26,521	\$ -
Carpeting	San Rafael, Ferron, Cottonwood, Huntington	Wise Flooring	\$ 44,079	\$ -	\$ 44,079
HVAC (Labor)	Emery High School (Science Wing)	A. Johnson Heating	\$ 29,210	\$ 29,210	\$ -
HVAC (Equipment)	Emery High School (Science Wing)	Allred's	\$ 7,110	\$ 7,110	\$ -
HVAC (Controls)	Emery High School (Science Wing)	Atkinson Electronics	\$ 3,750	\$ -	\$ 3,750
HVAC (Labor)	Castle Dale Elementary	C&C Mechanical	\$ 172,246	\$ -	\$ 172,246
HVAC (Equipment)	Castle Dale Elementary	Allred's	\$ 88,903	\$ 88,903	\$ -
HVAC (Controls)	Castle Dale Elementary	Atkinson Electronics	\$ 50,575	\$ -	\$ 50,575
Roofing	Emery High School	Advanced Roofing	\$ 43,611	\$ 43,611	\$ -
			\$ 681,627	\$ 249,047	\$ 432,580

5. RETIREMENT PLANS

A. General Information about the Pension Plan

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

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

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

The Utah Retirement Systems (Systems) are established and governed by the respective sections of Title 49 of the Utah Code Annotated 1953, as amended. The Systems' defined benefit plans are amended statutorily by the Utah State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the Systems under the direction of the Utah State Retirement Board, whose members are appointed by the Governor. The Systems are fiduciary funds defined as pension (and other employee benefit) trust funds. URS is a component unit of the State of Utah. Title 49 grants the authority to establish and amend the benefit terms.

Notes to Financial Statements

URS issues a publicly available financial report that can be obtained by writing Utah Retirement Systems, 560 E 200 S, Salt Lake City, Utah 84102 or visiting the website: www.urs.org.

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

System	Final Average Salary	Years of Service Required and/or Age Eligible for Benefits	Benefit Percent per Year of Service	COLA**
Noncontributory	Highest 3 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	2% per year all years	Up to 4%
Contributory	Highest 5 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	1.25% per year to June 1975; 2.00% per year July 1975 to present	Up to 4%
Tier 2 Public Employees System	Highest 5 years	35 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%

*with actuarial reductions

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

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

	Employee Paid	Paid by Employer for Employee	Employer Contribution Rates	Employer rate for 401(k) Plan
Contributory System				
12 - State & School Division Tier 1	6.00%	N/A	17.700%	N/A
112 - State & School Division Tier 2	N/A	N/A	18.270%	1.78%
Noncontributory System				
16 - State & School Division Tier 1	N/A	N/A	22.190%	1.78%
Tier 2 DC Only				
212 - State and School	N/A	N/A	10.020%	10.00%

Tier 2 rates include a statutory required contribution to finance the unfunded actuarial accrued liability of the Tier 1 plans.

System	Employer Contributions	Employee Contributions
Noncontributory System	\$ 2,298,283.00	N/A
Contributory System	\$ 13,544.00	765
Tier 2 Public Employees System	\$ 207,998.00	-
Tier 2 DC Only System	\$ 7,356.00	N/A
Total Contributions	\$ 2,527,181.00	\$ 765.00

Notes to Financial Statements

Contributions reported are the URS Board approved required contributions by the System. Contributions in the Tier 2 Systems are used to finance the unfunded liabilities in the Tier 1 Systems.

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

At June 30, 2016, the District reported a net pension asset of \$337 and a net pension liability of \$12,289,930.

	<u>Proportionate Share</u>	<u>Net Pension Asset</u>	<u>Net Pension Liability</u>
Noncontributory System	0.3852401%	\$ -	\$ 12,101,495
Contributory System	0.3007010%	-	188,435
Tier 2 Public Employees System	0.1543201%	337	-
Total Net Pension Asset/Liability		<u>\$ 337</u>	<u>\$ 12,289,930</u>

The net pension asset and liability were measured as of December 31, 2015, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2015 and rolled-forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the employer's actual contributions to the Systems during the plan year over the total of all employer contributions to the System during the plan year.

For the year ended December 31, 2015, the District recognized pension expense of \$2,279,516.

At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 945,811
Changes in Assumptions	-	239,870
Net difference between projected and actual earnings on pension plan investments	3,255,215	-
Changes in proportion and differences between contributions and proportionate share of contributions	5,801	300,556
Contributions subsequent to the measurement date	1,247,076	-
Total	<u>\$ 4,508,092</u>	<u>\$ 1,486,237</u>

The District reported \$1,247,076 in deferred outflows of resources related to pensions as a result of contributions made by the District prior to our fiscal year end, but subsequent to the measurement date of December 31, 2015. These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Notes to Financial Statements

<u>Year Ended December 31,</u>	<u>Deferred Outflows (Inflows) of Resources</u>
2016	\$ 360,924
2017	\$ 360,924
2018	\$ 393,523
2019	\$ 664,476
2020	\$ (933)
Thereafter	\$ (4,136)

Actuarial assumptions: The total pension liability in the December 31, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 Percent
Salary Increases	3.50 - 10.50 Percent, Average, including Inflation
Investment Rate of Return	7.50 Percent, net of pension plan investment expense, including inflation

Mortality rates were developed from actual experience and mortality tables, based on gender, occupation and age, as appropriate, with adjustments for future improvement in mortality based on Scale AA, a model developed by the Society of Actuaries.

The actuarial assumptions used in the January 1, 2015 valuation were based on the results of an actuarial experience study for the five-year period ending December 31, 2013.

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

<u>Asset Class</u>	<u>Expected Return Arithmetic Basis</u>		
	<u>Target Asset Allocation</u>	<u>Real Return Arithmetic Basis</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
Equity Securities	40%	7.06%	2.82%
Debt Securities	20%	0.80%	0.16%
Real Assets	13%	5.10%	0.66%
Private Equity	9%	11.30%	1.02%
Absolute Return	18%	3.15%	0.57%
Cash & Cash Equivalents	0%	0.00%	0.00%
Totals	100%		5.23%
	Inflation		2.75%
	Expected Arithmetic Nominal Return		7.98%

Notes to Financial Statements

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

Discount rate: The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

System	1% Decrease (6.50%)	Discount Rate (7.50%)	1% Increase (8.50%)
Noncontributory System	\$ 21,903,249	\$ 12,101,495	\$ 3,882,711
Contributory System	\$ 426,056	\$ 188,435	\$ (13,136)
Tier 2 Public Employees System	\$ 61,778	\$ (337)	\$ (47,414)
Total	\$ 22,391,083	\$ 12,289,593	\$ 3,822,161

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

Defined Contribution Savings Plans

The Defined Contribution Savings Plans are administered by the Utah Retirement Systems Board and are generally supplemental plans to the basic retirement benefits of the Retirement Systems, but may also be used as a primary retirement plan. These plans are voluntary tax-advantaged retirement savings programs authorized under sections 401(k), 457(b) and 408 of the Internal Revenue code. Detailed information regarding plan provisions is available in the separately issued URS financial report.

Emery School District participates in the following Defined Contribution Savings Plans with Utah Retirement Systems:

- 401(k) Plan
- 457 (b) Plan
- Roth IRA Plan
- Traditional IRA Plan

Notes to Financial Statements

Employee and employer contributions to the Utah Retirement Defined Contribution Savings Plans for fiscal year ended June 30, 2016 were as follows:

	<u>2016</u>		<u>2015</u>		<u>2014</u>
401(k) Plan					
Employer Contributions	\$ 226,503	\$	257,759	\$	250,222
Employee Contributions	\$ 201,221	\$	212,022	\$	201,331
457 Plan					
Employer Contributions	\$ -	\$	-	\$	-
Employee Contributions	\$ 34,685	\$	29,973	\$	27,775
Roth IRA Plan					
Employer Contributions	N/A		N/A		N/A
Employee Contributions	\$ 24,400	\$	21,600	\$	17,482
Traditional IRA Plan					
Employer Contributions	N/A		N/A		N/A
Employee Contributions	\$ 9,000	\$	-	\$	-

7. 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 Fund). The District maintains insurance coverage for general, automobile, personal injury, errors and omissions, and malpractice liability through Fund policies. The District also insures its buildings, including those under construction, and contents against all insurable risks of direct physical loss or damage with the Fund.

The District pays premiums to this risk pool 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. Property physical damage is insured to replacement value with a \$1,000 deductible; automobile physical damage is insured to actual value with a \$500 deductible. Other liability is limited to the lesser of \$10 million or the statutory limit.

The District provides benefitted employees \$50,000 in term life insurance, \$10,000 for dependent life insurance, in addition to voluntary long-term disability coverage, that is also maintained on a premium basis. The District provides a death benefit equal to one month of salary, maintained on a self-insured basis.

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.

8. LONG-TERM LIABILITIES

A. Changes in Long-term Obligations

Long-term liability activity for the year ended June 30, 2016 is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Accrued Sick Leave	314,647	39,819	(25,406)	329,060	32,906
Total governmental activity long-term liabilities	<u>314,647</u>	<u>\$ 39,819</u>	<u>\$ (25,406)</u>	<u>\$ 329,060</u>	<u>\$ 32,906</u>

Accrued sick leave payable represents a potential liability and is paid to an employee’s Longevity plan (either 401(k) or medical trust 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, 2016.

9. 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 \$225,055 for the School Food Service Fund and \$3,967,657 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 \$1,432,580 and assigned funds of \$631,341 are shown on the fund financial statements.

Assigned funds of \$294,993 in the General Fund are carryover amounts for school-level supply and equipment budgets managed at the District level. Assigned funds of \$336,348 in the Student Activities Fund are carryover amounts for school-level budgets managed at the School level.

10. ENCUMBRANCES

At year end the amount of encumbrances expected to be honored upon performance by the vendor in the next year are as follows:

Capital projects fund	<u>\$ 432,580</u>
Total	<u>\$ 432,580</u>

EMERY COUNTY SCHOOL DISTRICT
Required Supplementary Information

**Schedule of the Proportionate Share of the Net Pension Liability
Noncontributory, Contributory, & Tier 2 Public Employee Systems of the Utah Retirement Systems
Last Ten Calendar Years**

	Calendar Year Ended December 31,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Noncontributory System										
Proportion of Net Pension Liability (Asset)	0.3852401%	0.3986642%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Proportionate Share of Net Pension Liability (Asset)	\$ 12,101,495	\$ 10,016,552	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered Employee Payroll	\$ 10,756,244	\$ 11,263,409	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Proportionate Share of Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	112.51%	88.9%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	84.5%	87.2%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

	Calendar Year Ended December 31,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contributory System										
Proportion of Net Pension Liability (Asset)	0.3007010%	0.2860911%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Proportionate Share of Net Pension Liability (Asset)	\$ 188,435	\$ 31,369	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered Employee Payroll	\$ 95,256	\$ 105,086	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Proportionate Share of Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	197.82%	29.9%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	92.4%	98.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

	Calendar Year Ended December 31,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Tier 2 Public Employee System										
Proportion of Net Pension Liability (Asset)	0.1543201%	0.1510313%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Proportionate Share of Net Pension Liability (Asset)	\$ (377)	\$ (4,577)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered Employee Payroll	\$ 996,491	\$ 739,563	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Proportionate Share of Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	-0.03%	0.6%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	100.2%	103.5%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Note: ECSD implemented GASB Statement No. 68 in fiscal year 2015. Information on the District's portion of the plans' net pension liabilities (assets) is not available for periods prior to fiscal year 2015. Beginning in fiscal year 2015, this schedule will be built prospectively until 10 years of information is available.

EMERY COUNTY SCHOOL DISTRICT
Required Supplementary Information

Schedule of Contributions
Noncontributory, Contributory, & Tier 2 Public Employee Systems of the Utah Retirement Systems
Last Ten Years *

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Noncontributory System										
Covered Employee Payroll	\$ 10,481,704	\$ 11,042,739	\$ 11,403,417	\$ 11,475,849	\$ 11,688,281	\$ 10,252,445	\$ 11,187,383	\$ 11,323,699	\$ 10,715,617	\$ 8,942,954
Contributions as a Percentage of Covered-Employee Payroll	21.93%	21.65%	19.95%	18.54%	16.54%	15.94%	14.22%	14.22%	14.22%	14.22%
Contractually Required Contribution	\$ 2,298,283	\$ 2,390,850	\$ 2,275,462	\$ 2,127,385	\$ 1,933,148	\$ 1,634,750	\$ 1,590,847	\$ 1,610,230	\$ 1,523,761	\$ 1,271,688
Contributions in Relation to the Contractually Required Contribution	(7,998,783)	(7,350,850)	(7,775,462)	(7,177,385)	(1,933,148)	(1,634,750)	(1,590,847)	(1,610,230)	(1,523,761)	(1,271,688)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013 *	2012 *	2011 *	2010	2009	2008	2007
Contributory System										
Covered Employee Payroll	\$ 76,521	\$ 107,106	\$ 105,224	\$ 714,755	\$ 341,067	\$ 163,977	\$ 180,906	\$ 180,411	\$ 172,389	\$ 144,036
Contributions as a Percentage of Covered Employee Payroll	17.70%	17.44%	15.70%	9.31%	10.14%	11.46%	9.73%	9.73%	9.73%	9.73%
Contractually Required Contribution	\$ 13,544	\$ 18,682	\$ 16,525	\$ 66,523	\$ 34,591	\$ 18,798	\$ 17,602	\$ 17,554	\$ 16,773	\$ 14,015
Contributions in Relation to the Contractually Required Contribution	(13,544)	(18,682)	(16,525)	(66,523)	(34,591)	(18,798)	(17,602)	(17,554)	(16,773)	(14,015)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013 *	2012 *	2011 *	2010	2009	2008	2007
Tier 2 Public Employees System										
Covered Employee Payroll	\$ 1,138,904	\$ 880,505	\$ 647,693	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered-Employee Payroll	18.26%	18.10%	16.45%	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contractually Required Contribution	\$ 207,998	\$ 159,330	\$ 106,533	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contributions in Relation to the Contractually Required Contribution	(207,998)	(159,330)	(106,533)	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013 *	2012 *	2011 *	2010	2009	2008	2007
Tier 2 Public Employees DC Only System										
Covered Employee Payroll	\$ 72,887	\$ 87,739	\$ 66,668	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered-Employee Payroll	10.09%	9.78%	8.29%	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contractually Required Contribution	\$ 7,356	\$ 8,578	\$ 5,525	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contributions in Relation to the Contractually Required Contribution	(7,356)	(8,578)	(5,525)	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	included in Amounts Reported for Contributory System	N/A	N/A	N/A	N/A
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

* The Tier 2 Public Employees System was created in fiscal year 2011. Prior to the implementation of GASB Statement No. 68, Tier 2 information was as a part of the Contributory System and separated data is not available..

EMERY COUNTY SCHOOL DISTRICT
Notes to Required Supplementary Information

The information below is not required as part of GASB 68 but is provided for informational purposes. This is a summary of District-wide contributions made to the Utah Retirement Systems Defined Contribution Savings Plans for the periods indicated.

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Employee Paid Contributions										
401(k) Plan	\$ 201,221	\$ 212,022	\$ 201,331	\$ 217,712	\$ 220,080	\$ 205,457	\$ 226,194	\$ 251,460	\$ 274,081	\$ 236,318
457 Plan	\$ 34,685	\$ 29,973	\$ 27,775	\$ 25,646	\$ 26,806	\$ 22,336	\$ 18,319	\$ 30,109	\$ 33,389	\$ 24,294
Roth IRA Plan	\$ 24,400	\$ 21,600	\$ 17,482	\$ 14,592	\$ 11,792	\$ 11,163	\$ 570	\$ 1,190	\$ 4,174	\$ 3,330
Traditional IRA Plan	\$ 9,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Employer Paid Contributions										
401(k) Plan *	\$ 226,503	\$ 257,759	\$ 250,222	\$ 240,674	\$ 223,445	\$ 167,989	\$ 398,923	\$ 304,992	\$ 562,152	\$ 151,429
457 Plan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Roth IRA Plan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Traditional IRA Plan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

* The employer paid 401(k) contributions include the totals paid for employees enrolled in the Tier 2 Defined Contribution 401(k) plan.

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
General Fund
June 30, 2016 with Comparative Totals for 2015

	<u>2016</u>	<u>2015</u>
Assets:		
Cash and investments	\$ 6,751,187	\$ 6,135,301
Receivables:		
Property taxes	10,810,103	11,254,057
Other governments	500,528	461,547
Other receivables	20,212	15,930
Inventories	28,990	8,213
Total assets	<u>\$ 18,111,020</u>	<u>\$ 17,875,048</u>
Liabilities, deferred inflows of resources, and fund balances:		
Liabilities:		
Accounts payable	\$ 294,627	\$ 361,723
Accrued salaries	1,121,617	1,161,302
Accrued payroll benefits	1,105,690	791,941
Unearned revenue - other governments	249,756	259,996
Total liabilities	<u>2,771,690</u>	<u>2,574,962</u>
Deferred inflows of resources:		
Property taxes levied for future year	10,755,378	11,195,235
Total deferred inflows of resources	<u>10,755,378</u>	<u>11,195,235</u>
Fund balances:		
Nonspendable	28,990	8,213
Committed	1,000,000	1,000,000
Assigned	294,993	201,309
Unassigned	3,259,969	2,895,329
Total fund balances	<u>4,583,952</u>	<u>4,104,851</u>
Total liabilities, deferred resources, and fund balances	<u>\$ 18,111,020</u>	<u>\$ 17,875,048</u>

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

Year Ended June 30, 2016 with Comparative Totals for 2015

	2016			2015
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 11,825,235	\$ 11,800,928	\$ (24,307)	\$ 11,209,768
Earnings on investments	75,000	74,081	(919)	54,420
Other local sources	690,866	500,487	(190,379)	605,524
State sources	10,422,834	10,000,885	(421,949)	10,066,142
Federal sources	1,051,652	1,040,063	(11,589)	1,082,085
Uses of fund balance	354,718	-	(354,718)	-
Total revenues	<u>24,420,305</u>	<u>23,416,444</u>	<u>(1,003,861)</u>	<u>23,017,939</u>
Expenditures:				
Current:				
Instructional services	15,237,305	14,181,159	1,056,146	13,800,699
Supporting services:				
Students	605,328	588,468	16,860	493,690
Instructional staff	429,641	411,133	18,508	402,664
District leadership	496,091	495,984	107	531,706
School leadership	2,148,587	2,016,742	131,845	2,081,298
Central	455,529	447,707	7,822	425,212
Operation and maintenance of facilities	3,805,858	3,676,076	129,782	3,532,752
Transportation	1,241,966	1,120,074	121,892	1,150,655
Total expenditures	<u>24,420,305</u>	<u>22,937,343</u>	<u>1,482,962</u>	<u>22,418,676</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>479,101</u>	<u>479,101</u>	<u>599,263</u>
Other financing sources (uses):				
Net increase (decrease) in FMV of investments	-	-	-	-
Net change in fund balances	<u>\$ -</u>	<u>479,101</u>	<u>\$ 479,101</u>	<u>599,263</u>
Fund balances - beginning		<u>4,104,851</u>		<u>3,505,588</u>
Fund balances - ending		<u>\$ 4,583,952</u>		<u>\$ 4,104,851</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Capital Projects Fund
June 30, 2016 with Comparative Totals for 2015

	<u>2016</u>	<u>2015</u>
Assets:		
Cash and investments	\$ 4,594,173	\$ 4,661,193
Receivables:		
Property taxes	923,923	926,046
Total assets	<u>\$ 5,518,096</u>	<u>\$ 5,587,239</u>
Liabilities, deferred inflows of resources, and fund balances:		
Liabilities:		
Accounts payable	\$ 197,240	\$ 322,705
Total liabilities	<u>197,240</u>	<u>322,705</u>
Deferred inflows of resources:		
Property taxes levied for future year	920,619	922,248
Total deferred inflows of resources	<u>920,619</u>	<u>922,248</u>
Fund balances:		
Restricted for fund	3,967,657	4,076,705
Committed for construction projects	432,580	265,581
Total fund balances	<u>4,400,237</u>	<u>4,342,286</u>
Total liabilities, deferred resources, and fund balances	<u>\$ 5,518,096</u>	<u>\$ 5,587,239</u>

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

Year Ended June 30, 2016 with Comparative Totals for 2015

	<u>2016</u>			<u>2015</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Property taxes	\$ 977,248	\$ 966,964	\$ (10,284)	\$ 972,041
Earnings on investments	48,000	45,176	(2,824)	36,700
Other	6,125	6,125	-	89
Total local sources	<u>1,031,373</u>	<u>1,018,265</u>	<u>(13,108)</u>	<u>1,008,830</u>
State sources			-	6,885
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,885</u>
Total revenues	<u>1,031,373</u>	<u>1,018,265</u>	<u>(13,108)</u>	<u>1,015,715</u>
Expenditures:				
Instruction	-	-	-	
Support services				
Operation and maintenance of facilities	1,009,373	938,749	70,624	944,602
Non-instructional services:				
School food services	22,000	21,565	435	204
Total expenditures	<u>1,031,373</u>	<u>960,314</u>	<u>71,059</u>	<u>944,806</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>57,951</u>	<u>57,951</u>	<u>70,909</u>
Other Financing Sources (Uses):				
Sale of capital assets		-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>57,951</u>	<u>\$ 57,951</u>	<u>70,909</u>
Fund balance - beginning		<u>4,342,286</u>		<u>4,271,377</u>
Fund balance - ending		<u>\$ 4,400,237</u>		<u>\$ 4,342,286</u>

EMERY COUNTY SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	<u>Special Revenue</u>			Total Nonmajor Governmental Funds
	<u>School Food Services</u>	<u>Non K-12 Programs</u>	<u>Student Activities</u>	
Assets:				
Cash and investments	\$ 42,165	\$ 290,336	\$ 336,348	\$ 668,849
Receivables:				
Other governments	87,806	20,717	-	108,523
Inventories	121,454	-	-	121,454
Total assets	<u>\$ 251,425</u>	<u>\$ 311,053</u>	<u>\$ 336,348</u>	<u>\$ 898,826</u>
Liabilities and fund balances:				
Liabilities:				
Accounts payable	\$ 1,792	\$ 333	\$ -	\$ 2,125
Accrued wages	24,578	28,670	-	53,248
Unearned revenue - other governments	-	282,050	-	282,050
Total liabilities	<u>26,370</u>	<u>311,053</u>	<u>-</u>	<u>337,423</u>
Fund balances:				
Nonspendable	120,976	-	-	120,976
Restricted for:				
School food services	104,079	-	-	104,079
Assigned to:				
Schools	-	-	336,348	336,348
Total fund balances	<u>225,055</u>	<u>-</u>	<u>336,348</u>	<u>561,403</u>
Total liabilities and fund balances	<u>\$ 251,425</u>	<u>\$ 311,053</u>	<u>\$ 336,348</u>	<u>\$ 898,826</u>

EMERY COUNTY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2016

	Special Revenue			Total Nonmajor Governmental Funds
	School Food Service	Non K-12 Programs	Student Activities	
Revenues:				
Student fees	\$ -	\$ 16,035	\$ 573,265	\$ 589,300
School food services sales	235,138	-	-	235,138
Earnings on investments	142	-	-	142
Other local revenues	14,533	300	-	14,833
State sources	163,029	345,600	-	508,629
Federal sources	660,804	49,897	-	710,701
Total revenues	1,073,646	411,832	573,265	2,058,743
Expenditures:				
Current:				
Instructional services	-	410,103	575,458	985,561
Supporting services:				
Operation and maintenance of facilities	-	1,729	-	1,729
School food services	1,072,856	-	-	1,072,856
Total expenditures	1,072,856	411,832	575,458	2,060,146
Excess of revenues over (under) expenditures	790	-	(2,193)	(1,403)
Net change in fund balances	790	-	(2,193)	(1,403)
Fund balances - beginning	224,265	-	338,541	562,806
Fund balances - ending	\$ 225,055	\$ -	\$ 336,348	\$ 561,403

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
School Food Services Fund
June 30, 2016 with Comparative Totals for 2015

	<u>2016</u>	<u>2015</u>
Assets:		
Cash and investments	\$ 42,165	\$ 8,115
Receivables:		
Other governments	87,806	70,471
Inventories	121,454	146,220
Total assets	<u>\$ 251,425</u>	<u>\$ 224,806</u>
Liabilities and fund balances:		
Liabilities:		
Accounts payable	\$ 1,792	\$ 541
Accrued wages	24,578	
Total liabilities	<u>26,370</u>	<u>541</u>
Fund balances:		
Nonspendable	120,976	146,220
Restricted for fund	104,079	78,045
Total fund balances	<u>225,055</u>	<u>224,265</u>
Total liabilities and fund balances	<u>\$ 251,425</u>	<u>\$ 224,806</u>

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
School Food Service Fund
Nonmajor Special Revenue Fund
Year Ended June 30, 2016 with Comparative Totals for 2015

	2016			2015
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Lunch sales - students	\$ 256,000	\$ 230,428	\$ (25,572)	\$ 215,180
Lunch sales - other	5,000	4,710	(290)	560
Other local revenues	15,000	14,533	(467)	2,728
Earnings on investments	3,000	142	(2,858)	787
Total local sources	<u>279,000</u>	<u>249,813</u>	<u>(29,187)</u>	<u>219,255</u>
State sources:				
State lunch program	184,181	163,029	(21,152)	158,765
Total state sources	<u>184,181</u>	<u>163,029</u>	<u>(21,152)</u>	<u>158,765</u>
Federal sources:				
Federal lunch program	80,000	76,332	(3,668)	80,546
Free and reduced assistance	385,000	339,972	(45,028)	323,584
Breakfast program	155,000	150,385	(4,615)	190,462
Summer program	30,000	15,797	(14,203)	21,528
USDA commodities	80,000	78,318	(1,682)	70,965
Total federal sources	<u>730,000</u>	<u>660,804</u>	<u>(69,196)</u>	<u>687,085</u>
Other financing sources:				
Use of fund balance	-	-	-	-
Total other sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>1,193,181</u>	<u>1,073,646</u>	<u>(119,535)</u>	<u>1,065,105</u>
Expenditures:				
Current:				
Salaries	386,907	382,163	4,744	395,542
Employee benefits	182,574	179,971	2,603	196,544
Purchased services	3,500	3,374	126	4,665
Supplies	6,550	6,118	432	8,023
Food	602,500	493,093	109,407	567,508
Maintenance	5,000	2,618	2,382	7,978
Equipment	-	-	-	19,326
Other	6,150	5,519	631	5,612
Total expenditures	<u>1,193,181</u>	<u>1,072,856</u>	<u>120,325</u>	<u>1,205,198</u>
Excess of revenues over (under) expenditures	<u>\$ -</u>	<u>790</u>	<u>\$ 790</u>	<u>(140,093)</u>
Fund balances - beginning		<u>224,265</u>		<u>364,358</u>
Fund balances - ending		<u>\$ 225,055</u>		<u>\$ 224,265</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Non K-12 Programs Fund
June 30, 2016 with Comparative Totals for 2015

	<u>2016</u>	<u>2015</u>
Assets:		
Cash and investments	\$ 290,336	\$ 240,403
Receivables:		
Other governments	20,717	10,957
Total assets	<u>\$ 311,053</u>	<u>\$ 251,360</u>
Liabilities and fund balances:		
Liabilities:		
Accounts payable	\$ 333	\$ 396
Accrued wages	28,670	-
Unearned revenue - other governments	282,050	250,964
Total liabilities	<u>311,053</u>	<u>251,360</u>
Fund balances:		
Total fund balances	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 311,053</u>	<u>\$ 251,360</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, 2016 with Comparative Totals for 2015

	2016			2015
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Fees	\$ 17,000	\$ 16,035	\$ (965)	\$ 15,540
Other	300	300	-	
Total local sources	<u>17,300</u>	<u>16,335</u>	<u>(965)</u>	<u>15,540</u>
State sources:				
Adult high school completion	26,961	20,790	(6,171)	23,997
Preschool	565,703	324,810	(240,893)	336,922
Total state sources	<u>592,664</u>	<u>345,600</u>	<u>(247,064)</u>	<u>360,919</u>
Federal sources:				
UPStart preschool program	55,699	20,963	(34,736)	19,301
Special education preschool grant	28,934	28,934	-	28,677
Total federal sources	<u>84,633</u>	<u>49,897</u>	<u>(34,736)</u>	<u>47,978</u>
Total revenues	<u>694,597</u>	<u>411,832</u>	<u>(282,765)</u>	<u>424,437</u>
Expenditures:				
Current:				
Salaries	252,675	252,205	470	263,247
Employee benefits	129,715	116,974	12,741	120,411
Purchased services	20,500	14,902	5,598	20,686
Utilities	2,200	1,729	471	400
Supplies	286,572	23,295	263,277	18,327
Other	2,935	2,727	208	1,366
Total expenditures	<u>694,597</u>	<u>411,832</u>	<u>282,765</u>	<u>424,437</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund balances - beginning		<u>-</u>		<u>-</u>
Fund balances - ending		<u>\$ -</u>		<u>\$ -</u>

EMERY COUNTY SCHOOL DISTRICT
Comparative Balance Sheet
Student Activities Fund
June 30, 2016 with Comparative Totals for 2015

	<u>2016</u>	<u>2015</u>
Assets:		
Cash and investments	\$ 336,348	\$ 338,541
Total assets	<u>\$ 336,348</u>	<u>\$ 338,541</u>
Liabilities and fund balances:		
Liabilities:	<u>\$ -</u>	<u>\$ -</u>
Total liabilities	<u>-</u>	<u>-</u>
Fund balances:		
Restricted for fund	<u>336,348</u>	<u>338,541</u>
Total fund balances	<u>336,348</u>	<u>338,541</u>
Total liabilities and fund balances	<u>\$ 336,348</u>	<u>\$ 338,541</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, 2016 with Comparative Totals for 2015

	<u>2016</u>			<u>2015</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local sources:				
Student fees	\$ 300,000	\$ 299,283	\$ (717)	\$ 295,761
Vending revenue	15,000	7,850	(7,150)	9,973
Fundraisers	245,000	241,005	(3,995)	206,392
Other	30,000	25,127	(4,873)	110,581
Total local sources	<u>590,000</u>	<u>573,265</u>	<u>(16,735)</u>	<u>622,707</u>
 Total revenues	 <u>590,000</u>	 <u>573,265</u>	 <u>(16,735)</u>	 <u>622,707</u>
Expenditures:				
Current:				
Purchased services	65,000	64,350	650	54,916
Travel	50,000	41,028	8,972	50,780
Supplies	325,000	324,160	840	234,020
Equipment			-	100,332
Dues and fees	150,000	145,920	4,080	113,937
Total expenditures	<u>590,000</u>	<u>575,458</u>	<u>14,542</u>	<u>553,985</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>(2,193)</u>	<u>\$ (2,193)</u>	<u>68,722</u>
Fund balances - beginning		<u>338,541</u>		<u>269,819</u>
Fund balances - ending		<u>\$ 336,348</u>		<u>\$ 338,541</u>

EMERY COUNTY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Student Activities Agency Fund
Year Ended June 30, 2016

	<u>Balance at July 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2016</u>
Assets:				
Cash and investments	\$ 29,232	\$ 105,164	\$ 93,758	\$ 40,638
Liabilities:				
Due to student organizations:				
Elementary Schools:				
Bookcliff	\$ -	\$ -		\$ -
Castle Dale	-	-		-
Cleveland	-	-	-	-
Cottonwood	-	-	-	-
Ferron	3,245	5,347	5,391	3,201
Huntington	2,775	14,289	11,831	5,233
Total elementary schools	<u>6,020</u>	<u>19,636</u>	<u>17,222</u>	<u>8,434</u>
Junior High Schools:				
Canyon View	4,136	6,574	5,337	5,373
San Rafael	7,912	17,409	12,635	12,686
Total junior high schools	<u>12,048</u>	<u>23,983</u>	<u>17,972</u>	<u>18,059</u>
High Schools:				
Emery	5,546	51,688	49,126	8,108
Green River	5,618	9,857	9,438	6,037
Total high schools	<u>11,164</u>	<u>61,545</u>	<u>58,564</u>	<u>14,145</u>
Total due to student organizations	<u>29,232</u>	<u>105,164</u>	<u>93,758</u>	<u>40,638</u>
Total liabilities	<u>\$ 29,232</u>	<u>\$ 105,164</u>	<u>\$ 93,758</u>	<u>\$ 40,638</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.	69
Revenue Capacity: These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	76
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.	81
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.	86
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.	89

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 (Accrual Basis of Accounting)
June 30, 2007 to 2016

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Assets										
Cash and investments	\$ 12,014,209	\$ 11,383,553	\$ 10,576,624	\$ 10,958,980	\$ 10,446,722	\$ 10,640,411	\$ 10,375,610	\$ 10,433,125	\$ 9,957,769	\$ 8,731,544
Accounts receivable:										
Property taxes	\$ 11,734,026	\$ 12,180,103	\$ 11,304,288	\$ 11,613,246	\$ 11,126,147	\$ 10,744,065	\$ 10,063,712	\$ 9,608,027	\$ 9,096,399	\$ 8,586,025
Other governments	\$ 609,051	\$ 542,975	\$ 564,920	\$ 429,830	\$ 839,926	\$ 929,288	\$ 485,580	\$ 352,025	\$ 387,810	\$ 696,163
Other	\$ 20,212	\$ 15,930	\$ 2,670	\$ 223,590	\$ 12,280	\$ 17,127	\$ 13,463	\$ 14,779	\$ 11,166	\$ 142,604
Inventories	\$ 150,444	\$ 154,433	\$ 133,347	\$ 97,238	\$ 104,505	\$ 139,409	\$ 82,772	\$ 85,461	\$ 97,189	\$ 89,909
Capital assets										
Land, construction in progress, and water stock	\$ 880,350	\$ 880,350	\$ 885,675	\$ 885,675	\$ 925,000	\$ 925,000	\$ 886,785	\$ 886,785	\$ 843,785	\$ 561,992
Other capital assets, net of depreciation	\$ 15,192,659	\$ 15,674,845	\$ 15,950,756	\$ 16,015,381	\$ 16,379,118	\$ 16,575,559	\$ 16,898,450	\$ 17,259,723	\$ 17,566,341	\$ 18,110,848
Net pension asset *	\$ 337	\$ 4,577								
Total assets	\$ 40,601,288	\$ 40,836,766	\$ 39,418,280	\$ 40,223,940	\$ 39,833,698	\$ 39,970,859	\$ 38,806,372	\$ 38,639,925	\$ 37,960,459	\$ 36,919,085
Deferred outflows of resources:										
Related to pension *	\$ (4,508,092)	\$ (1,467,305)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ (4,508,092)	\$ (1,467,305)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Liabilities										
Current liabilities										
Accounts and contracts payable	\$ 493,992	\$ 685,365	\$ 488,730	\$ 698,984	\$ 316,564	\$ 677,858	\$ 313,446	\$ 429,116	\$ 563,555	\$ 1,072,920
Accrued interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,020	\$ 1,777
Accrued salaries & payroll	\$ 2,280,555	\$ 1,953,243	\$ 1,930,698	\$ 1,876,873	\$ 1,804,484	\$ 1,727,473	\$ 1,627,587	\$ 1,685,885	\$ 1,498,519	\$ 1,437,075
Unearned revenue - other governments	\$ 531,806	\$ 510,960	\$ 504,462	\$ 728,637	\$ 763,825	\$ 919,297	\$ -	\$ -	\$ -	\$ -
Noncurrent liabilities:										
Due within one year	\$ 32,906	\$ 31,465	\$ 34,492	\$ 34,524	\$ 36,130	\$ 44,702	\$ 158,020	\$ 782,700	\$ 794,102	\$ 954,420
Due in more than one year	\$ 296,154	\$ 283,182	\$ 310,425	\$ 310,713	\$ 325,173	\$ 290,434	\$ 402,575	\$ 874,956	\$ 919,136	\$ 1,823,593
Net pension liability *	\$ 12,289,930	\$ 10,047,921	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	\$ 15,925,343	\$ 13,512,136	\$ 3,268,807	\$ 3,649,731	\$ 3,246,176	\$ 3,659,764	\$ 2,501,628	\$ 3,773,116	\$ 3,776,332	\$ 5,289,785
Deferred inflows of resources										
Property taxes levied for future year	\$ 11,675,997	\$ 12,117,483	\$ 11,246,817	\$ 11,547,509	\$ 11,028,116	\$ 10,746,266	\$ 10,010,462	\$ 9,539,143	\$ 9,036,448	\$ 8,524,225
Related to pension *	\$ 1,486,237	\$ 938,304								
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 13,162,234	\$ 13,055,787	\$ 11,246,817	\$ 11,547,509	\$ 11,028,116	\$ 10,746,266	\$ 10,010,462	\$ 9,539,143	\$ 9,036,448	\$ 8,524,225
Net position										
Net investment in capital assets	\$ 16,073,009	\$ 16,555,195	\$ 16,836,431	\$ 16,901,056	\$ 17,304,118	\$ 17,500,559	\$ 17,785,235	\$ 17,867,508	\$ 17,634,126	\$ 17,415,840
Restricted for:										
General fund programs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,523,015	\$ 1,910,564	\$ 1,974,403	\$ 1,707,189
Non K-12 programs	\$ -	\$ -	\$ -	\$ -	\$ 680,855	\$ 639,778	\$ 702,788	\$ 85,036	\$ 108,751	\$ 90,007
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 328,239	\$ 341,724	\$ 307,004
Capital projects	\$ 3,967,657	\$ 4,076,705	\$ 4,124,650	\$ 3,782,291	\$ 4,037,289	\$ 3,993,530	\$ 3,540,278	\$ 427,375	\$ 144,202	\$ 196,553
School food services	\$ 225,055	\$ 224,265	\$ 364,358	\$ 383,673	\$ 424,284	\$ 409,829	\$ 292,052	\$ 246,946	\$ 66,827	\$ 71,015
Unrestricted	\$ (4,243,918)	\$ (5,120,017)	\$ 3,577,217	\$ 3,959,680	\$ 3,112,860	\$ 3,021,133	\$ 2,450,914	\$ 4,461,988	\$ 4,877,643	\$ 3,317,467
TOTAL NET POSITION *	\$ 16,021,803	\$ 15,736,148	\$ 24,902,656	\$ 25,026,700	\$ 25,559,406	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 25,147,679	\$ 23,105,075
Total Liabilities, deferred resources & net position	\$ 40,601,288	\$ 40,836,766	\$ 39,418,280	\$ 40,223,940	\$ 39,833,698	\$ 39,970,859	\$ 38,806,372	\$ 38,639,925	\$ 37,960,459	\$ 36,919,085

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

* The FY15 beginning net position is \$10,307,862 lower than the FY14 ending net position due to a restatement of net position as a result of implementation of GASB 68, Accounting and Financial Reporting for Pensions. The restated amount is lower due to the addition of a net pension liability. More information can be found by reading the Notes to the Financial Statements (Notes 5 & 6).

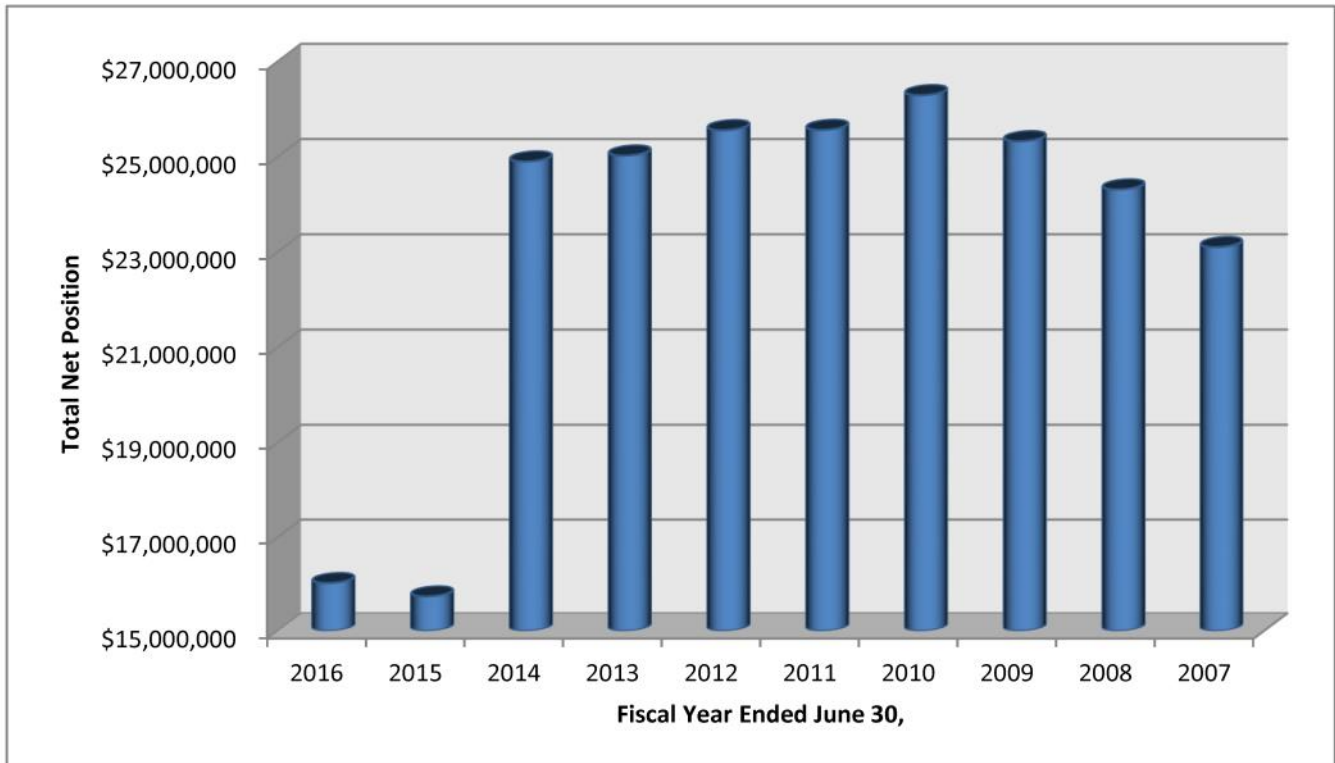
EMERY COUNTY SCHOOL DISTRICT

Net Position By Component

Last Ten Fiscal Years

(Accrual Basis of Accounting)

Fiscal Year Ended June 30,	Net Investment in Capital Assets	Restricted	Unrestricted	<i>Total Net Position</i>
2016	\$ 16,073,009	\$ 4,192,712	\$ (4,243,918)	\$ 16,021,803
2015	\$ 16,555,195	\$ 4,300,970	\$ (5,120,017)	\$ 15,736,148
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



Note: The FY15 beginning net position is \$10,307,862 lower than the FY14 ending net position due to a restatement of net position as a result of implementation of GASB 68, Accounting and Financial Reporting for Pensions. The restated amount is lower due to the addition of a net pension liability. More information can be found by reading the Notes to the Financial Statements (Notes 5 & 6).

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

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

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Expenses										
Instructional services	\$ 15,864,377	\$ 14,705,924	\$ 15,746,891	\$ 15,823,615	\$ 15,669,984	\$ 14,977,002	\$ 15,059,008	\$ 15,572,891	\$ 15,870,533	\$ 13,736,508
Supporting services:										
Students	\$ 588,468	\$ 493,690	\$ 523,400	\$ 510,099	\$ 465,990	\$ 466,005	\$ 428,005	\$ 425,282	\$ 446,529	\$ 440,002
Instructional staff	\$ 411,133	\$ 402,664	\$ 380,405	\$ 381,800	\$ 364,127	\$ 374,529	\$ 389,327	\$ 359,631	\$ 334,617	\$ 332,410
District leadership	\$ 567,161	\$ 602,216	\$ 815,627	\$ 389,305	\$ 371,830	\$ 366,062	\$ 359,100	\$ 469,207	\$ 365,640	\$ 359,625
School leadership	\$ 2,123,175	\$ 2,151,095	\$ 2,096,066	\$ 1,999,236	\$ 1,947,690	\$ 1,726,047	\$ 1,472,803	\$ 1,580,641	\$ 1,661,371	\$ 1,668,200
Central	\$ 471,433	\$ 448,715	\$ 434,468	\$ 440,312	\$ 440,745	\$ 387,805	\$ 320,088	\$ 311,104	\$ 305,209	\$ 296,456
Operation & maintenance	\$ 3,894,218	\$ 3,738,627	\$ 3,476,787	\$ 3,492,500	\$ 2,878,134	\$ 2,677,241	\$ 2,607,105	\$ 2,616,731	\$ 2,516,342	\$ 2,449,003
Transportation	\$ 1,167,525	\$ 1,197,661	\$ 1,207,927	\$ 1,097,173	\$ 1,230,733	\$ 1,144,713	\$ 1,145,681	\$ 1,052,445	\$ 1,013,377	\$ 946,786
School food services	\$ 1,120,307	\$ 1,263,956	\$ 1,149,128	\$ 1,143,767	\$ 1,115,602	\$ 1,079,882	\$ 998,750	\$ 979,696	\$ 880,487	\$ 903,664
Interest on long-term liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,501	\$ 27,796	\$ 42,992	\$ 59,459
TOTAL EXPENSES	\$ 26,207,797	\$ 25,004,549	\$ 25,830,699	\$ 25,277,808	\$ 24,484,835	\$ 23,199,286	\$ 22,790,367	\$ 23,395,426	\$ 23,437,097	\$ 21,192,113
Program revenues										
Charges for services:										
Instruction	\$ 343,030	\$ 339,089	\$ 303,896	\$ 313,983	\$ 189,774	\$ 209,977	\$ 247,040	\$ 65,169	\$ 72,870	\$ 27,242
Supporting services	\$ -	\$ 4,199	\$ 1,056	\$ 5,845	\$ 3,617	\$ 4,719	\$ 9,261	\$ 24,170	\$ 2,536	\$ 2,535
School food services	\$ 235,138	\$ 215,740	\$ 252,011	\$ 253,484	\$ 276,870	\$ 297,324	\$ 301,473	\$ 298,251	\$ 286,764	\$ 301,851
Operating grants & contributions	\$ 5,241,426	\$ 4,905,891	\$ 4,934,458	\$ 4,070,710	\$ 4,074,194	\$ 5,431,950	\$ 5,427,449	\$ 6,144,620	\$ 5,066,928	\$ 4,157,523
TOTAL PROGRAM REVENUES	\$ 5,819,594	\$ 5,464,919	\$ 5,491,421	\$ 4,644,022	\$ 4,544,455	\$ 5,943,970	\$ 5,985,223	\$ 6,532,210	\$ 5,429,098	\$ 4,489,151
NET (EXPENSE) REVENUE	\$ (20,388,203)	\$ (19,539,630)	\$ (20,339,278)	\$ (20,633,786)	\$ (19,940,380)	\$ (17,255,316)	\$ (16,805,144)	\$ (16,863,216)	\$ (18,007,999)	\$ (16,702,962)
General revenues										
Property taxes	\$ 12,767,892	\$ 12,181,809	\$ 12,217,630	\$ 11,682,149	\$ 11,384,453	\$ 10,492,141	\$ 9,868,704	\$ 9,608,210	\$ 9,160,034	\$ 9,210,393
Federal & state aid not restricted to specific purposes	\$ 7,018,852	\$ 7,503,968	\$ 7,149,549	\$ 7,521,467	\$ 7,754,837	\$ 5,391,430	\$ 7,136,267	\$ 7,197,881	\$ 8,460,844	\$ 7,775,017
Earnings on investments	\$ 119,399	\$ 91,907	\$ 93,901	\$ 93,246	\$ 101,096	\$ 77,152	\$ 75,031	\$ 215,553	\$ 466,704	\$ 550,875
Miscellaneous	\$ 767,715	\$ 903,300	\$ 754,154	\$ 804,218	\$ 694,571	\$ 565,140	\$ 691,758	\$ 854,402	\$ 863,291	\$ 332,762
TOTAL GENERAL REVENUES	\$ 20,673,858	\$ 20,680,984	\$ 20,215,234	\$ 20,101,080	\$ 19,934,957	\$ 16,525,863	\$ 17,771,760	\$ 17,876,046	\$ 18,950,873	\$ 17,869,047
CHANGE IN NET POSITION	\$ 285,655	\$ 1,141,355	\$ (124,044)	\$ (532,706)	\$ (5,423)	\$ (729,453)	\$ 966,616	\$ 1,012,830	\$ 942,874	\$ 1,166,085
NET POSITION: BEGINNING	\$ 15,736,148	\$ 14,594,794	\$ 25,026,700	\$ 25,559,408	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 24,314,836	\$ 23,371,963	** \$ 21,938,990
NET POSITION: ENDING	\$ 16,021,803	\$ 15,736,148	\$ 24,902,656	\$ 25,026,700	\$ 25,559,406	\$ 25,564,829	\$ 26,294,282	\$ 25,327,666	\$ 24,314,836	\$ 23,105,075
Revenue per pupil:										
Local	\$ 6,411	\$ 6,022	\$ 5,895	\$ 5,658	\$ 5,457	\$ 4,745	\$ 4,833	\$ 4,899	\$ 4,795	\$ 4,491
State	\$ 4,734	\$ 4,644	\$ 4,448	\$ 4,199	\$ 4,167	\$ 4,159	\$ 4,236	\$ 4,713	\$ 5,287	\$ 4,416
Federal	\$ 789	\$ 797	\$ 783	\$ 784	\$ 936	\$ 1,167	\$ 1,188	\$ 1,201	\$ 693	\$ 728
TOTAL REVENUE PER PUPIL	\$ 11,934	\$ 11,462	\$ 11,126	\$ 10,641	\$ 10,561	\$ 10,071	\$ 10,258	\$ 10,813	\$ 10,775	\$ 9,634
Expense per pupil:	\$ 11,805	\$ 10,962	\$ 11,182	\$ 10,868	\$ 10,563	\$ 9,834	\$ 9,840	\$ 10,370	\$ 10,361	\$ 9,135
Net per pupil:	\$ 129	\$ 500	\$ (56)	\$ (226)	\$ (2)	\$ 236	\$ 417	\$ 443	\$ 414	\$ 500
Student population:	2220	2281	2310	2326	2318	2359	2316	2256	2262	2320

Source: District Data

** The FY15 beginning net position is \$10,307,862 lower than the FY14 ending net position due to a restatement of net position as a result of implementation of GASB 68, Accounting and Financial Reporting for Pensions. The restated amount is lower due to the addition of a net pension liability. More information can be found by reading the Notes to the Financial Statements (Notes 5 & 6)

** The FY08 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
2016	\$ 28,990	\$ -	\$ 1,000,000	\$ 294,993	\$ 3,259,969	\$ 4,583,952
2015	\$ 8,213	\$ -	\$ 1,000,000	\$ 201,309	\$ 2,895,329	\$ 4,104,851
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
2016	\$ 120,976	\$ 4,071,736	\$ 432,580	\$ 336,348	\$ -	\$ 4,961,640
2015	\$ 146,220	\$ 4,154,750	\$ 265,581	\$ 338,541	\$ -	\$ 4,905,092
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

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

* 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,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Revenues:										
Property taxes	\$ 12,767,892	\$ 12,181,809	\$ 12,217,630	\$ 11,682,149	\$ 11,384,453	\$ 10,492,141	\$ 9,868,704	\$ 9,608,210	\$ 9,160,033	\$ 9,210,393
Earnings on investments	\$ 119,399	\$ 91,907	\$ 93,501	\$ 93,246	\$ 101,096	\$ 77,152	\$ 75,031	\$ 215,533	\$ 466,794	\$ 550,875
School food services sales	\$ 235,138	\$ 215,740	\$ 252,011	\$ 253,484	\$ 276,870	\$ 297,324	\$ 301,473	\$ 286,251	\$ 301,851	\$ 301,851
Other local sources	\$ 1,110,745	\$ 1,246,588	\$ 1,054,472	\$ 1,130,698	\$ 887,962	\$ 779,836	\$ 948,619	\$ 918,468	\$ 931,931	\$ 355,402
State sources	\$ 10,509,514	\$ 10,592,711	\$ 10,275,508	\$ 9,767,499	\$ 9,658,313	\$ 8,579,780	\$ 9,811,358	\$ 10,632,949	\$ 11,959,416	\$ 10,244,503
Federal sources	\$ 1,750,764	\$ 1,817,148	\$ 1,808,489	\$ 1,824,078	\$ 2,170,718	\$ 2,243,600	\$ 2,752,358	\$ 2,709,532	\$ 1,568,356	\$ 1,688,037
Other financing sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (560)	\$ 11,560	\$ 65	\$ -
TOTAL REVENUES	\$ 26,493,452	\$ 26,145,903	\$ 25,702,021	\$ 24,751,754	\$ 24,479,412	\$ 22,469,833	\$ 23,756,983	\$ 24,394,483	\$ 24,373,269	\$ 22,351,061
Expenditures:										
Current										
Instructional services	\$ 15,166,720	\$ 14,778,721	\$ 14,595,518	\$ 14,359,941	\$ 14,660,782	\$ 14,037,405	\$ 14,422,381	\$ 14,173,687	\$ 13,694,925	\$ 11,912,474
Supporting services:										
Students	\$ 588,468	\$ 493,650	\$ 523,400	\$ 510,099	\$ 463,990	\$ 466,005	\$ 428,005	\$ 425,282	\$ 446,529	\$ 446,002
Instructional staff	\$ 411,133	\$ 402,664	\$ 380,405	\$ 381,800	\$ 364,127	\$ 374,529	\$ 389,327	\$ 359,631	\$ 334,617	\$ 332,410
District leadership	\$ 495,984	\$ 531,706	\$ 747,222	\$ 334,578	\$ 317,064	\$ 312,131	\$ 310,432	\$ 410,728	\$ 311,482	\$ 303,385
School leadership	\$ 2,016,742	\$ 2,081,298	\$ 2,005,115	\$ 1,924,525	\$ 1,842,635	\$ 1,700,328	\$ 1,565,442	\$ 1,580,810	\$ 1,527,890	\$ 1,537,092
Central	\$ 447,707	\$ 425,212	\$ 411,666	\$ 418,421	\$ 418,838	\$ 366,233	\$ 310,354	\$ 299,468	\$ 294,377	\$ 285,208
Operation and maintenance of facilities	\$ 3,677,805	\$ 3,533,132	\$ 3,280,234	\$ 3,287,749	\$ 2,662,302	\$ 2,484,720	\$ 2,440,589	\$ 2,407,457	\$ 2,321,373	\$ 2,152,877
Transportation	\$ 1,120,074	\$ 1,150,655	\$ 1,152,323	\$ 1,053,391	\$ 1,175,967	\$ 1,097,013	\$ 1,097,782	\$ 1,005,662	\$ 970,651	\$ 901,794
School food services	\$ 1,072,856	\$ 1,205,198	\$ 1,103,524	\$ 1,099,985	\$ 1,071,789	\$ 1,036,737	\$ 959,816	\$ 932,913	\$ 847,992	\$ 858,672
Capital projects	\$ 960,314	\$ 944,806	\$ 1,576,987	\$ 1,522,873	\$ 1,286,443	\$ 1,271,822	\$ 1,313,195	\$ 1,899,859	\$ 2,134,498	\$ 4,283,691
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 497,000	\$ 481,000	\$ 465,000
Principal retirement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 28,337	\$ 43,749	\$ 60,146
Interest and fiscal charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENDITURES	\$ 25,957,803	\$ 25,547,102	\$ 25,765,394	\$ 24,893,362	\$ 24,265,927	\$ 23,140,892	\$ 23,526,614	\$ 24,020,794	\$ 23,408,883	\$ 23,532,751
Excess (deficiency) of revenues over (under) expenditures	\$ 535,649	\$ 598,801	\$ (64,373)	\$ (141,608)	\$ 213,485	\$ (671,059)	\$ 230,369	\$ 373,689	\$ 964,386	\$ (1,181,690)
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	\$ 8,512	\$ 17,137
Transfers in (out)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 823	\$ -	\$ -	\$ -	\$ -
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	\$ 4,634	\$ (4,102)	\$ 3,700	\$ 823	\$ -	\$ 13,773	\$ 8,512	\$ 17,137
CHANGE IN FUND BALANCES	\$ 535,649	\$ 598,801	\$ (59,739)	\$ (145,710)	\$ 217,185	\$ (670,236)	\$ 230,369	\$ 387,462	\$ 972,898	\$ (1,164,553)
FUND BALANCES: ENDING	\$ 9,009,943	\$ 8,411,142	\$ 8,470,881	\$ 8,615,591	\$ 8,399,406	\$ 9,069,642	\$ 8,839,273	\$ 8,451,811	\$ 7,478,913	\$ 8,376,578
	\$ 9,545,592	\$ 9,009,943	\$ 8,411,142	\$ 8,470,881	\$ 8,616,591	\$ 8,399,406	\$ 9,069,642	\$ 8,839,273	\$ 8,451,811	\$ 7,212,025
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.27%	2.27%	2.33%	2.60%

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.

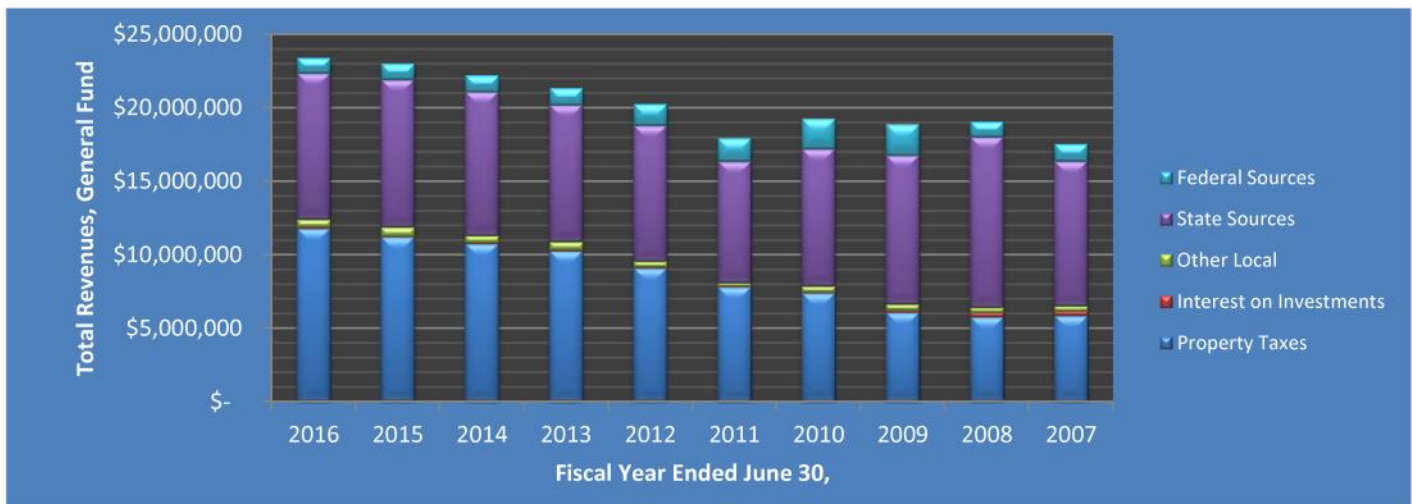
EMERY COUNTY SCHOOL DISTRICT

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
2016	\$ 11,800,928	\$ 74,081	\$ 500,487	\$ 10,000,885	\$ 1,040,063	\$ 23,416,444
2015	\$ 11,209,768	\$ 54,420	\$ 605,524	\$ 10,066,142	\$ 1,082,085	\$ 23,017,939
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

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
2016	50.4%	0.3%	2.1%	42.7%	4.4%	100%
2015	48.7%	0.2%	2.6%	43.7%	4.7%	100%
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%



Source: District Data

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

Year Ended June 30,	Instruction	Students	Instructional Staff	District Leadership	School Leadership	Central	Operation & Maintenance	Transportation	Total
2016	\$ 14,181,159	\$ 588,468	\$ 411,133	\$ 495,984	\$ 2,016,742	\$ 447,707	\$ 3,676,076	\$ 1,120,074	\$ 22,937,343
2015	\$ 13,800,699	\$ 493,690	\$ 402,664	\$ 531,706	\$ 2,081,298	\$ 425,212	\$ 3,532,752	\$ 1,150,655	\$ 22,418,676
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

Expenditures by Function as a Percentage of Total Expenditures

Year Ended June 30,	Instruction	Students	Instructional Staff	District Leadership	School Leadership	Central	Operation & Maintenance	Transportation	Total
2016	61.83%	2.57%	1.79%	2.16%	8.79%	1.95%	16.03%	4.88%	100.00%
2015	61.56%	2.20%	1.80%	2.37%	9.28%	1.90%	15.76%	5.13%	100.00%
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%

Source: District Data

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

Emery School District		2015	2014	2013	2012 *	2011	2010	2009	2008	2007	2006
Calendar Tax Year		2015-16	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07
Fiscal Year											
Basic School Levy	(1)	0.001736	0.001419	0.001535	0.001651	0.001591	0.001495	0.001433	0.001250	0.001311	0.001515
Voted Local Levy	(2)	0.001612	0.001603	0.001598	0.001611	0.001603	0.001600	0.001600	0.001291	0.001311	0.001333
Board Local Levy	(3)	0.002091	0.002080	0.001821	0.001835	0.000412	0.000411	0.000398	0.000393	0.000403	0.000415
K-3 Reading Levy						0.000063	0.000063	0.000062	0.000062	0.000063	0.000064
Transportation Levy						0.000303	0.000302	0.000300	0.000300	0.000300	0.000300
Tort Liability Levy						0.000022	0.000022	0.000022	0.000022	0.000022	0.000022
Judgment Levy	(4)	0.000060	0.000090	0.000203	0.000000	0.000000	0.000000	0.000000	0.000069	0.000017	0.000000
Recreation Levy						0.000434	0.000433	0.000430	0.000427	0.000433	0.000440
Capital Local Levy	(5)	0.000453	0.000450	0.000699	0.000704	0.000699	0.000696	0.000691	0.000686	0.000696	0.000708
10% of Basic Levy						0.000589	0.000587	0.000583	0.000579	0.000588	0.000598
Debt Service Levy	(6)	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000282	0.000323	0.000354
<i>Total Direct Rates:</i>		<i>0.005952</i>	<i>0.005642</i>	<i>0.005856</i>	<i>0.005801</i>	<i>0.005716</i>	<i>0.005609</i>	<i>0.005519</i>	<i>0.005361</i>	<i>0.005467</i>	<i>0.005749</i>
Overlapping Rates		2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Calendar Tax Year		2015-16	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07
Fiscal Year											
Emery County		0.004587	0.004567	0.004710	0.004596	0.004577	0.004563	0.004525	0.004545	0.004412	0.004420
Castle Dale		0.001476	0.001496	0.001498	0.001540	0.001531	0.001538	0.001550	0.001624	0.001874	0.001778
Clawson		0.000490	0.000531	0.000501	0.000543	0.000533	0.000530	0.000563	0.000573	0.000631	0.000729
Cleveland		0.000887	0.000881	0.000864	0.000876	0.000874	0.000873	0.000905	0.000919	0.001085	0.001241
Elmo		0.002199	0.002149	0.002106	0.002230	0.002222	0.002232	0.002296	0.002519	0.001730	0.002054
Emery		0.001752	0.001778	0.001833	0.001822	0.001812	0.001831	0.001902	0.001736	0.001836	0.002047
Ferron		0.001577	0.001439	0.001520	0.001510	0.001515	0.001507	0.001532	0.001521	0.001817	0.002104
Green River		0.004285	0.004507	0.004428	0.004452	0.004466	0.004415	0.003873	0.000000	0.000000	0.000000
Huntington		0.001288	0.001307	0.001319	0.001308	0.001310	0.001314	0.001341	0.001332	0.001552	0.001717
Orangeville		0.001593	0.001588	0.001639	0.001639	0.001640	0.001607	0.001638	0.001635	0.001893	0.002164
Water Conservancy		0.000393	0.000389	0.000403	0.000391	0.000387	0.000388	0.000387	0.000390	0.000391	0.000396
Special Service		0.001906	0.001968	0.002271	0.002408	0.002636	0.002539	0.002142	0.001968	0.002091	0.002210

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
2015	0.005952	\$ 2,096,152,366	\$ 12,476,299	\$ 12,235,325	98.07%
2014	0.005642	\$ 2,040,848,625	\$ 11,514,468	\$ 11,349,834	98.57%
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%

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)
2015	\$ 121,178	0.97%	\$ 12,356,503	99.04%	\$ 311,572
2014	\$ 148,767	1.29%	\$ 11,498,601	99.86%	\$ 325,118
2013	\$ 135,941	1.15%	\$ 11,814,098	99.88%	\$ 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

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

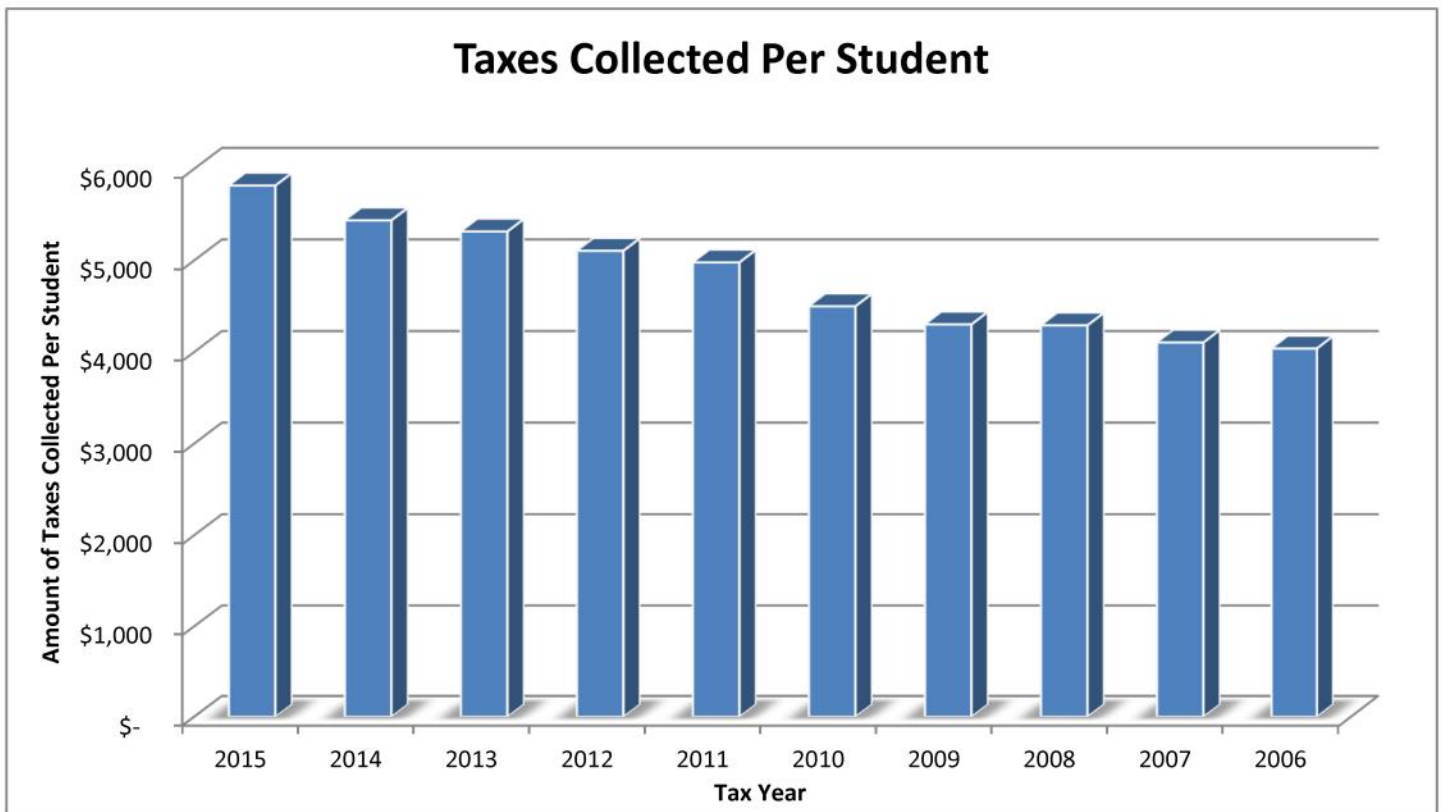
Calendar Tax Year	Locally Assessed							Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value *	Assessed Value as a Percentage of Actual Value
	Centrally Assessed Property	Real Property: Primary Residential	Real Property: Secondary Residential	Real Property: Commercial & Industrial	Real Property: Agricultural	Personal					
2015	\$ 1,765,736,914	\$ 202,327,576	\$ 17,999,121	\$ 81,260,137	\$ 2,552,094	\$ 26,276,524	\$ 2,096,152,366	0.005952	\$ 2,261,693,110	92.68%	
2014	\$ 1,713,899,814	\$ 204,160,189	\$ 17,642,748	\$ 75,700,122	\$ 2,612,435	\$ 26,833,317	\$ 2,040,848,625	0.005642	\$ 2,207,888,780	92.43%	
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%	

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
2016	2015	\$ 2,096,152,366	\$ 12,767,892	2194.57	\$ 955,154	\$ 5,818
2015	2014	\$ 2,040,848,625	\$ 12,181,809	2240.21	\$ 911,008	\$ 5,438
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



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

	2015 Tax Year		2006 Tax Year	
	Type of Business	Taxable Value	Taxable Value	Percent of the District's Taxable Value
Pacificorp	Power	\$ 1,484,531,993	\$ 903,184,749	59.61%
Deseret Generation and Transmission	Power	\$ 50,243,740	\$ 53,412,802	3.53%
Utah American Energy, Inc	Coal	\$ 47,052,156		
Union Pacific Railroad Co.	Railroad	\$ 31,678,741		
UAMPS	Power	\$ 26,892,236	\$ 18,482,100	1.22%
Castle Valley Mining, LLC	Coal	\$ 26,054,128		
Provo City Power	Power	\$ 15,802,693		
XTO Energy, Inc.	Oil and Gas	\$ 15,257,699	\$ 68,905,495	4.55%
Conocophillips Company	Oil and Gas	\$ 13,631,898	\$ 62,677,037	4.14%
Consolidation Coal	Coal	\$ 9,739,544	\$ 11,069,954	0.73%
Anadarko Petroleum Corp.	Oil and Gas		\$ 59,831,257	3.95%
Canyon Fuel Company, LLC	Coal		\$ 35,815,544	2.36%
Genwal Resources, Inc.	Coal		\$ 24,249,741	1.60%
Co-Op Mining	Coal		\$ 16,763,350	1.11%
Total		\$ 1,720,884,828	\$ 1,254,392,029	82.79%

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
2016	\$ -	\$ -	\$ -	\$ 2,096,152,366	0.000%	\$ 2,261,693,110	0.000%
2015	\$ -	\$ -	\$ -	\$ 2,040,848,625	0.000%	\$ 2,207,888,780	0.000%
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%

Year Ended June 30,	Outstanding General Obligation Bonds	Total Personal Income (3)	Net General Bonded Debt as Percentage of Total Personal Income	Emery County Estimated Population (4)	Net Bonded Debt Per Capita	Average Daily Membership (1)	Bonded Debt Per Student
2016	\$ -	Not Available	0.00%	10370	\$ -	2194.57	\$ -
2015	\$ -	\$ 326,117,000	0.00%	10632	\$ -	2240.21	\$ -
2014	\$ -	\$ 317,279,000	0.00%	10740	\$ -	2298.23	\$ -
2013	\$ -	\$ 313,685,000	0.00%	10922	\$ -	2288.10	\$ -
2012	\$ -	\$ 341,267,000	0.00%	10975	\$ -	2286.69	\$ -
2011	\$ -	\$ 312,564,000	0.00%	10976	\$ -	2331.62	\$ -
2010	\$ -	\$ 297,892,000	0.00%	11018	\$ -	2294.03	\$ -
2009	\$ 279,000	\$ 300,092,000	-0.02%	10848	\$ 26	2238.79	\$ 125
2008	\$ 776,000	\$ 291,851,000	0.15%	10610	\$ 73	2231.62	\$ 348
2007	\$ 1,257,000	\$ 284,947,000	0.33%	10461	\$ 120	2280.55	\$ 551

Sources:

- 1) District Data
2) Utah State Tax Commission, Property Tax Division
3) U.S. Bureau of Economic Analysis
4) United States Census Bureau

* 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
2016	\$ 2,096,152,366	\$ 21,582,145	\$ 2,117,734,511	\$ 84,709,380	\$ -	\$ 84,709,380	0.00%
2015	\$ 2,040,848,625	\$ 22,055,599	\$ 2,062,904,224	\$ 82,516,169	\$ -	\$ 82,516,169	0.00%
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%

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
- 2) District Data

EMERY COUNTY SCHOOL DISTRICT
Overlapping and Underlying General Obligation Debt
For Fiscal Year Ending June 30, 2016

Taxing Entity	2015 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	\$ 235,273,272,208	\$ 2,096,152,366	0.89%	\$ 2,585,224,000	\$ 23,032,890
Total Overlapping					<u>\$ 23,032,890</u>
Underlying:					
Emery County	\$ 2,096,152,366	\$ 2,096,152,366	100.00%	\$ 3,000,000	\$ 3,000,000
Castle Dale City	\$ 51,435,814	\$ 51,435,814	100.00%	\$ -	\$ -
Clawson Town	\$ 4,771,090	\$ 4,771,090	100.00%	\$ -	\$ -
Cleveland Town	\$ 14,008,483	\$ 14,008,483	100.00%	\$ -	\$ -
Elmo Town	\$ 8,399,487	\$ 8,399,487	100.00%	\$ -	\$ -
Emery Town	\$ 8,525,696	\$ 8,525,696	100.00%	\$ -	\$ -
Ferron City	\$ 41,973,387	\$ 41,973,387	100.00%	\$ -	\$ -
Green River City	\$ 49,488,085	\$ 49,488,085	100.00%	\$ -	\$ -
Huntington City	\$ 60,295,996	\$ 60,295,996	100.00%	\$ -	\$ -
Orangeville City	\$ 36,224,035	\$ 36,224,035	100.00%	\$ -	\$ -
Emery W.C.D.	\$ 2,034,287,343	\$ 2,034,287,343	100.00%	\$ -	\$ -
Castle Valley S.S.D.	\$ 1,610,598,964	\$ 1,610,598,964	100.00%	\$ 5,414,296	\$ 5,414,296
Emery County S.S.D.	\$ 433,974,661	\$ 433,974,661	100.00%	\$ -	\$ -
Emery Recreation S.S.D.	\$ 2,096,152,366	\$ 2,096,152,366	100.00%	\$ -	\$ -
Emery Fire S.S.D.	\$ 2,096,152,366	\$ 2,096,152,366	100.00%	\$ -	\$ -
Total Underlying					<u>\$ 8,414,296</u>
Total Overlapping and Underlying General Obligation Debt					<u>\$ 31,447,186</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					\$ 8,414,296
Total Direct General Obligation Bonded Indebtedness					\$ -
Total Direct and Underlying General Obligation Debt					<u>\$ 8,414,296</u>
Total Overlapping and Underlying General Obligation Debt (Excluding the State) *					\$ 8,414,296
Total Direct General Obligation Bonded Indebtedness					\$ -
Total Direct, Overlapping, and Underlying General Obligation Debt (Excluding the State) *					<u>\$ 8,414,296</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, 2016

Summary of Long-Term Debt

As of June 30, 2016, 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
2016	\$ -	\$ -	\$ -	\$ 22,937,343	0.00%
2015	\$ -	\$ -	\$ -	\$ 22,418,676	0.00%
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%

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.

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)
2015	4443	4178	265	6.0%	3171	\$ 2,564
2014	4627	4380	247	5.3%	3388	\$ 3,946
2013	4726	4437	289	6.1%	3427	\$ 3,598
2012	4752	4409	343	7.2%	3362	\$ 3,639
2011	5074	4701	373	7.4%	3636	\$ 4,941
2010	5290	4906	384	7.3%	3781	\$ 3,848
2009	5248	4878	370	7.1%	3697	\$ 3,605
2008	5055	4862	193	3.8%	3788	\$ 3,317
2007	5134	4962	172	3.4%	3905	\$ 3,310
2006	5235	5052	183	3.5%	3937	\$ 3,302

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)
2015	10370	Not Available	Not Available	Not Available	Not Available	Not Available
2014	10632	\$ 326,117,000	\$ 209,572,000	\$ 30,676	\$ 19,713	\$ 48,107
2013	10740	\$ 317,279,000	\$ 204,636,000	\$ 29,608	\$ 19,096	\$ 46,082
2012	10922	\$ 313,685,000	\$ 206,453,000	\$ 28,776	\$ 18,939	\$ 48,131
2011	10975	\$ 341,267,000	\$ 236,028,000	\$ 31,157	\$ 21,549	\$ 44,744
2010	10976	\$ 312,564,000	\$ 211,332,000	\$ 28,490	\$ 19,263	\$ 46,158
2009	10848	\$ 297,892,000	\$ 203,382,000	\$ 27,340	\$ 18,666	\$ 44,071
2008	10610	\$ 300,092,000	\$ 210,266,000	\$ 27,942	\$ 19,578	\$ 43,948
2007	10461	\$ 291,851,000	\$ 213,375,000	\$ 27,622	\$ 20,194	\$ 40,905
2006	10438	\$ 284,947,000	\$ 213,223,000	\$ 27,281	\$ 20,414	\$ 41,105

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	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<i>Trades & Utilities</i>	894	933	915	940	938	930	950	973	992	1044
<i>Government</i>	902	914	935	893	913	919	912	893	865	862
<i>Mining</i>	294	384	492	434	456	554	556	678	788	853
<i>Construction</i>	344	429	357	354	454	481	471	425	365	338
<i>Leisure & Hospitality</i>	272	263	258	255	248	256	265	289	269	279
<i>Other Services</i>	126	130	139	139	145	136	137	131	162	155
<i>Information</i>	106	90	88	101	122	125	127	125	138	132
<i>Professional & Business</i>	91	100	95	100	211	224	102	105	180	141
<i>Health & Social Services</i>	74	78	78	74	76	72	79	73	67	58
<i>Financial Activities</i>	48	49	50	51	53	64	74	70	60	58
<i>Manufacturing</i>	20	18	20	21	20	20	24	26	19	17
TOTAL	3171	3388	3427	3362	3636	3781	3697	3788	3905	3937

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)
2015	\$ 127,622,504	\$ 4,064,500	18	\$ 2,965,000	\$ 174,200
2014	\$ 139,401,187	\$ 4,860,000	20	\$ 2,410,900	\$ 1,411,100
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

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 Eight Years Prior *

As of December 31, 2015		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	8.98%	<i>PacifiCorp</i>	250-499	7.56%
<i>PacifiCorp</i>	250-499	8.98%	<i>Energy West Mining Company</i>	250-499	7.56%
<i>Nielson Construction</i>	250-499	8.98%	<i>Emery County School District</i>	250-499	7.56%
<i>Emery County</i>	250-499	8.98%	<i>Nielson Construction</i>	250-499	7.56%
<i>Castle Valley Mining</i>	100-249	4.19%	<i>Consolidated Coal</i>	100-249	3.53%
<i>Billings Distribution</i>	100-249	4.19%	<i>Emery Telcom</i>	100-249	3.53%
<i>Energy West Mining Company</i>	100-249	1.80%	<i>C.W. Mining</i>	100-249	3.53%
<i>Emery Telcom</i>	50-99	1.80%	<i>Emery County</i>	100-249	3.53%
<i>West Winds Development Company</i>	50-99	1.80%	<i>Billings Distribution</i>	50-99	1.51%
<i>Utah Public Safety</i>	50-99	1.80%	<i>State of Utah</i>	50-99	1.51%
			<i>Power Source Services</i>	50-99	1.51%
			<i>Emery County Nursing Home</i>	50-99	1.51%
			<i>Genwal Resources</i>	50-99	1.51%
		51.46%			51.89%

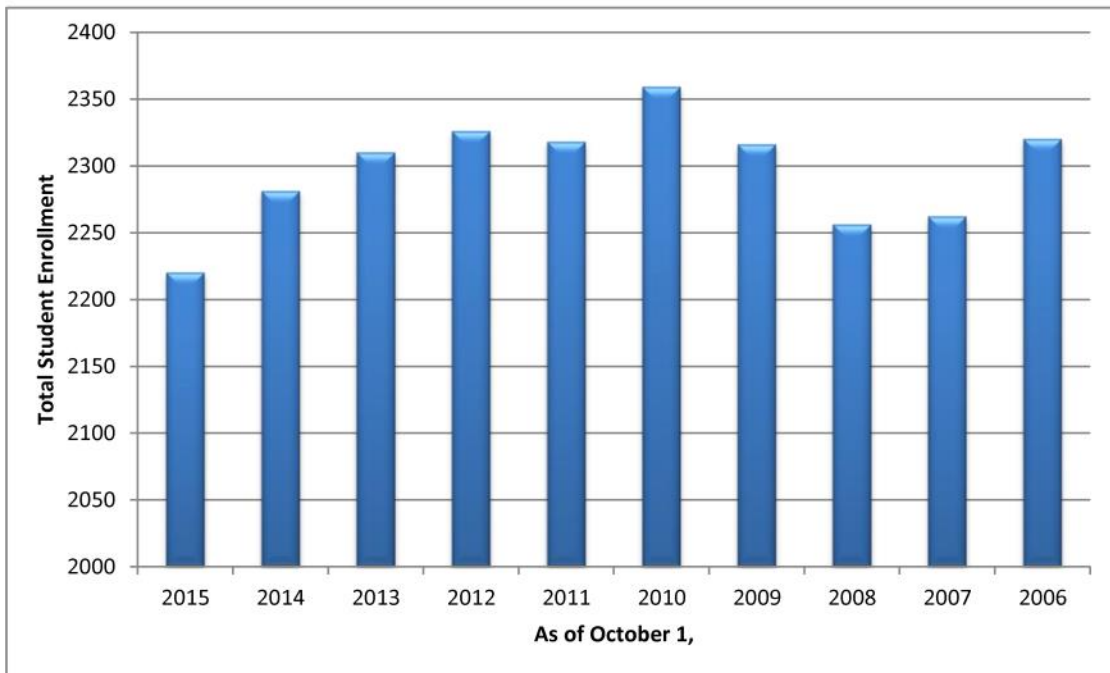
The middle of the identified range is used to calculate the percent of total employment.

* 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: <https://jobs.utah.gov/wi/pubs/e/profile/>

EMERY COUNTY SCHOOL DISTRICT
Total Student Enrollment as of October 1
Last Ten Fiscal Years

<u>As of October 1,</u>	<u>Enrollment</u>	<u>Prior Year Enrollment</u>	<u>Change from Prior Year</u>	<u>9 Years Prior Enrollment</u>	<u>Change from 9 Years Prior</u>
2015	2220	2281	-2.67%	2320	-4.31%
2014	2281	2310	-1.26%	2338	-2.44%
2013	2310	2326	-0.69%	2345	-1.49%
2012	2326	2318	0.35%	2434	-4.44%
2011	2318	2359	-1.74%	2442	-5.08%
2010	2359	2316	1.86%	2508	-5.94%
2009	2316	2256	2.66%	2714	-14.66%
2008	2256	2262	-0.27%	2973	-24.12%
2007	2262	2320	-2.50%	3101	-27.06%
2006	2320	2338	-0.77%	3228	-28.13%



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 2006-2015	% Change 2006-2015
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006		
Book Cliff Elementary	90	106	125	125	139	137	144	137	116	117	-27	-23.08%
Castle Dale Elementary	224	225	220	216	210	207	189	183	176	170	54	31.76%
Cleveland Elementary	189	202	218	201	195	195	187	170	149	151	38	25.17%
Cottonwood Elementary	165	159	161	170	144	171	185	192	183	182	-17	-9.34%
Ferron Elementary	240	252	254	250	290	284	278	271	271	231	9	3.90%
Huntington Elementary	318	336	351	364	342	338	320	331	356	365	-47	-12.88%
Canyon View Jr High	223	203	195	194	217	211	207	172	181	213	10	4.69%
San Rafael Jr High	255	266	260	259	265	250	240	219	239	254	1	0.39%
Green River High	103	99	102	116	118	128	119	112	110	120	-17	-14.17%
Emery High	413	433	424	431	398	438	447	469	481	517	-104	-20.12%
Total	2,220	2,281	2,310	2,326	2,318	2,359	2,316	2,256	2,262	2,320	-100	-4.31%

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,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
ELEMENTARY SCHOOLS										
Huntington	323.95	333.80	350.80	354.59	339.44	334.08	323.29	323.77	342.34	367.74
Ferron	240.85	253.27	256.47	249.27	281.43	278.43	274.63	270.69	267.83	231.32
Castle Dale	214.61	215.79	224.27	220.27	203.21	209.26	191.54	188.57	180.12	171.68
Cleveland	191.65	203.55	214.46	202.26	196.57	191.30	187.51	172.03	148.06	146.27
Cottonwood	166.84	160.00	160.17	163.91	145.94	165.45	182.17	190.00	183.18	180.11
Book Cliff	86.72	100.95	122.81	124.17	135.54	136.18	142.97	138.07	116.14	116.08
Total Elementary Schools	1224.62	1267.36	1328.98	1314.47	1302.13	1314.70	1302.11	1283.13	1237.67	1213.20
JUNIOR HIGH SCHOOLS										
San Rafael	255.16	260.89	256.26	257.52	261.41	251.46	240.40	219.96	238.37	251.05
Canyon View	219.79	197.17	197.04	193.80	216.37	211.84	207.17	173.19	177.96	204.93
Total Junior High Schools	474.95	458.06	453.30	451.32	477.78	463.30	447.57	393.15	416.33	455.98
HIGH SCHOOLS										
Emery	394.71	416.18	416.81	411.99	389.79	425.66	430.84	454.43	465.45	494.67
Green River	100.29	98.61	99.14	110.32	116.99	127.96	113.51	108.08	112.18	116.68
Total High Schools	495.00	514.79	515.95	522.31	506.78	553.62	544.35	562.51	577.63	611.35
TOTAL	2194.57	2240.21	2298.23	2288.10	2286.69	2331.62	2294.03	2238.79	2231.63	2280.53

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,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
ELEMENTARY SCHOOLS										
<i>Kindergarten</i>	155.09	165.09	189.12	194.29	191.83	183.49	187.96	199.73	185.92	180.85
<i>Grade 1</i>	168.75	184.07	182.93	189.82	177.89	186.20	203.03	178.67	190.16	172.41
<i>Grade 2</i>	177.63	179.84	186.59	169.98	175.68	201.83	188.97	180.13	170.71	170.59
<i>Grade 3</i>	173.89	184.61	177.67	170.67	196.49	187.11	172.34	171.66	172.05	181.12
<i>Grade 4</i>	179.43	166.76	183.36	199.53	179.28	174.20	169.79	170.18	174.79	181.85
<i>Grade 5</i>	165.75	175.04	196.34	174.29	176.20	175.21	176.74	175.01	181.87	143.44
<i>Grade 6</i>	174.27	184.48	176.97	175.23	171.41	175.07	174.78	186.27	141.16	159.35
Total Elementary Schools	1194.81	1239.89	1292.98	1273.81	1268.78	1283.11	1273.61	1261.65	1216.65	1189.61
JUNIOR HIGH SCHOOLS										
<i>Grade 7</i>	180.91	175.31	174.59	159.17	169.66	186.70	190.23	142.01	154.34	141.51
<i>Grade 8</i>	177.28	168.75	153.10	168.64	184.51	185.15	150.04	156.91	134.26	180.04
<i>Grade 9</i>	159.70	150.14	162.97	174.02	182.45	151.32	164.54	138.26	184.53	190.48
Total Junior High Schools	517.89	494.20	490.66	501.83	536.62	523.17	504.81	437.17	473.13	512.03
HIGH SCHOOLS										
<i>Grade 10</i>	145.66	153.37	156.75	169.19	145.23	169.12	142.68	176.86	175.52	174.19
<i>Grade 11</i>	152.76	157.98	161.19	139.71	156.06	143.39	178.36	181.93	164.67	202.51
<i>Grade 12</i>	137.63	146.91	126.86	146.61	132.90	163.82	154.25	147.11	173.58	170.38
Total High Schools	436.05	458.26	444.80	455.51	434.19	476.33	475.29	505.90	513.78	547.08
SELF CONTAINED	45.82	47.86	69.79	56.95	47.10	49.01	40.33	34.08	28.07	31.82
TOTAL	2194.57	2240.21	2298.23	2288.10	2286.69	2331.62	2294.03	2238.79	2231.63	2280.53

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,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
TEACHERS										
Castle Dale Elementary	11.50	12.00	11.00	10.00	11.00	11.00	9.50	9.50	8.50	8.00
Cleveland Elementary	11.50	11.50	11.00	11.50	10.00	10.00	9.50	9.50	7.50	6.50
Ferron Elementary	15.00	15.00	14.50	16.50	15.50	15.50	16.00	15.50	14.00	12.00
Book Cliff Elementary	7.50	8.00	8.50	8.00	8.00	8.50	9.50	8.50	8.50	8.00
Huntington Elementary	19.29	20.79	20.79	20.79	18.79	18.64	18.64	20.64	20.14	19.64
Cottonwood Elementary	8.50	9.50	9.36	8.36	8.50	9.50	8.50	9.21	8.50	10.00
Canyon View Junior High	13.16	13.50	13.50	13.50	13.16	12.16	12.37	13.57	13.57	14.00
San Rafael Junior High	14.13	14.38	13.83	13.83	13.33	12.49	13.16	14.16	13.93	13.93
Green River High	9.00	9.50	9.16	8.82	8.50	8.50	8.50	9.00	9.00	9.00
Emery High	24.15	23.32	23.32	23.50	23.82	24.15	22.50	24.98	24.21	23.39
TOTAL TEACHERS	133.73	137.49	134.96	134.80	130.60	130.44	128.17	134.56	127.85	124.46
CLASSIFIED STAFF										
Educational Assistants	49.48	47.17	49.44	47.58	49.58	47.46	46.07	46.66	43.69	41.25
Secretaries	12.88	12.88	12.88	12.88	12.88	12.88	12.88	13.38	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	21.00	21.50	21.50	21.50	22.50	22.00	21.00	23.00	23.00	23.00
Maintenance	11.00	11.00	11.00	11.00	11.00	11.00	10.75	11.75	10.75	9.60
Transportation	10.74	11.89	12.04	12.09	11.51	11.42	10.97	10.23	10.96	10.62
Child Nutrition	13.06	14.81	14.75	14.13	15.38	15.25	13.13	13.00	12.51	15.28
TOTAL CLASSIFIED STAFF	120.16	121.25	123.61	121.18	124.85	122.01	116.80	120.02	114.23	113.07
ADMINISTRATION										
Principals	10.00	10.00	10.00	10.00	10.00	10.00	9.50	9.50	9.70	9.70
District Office	5.00	5.00	5.00	5.00	5.00	5.00	5.50	5.50	5.50	5.50
TOTAL ADMINISTRATION	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.20	15.20
TOTAL STAFFING FTE'S	268.89	273.74	273.57	270.98	270.45	267.45	259.97	269.58	257.28	252.73

PERCENTAGES	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
TEACHERS										
Castle Dale Elementary	4.28%	4.38%	4.02%	3.69%	4.07%	4.11%	3.65%	3.52%	3.30%	3.17%
Cleveland Elementary	4.28%	4.20%	4.02%	4.24%	3.70%	3.74%	3.65%	3.52%	2.92%	2.57%
Ferron Elementary	5.58%	5.48%	5.30%	6.09%	5.73%	5.80%	6.15%	5.75%	5.44%	4.75%
Book Cliff Elementary	2.79%	2.92%	3.11%	2.95%	2.96%	3.18%	3.65%	3.15%	3.30%	3.17%
Huntington Elementary	7.17%	7.59%	7.60%	7.67%	6.95%	6.97%	7.17%	7.66%	7.83%	7.77%
Cottonwood Elementary	3.16%	3.47%	3.42%	3.09%	3.14%	3.55%	3.27%	3.42%	3.30%	3.96%
Canyon View Junior High	4.89%	4.93%	4.93%	4.98%	4.87%	4.55%	4.76%	5.03%	5.27%	5.54%
San Rafael Junior High	5.25%	5.25%	5.06%	5.10%	4.93%	4.67%	5.06%	5.25%	5.41%	5.51%
Green River High	3.35%	3.47%	3.35%	3.25%	3.14%	3.18%	3.27%	3.34%	3.50%	3.56%
Emery High	8.98%	8.52%	8.52%	8.67%	8.81%	9.03%	8.65%	9.77%	9.41%	9.25%
TOTAL TEACHERS	49.73%	50.23%	49.33%	49.75%	48.29%	48.77%	49.30%	49.91%	49.69%	49.25%
CLASSIFIED STAFF										
Educational Assistants	18.40%	17.73%	18.07%	17.56%	18.33%	17.75%	17.72%	17.31%	16.98%	16.32%
Secretaries	4.79%	4.71%	4.71%	4.75%	4.76%	4.82%	4.95%	4.96%	4.40%	4.48%
Business Office	0.74%	0.73%	0.73%	0.74%	0.74%	0.75%	0.77%	0.74%	0.78%	0.79%
Custodians	7.81%	7.85%	7.86%	7.93%	8.32%	8.23%	8.08%	8.53%	8.94%	9.10%
Maintenance	4.09%	4.02%	4.02%	4.06%	4.07%	4.11%	4.14%	4.36%	4.18%	3.80%
Transportation	3.99%	4.34%	4.40%	4.46%	4.26%	4.27%	4.22%	3.79%	4.26%	4.20%
Child Nutrition	4.86%	5.41%	5.39%	5.21%	5.69%	5.70%	5.05%	4.82%	4.86%	6.05%
TOTAL CLASSIFIED	44.69%	44.29%	45.18%	44.72%	46.16%	45.62%	44.93%	44.52%	44.40%	44.74%
ADMINISTRATION										
Principals	3.72%	3.65%	3.66%	3.69%	3.70%	3.74%	3.65%	3.52%	3.77%	3.84%
District Office	1.86%	1.83%	1.83%	1.85%	1.85%	1.87%	2.12%	2.04%	2.14%	2.18%
TOTAL ADMINISTRATION	5.58%	5.48%	5.48%	5.54%	5.55%	5.61%	5.77%	5.56%	5.91%	6.01%

Source: District Data

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

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
SCHOOLS PARTICIPATING IN:										
<i>Lunch</i>	10	10	10	10	10	10	10	10	10	10
<i>Breakfast</i>	10	10	10	10	10	10	10	9	9	9
STUDENT LUNCHES SERVED:										
<i>Free</i>	89,026	101,597	94,799	100,592	102,971	100,782	93,449	78,738	80,188	77,154
<i>Reduced</i>	33,418	35,691	39,652	40,405	43,830	43,993	50,490	49,109	47,902	53,581
<i>Fully Paid</i>	92,902	98,605	102,060	95,631	108,707	114,511	114,034	118,811	117,487	118,858
Total	<u>215,346</u>	<u>235,893</u>	<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>
ADULT LUNCHES SERVED:	2,076	3,209	3,757	4,699	4,602	4,766	4,296	4,100	3,225	4,084
STUDENT BREAKFASTS SERVED:										
<i>Free</i>	57,789	64,194	54,908	58,074	64,961	59,744	56,040	45,332	47,438	48,154
<i>Reduced</i>	15,512	22,817	12,175	13,164	17,082	14,247	19,408	19,295	19,383	20,197
<i>Fully Paid</i>	28,304	69,201	15,384	11,615	18,870	18,750	18,042	22,586	23,090	19,323
Total	<u>101,605</u>	<u>156,212</u>	<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>
ADULT BREAKFASTS SERVED:	57	84	188	167	54	91	192	111	80	34
NUMBER OF SERVING DAYS:	173	173	173	173	173	173	173	173	173	173
AVERAGE DAILY PARTICIPATION										
<i>Student Lunch</i>	1,245	1,364	1,367	1,368	1,477	1,499	1,491	1,426	1,420	1,443
<i>Adult Lunch</i>	12	19	22	27	27	28	25	24	19	24
<i>Student Breakfast</i>	587	903	477	479	583	536	540	504	520	507
<i>Adult Breakfast</i>	0.3	0.5	1.1	1.0	0.3	0.5	1.1	0.6	0.5	0.2
	<u>1,844</u>	<u>2,285</u>	<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>
AVG DAILY MEMBERSHIP	2,039	2,075	2,109	2,094	2,095	2,148	2,106	2,039	2,046	2,100
PERCENTAGE OF STUDENTS EATING SCHOOL LUNCH										
	61.05%	65.71%	64.82%	65.32%	70.50%	69.77%	70.81%	69.92%	69.38%	68.70%
STUDENTS ON FREE LUNCH	792	750	800	832	823	780	719	656	679	609
STUDENTS ON REDUCED LUNCH	292	312	334	345	345	346	400	375	445	429
PERCENTAGE OF STUDENTS ON:										
<i>Free Lunch</i>	38.84%	36.14%	37.93%	39.73%	39.28%	36.31%	34.14%	32.17%	33.19%	29.00%
<i>Reduced Lunch</i>	14.32%	15.04%	15.84%	16.48%	16.47%	16.11%	18.99%	18.39%	21.75%	20.43%
Total	<u>53.16%</u>	<u>51.18%</u>	<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>
SUMMER FOOD SERVICE PROGRAM:										
<i>Child (0-18) Lunches Served:</i>	10,200	12,155	12,017	11,262	11,850	12,768	11,847	6,709	n/a	n/a

* Includes lunches served during July 2015 and June 2016 summer lunch. Lunches served in July 2016 will be reported in 2017.

Source: District Data

EMERY COUNTY SCHOOL DISTRICT
Capital Asset Information
June 30, 2016

	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, 2016

Type	Expiration Date	Details of Coverage	Limits	Annual Premium
Property, Fidelity & Boiler	Until Cancelled	\$1,000 Deductible	\$1,000,000 for Employees	\$ 119,114
Worker's Compensation	Until Cancelled		Lost Wages	\$ 121,891
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	\$ 16,564
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	\$ 8,750
Total Cost of Insurance in Force				<u>\$ 267,262</u>
Property & Liability Credits				<u>\$ 11,911</u>
Total Credits				<u>\$ 11,911</u>
Net Cost of Insurance in Force				<u>\$ 255,351</u>

Source: District Data

EMERY COUNTY SCHOOL DISTRICT

Licensed Employee Salary Schedule

2016 Fiscal Year

STEP	INDEX	B.S.	B.S.+30	B.S.+55	M.S.	M.S.+30	M.S.+60 Ph.D.
BASE NUMBERS		28670	29240	30100	31540	32250	32970
1	100	32870	33440	34300	35740	36450	37170
2	104	34020	34610	35500	37000	37740	38490
3	107	34880	35490	36410	37950	38710	39480
4	111	36020	36660	37610	39210	40000	40800
5	116	37460	38120	39120	40790	41610	42450
6	121	38890	39580	40620	42360	43220	44090
7	126	40320	41040	42130	43940	44840	45740
8	131	41760	42500	43630	45520	46450	47390
9	136	43190	43970	45140	47090	48060	49040
10	142	44910	45720	46940	48990	50000	51020
11	148	46630	47480	48750	50880	51930	53000
12	154	48350	49230	50550	52770	53870	54970
13	160	50070	50980	52360	54660	55800	56950
18	166	51790	52740	54170	56560	57740	58930
23	170	52940	53910	55370	57820	59030	60250
28	175	54370	55370	56880	59400	60640	61900

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		34810	35400	36280	37740	38460	39190
2		36020	36630	37540	39060	39810	40570
3		36940	37570	38510	40070	40840	41620
4		38130	38800	39770	41390	42190	43000
5		39630	40320	41340	43030	43860	44710
6		41140	41850	42920	44680	45550	46430
7		42570	43310	44430	46260	47170	48080
8		44010	44770	45930	47840	48780	49730
9		45440	46240	47440	49410	50390	51380
10		47160	47990	49240	51310	52330	53360
11		48880	49750	51050	53200	54260	55340
12		50600	51500	52850	55090	56200	57310
13		52320	53250	54660	56980	58130	59290
18		54040	55010	56470	58880	60070	61270
23		55190	56180	57670	60140	61360	62590
28		56620	57640	59180	61720	62970	64240

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
2016	\$ 34,810	\$ 64,240	\$ 50,591	\$ 47,226	7.13%
2015	\$ 33,850	\$ 62,310	\$ 48,567	\$ 45,790	6.06%
2014	\$ 33,550	\$ 61,700	\$ 48,944	\$ 45,704	7.09%
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%

Sources:

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

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

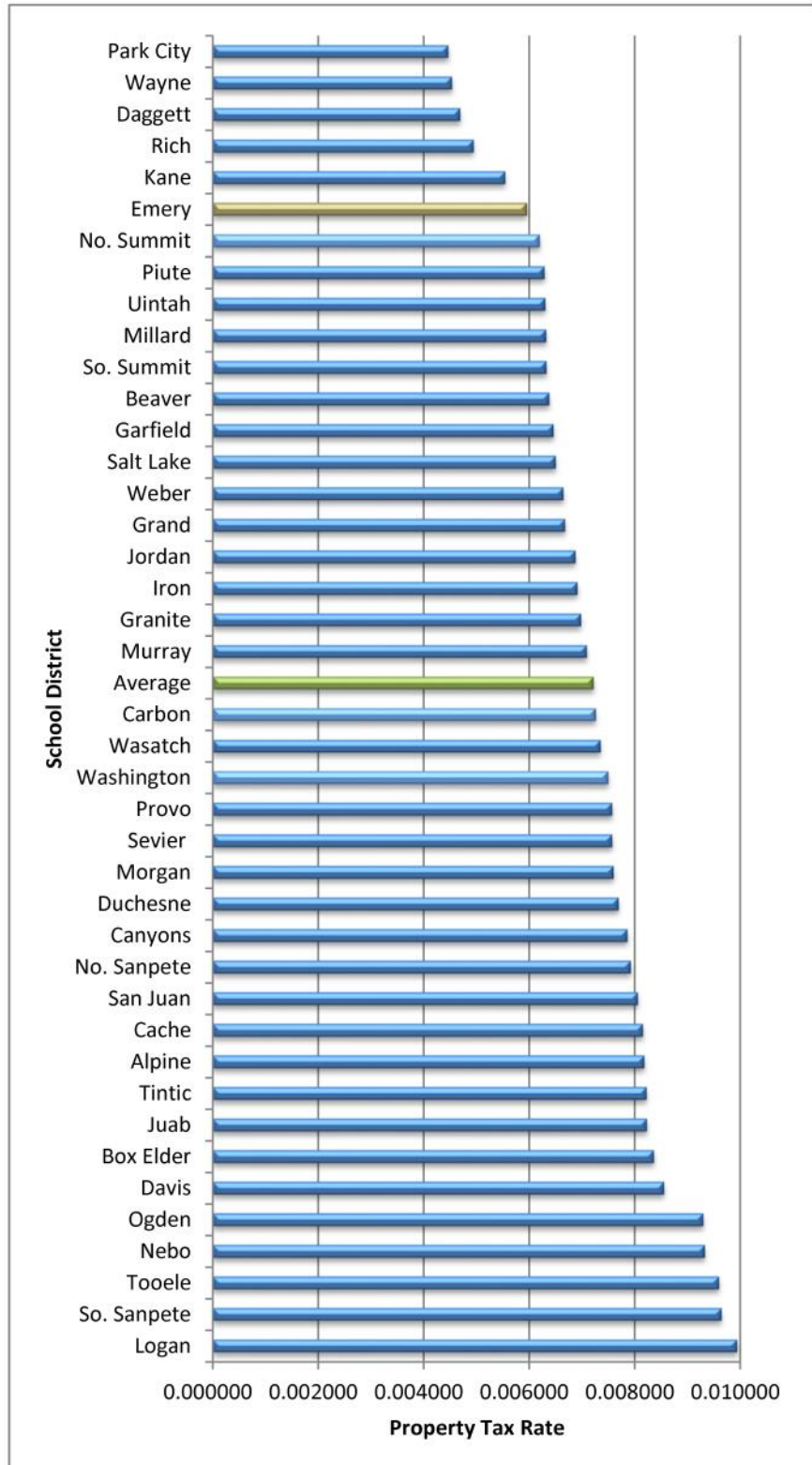
EMERY COUNTY SCHOOL DISTRICT
Expenditures by Function Per Pupil: General Fund
 Last Ten Fiscal Years

FUNCTION	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Student Enrollment	2220	2281	2310	2326	2318	2359	2316	2256	2262	2320
Instruction	\$ 6,388	\$ 6,050	\$ 5,927	\$ 5,815	\$ 5,615	\$ 5,278	\$ 5,556	\$ 5,580	\$ 5,380	\$ 4,759
Supporting Services:										
Students	\$ 265	\$ 216	\$ 227	\$ 219	\$ 201	\$ 198	\$ 185	\$ 189	\$ 197	\$ 190
Instructional Staff	\$ 185	\$ 177	\$ 165	\$ 164	\$ 157	\$ 159	\$ 168	\$ 159	\$ 148	\$ 143
District Administration	\$ 223	\$ 233	\$ 323	\$ 144	\$ 137	\$ 132	\$ 134	\$ 182	\$ 138	\$ 131
School Administration	\$ 908	\$ 912	\$ 868	\$ 827	\$ 795	\$ 721	\$ 676	\$ 701	\$ 675	\$ 663
Business	\$ 202	\$ 186	\$ 178	\$ 180	\$ 181	\$ 155	\$ 134	\$ 133	\$ 130	\$ 123
Operation & Maintenance	\$ 1,656	\$ 1,549	\$ 1,410	\$ 1,413	\$ 1,148	\$ 1,053	\$ 1,053	\$ 1,066	\$ 1,025	\$ 927
Student Transportation	\$ 505	\$ 504	\$ 503	\$ 453	\$ 507	\$ 462	\$ 474	\$ 446	\$ 429	\$ 389
TOTAL	\$ 10,332	\$ 9,828	\$ 9,602	\$ 9,216	\$ 8,741	\$ 8,159	\$ 8,380	\$ 8,456	\$ 8,122	\$ 7,324
PERCENTAGES										
Instruction	61.83%	61.56%	61.73%	63.10%	64.24%	64.70%	66.30%	65.99%	66.23%	64.98%
Supporting Services:										
Students	2.57%	2.20%	2.36%	2.38%	2.30%	2.42%	2.21%	2.23%	2.43%	2.59%
Instructional Staff	1.79%	1.80%	1.72%	1.78%	1.80%	1.95%	2.01%	1.89%	1.82%	1.96%
District Administration	2.16%	2.37%	3.37%	1.56%	1.56%	1.62%	1.60%	2.15%	1.70%	1.79%
School Administration	8.79%	9.28%	9.04%	8.98%	9.09%	8.84%	8.07%	8.29%	8.32%	9.05%
Business	1.95%	1.90%	1.86%	1.95%	2.07%	1.90%	1.60%	1.57%	1.60%	1.68%
Operation & Maintenance	16.03%	15.76%	14.69%	15.34%	13.13%	12.91%	12.57%	12.61%	12.62%	12.66%
Student Transportation	4.88%	5.13%	5.24%	4.91%	5.80%	5.67%	5.65%	5.27%	5.28%	5.31%
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
2015 Tax (Calendar) Year

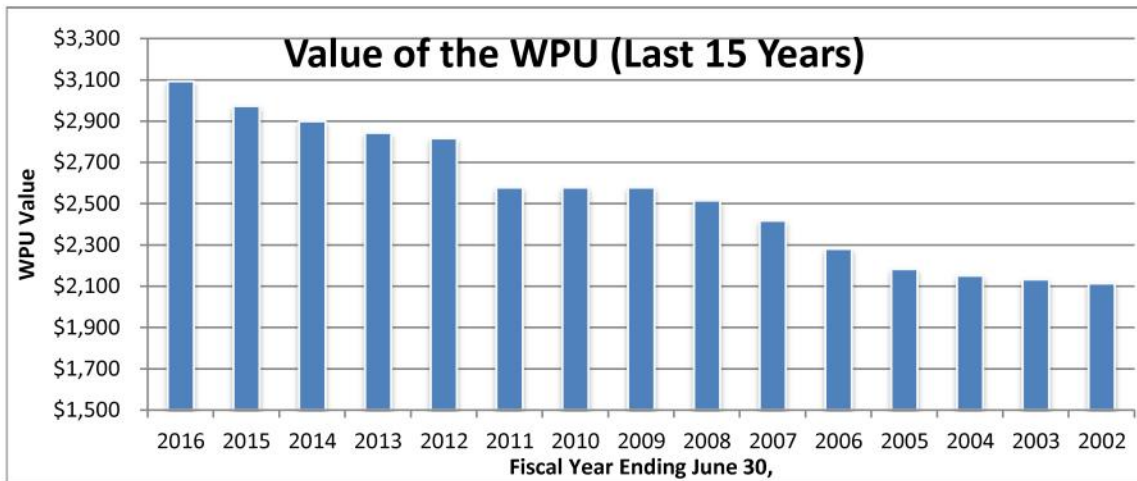
<i>District</i>	<i>Total Tax Rate</i>
Logan	0.009939
So. Sanpete	0.009642
Tooele	0.009593
Nebo	0.009326
Ogden	0.009295
Davis	0.008555
Box Elder	0.008360
Juab	0.008227
Tintic	0.008219
Alpine	0.008177
Cache	0.008154
San Juan	0.008056
No. Sanpete	0.007920
Canyons	0.007859
Duchesne	0.007689
Morgan	0.007596
Sevier	0.007571
Provo	0.007568
Washington	0.007495
Wasatch	0.007347
Carbon	0.007257
Average	0.007216
Murray	0.007086
Granite	0.006978
Iron	0.006912
Jordan	0.006872
Grand	0.006678
Weber	0.006642
Salt Lake	0.006497
Garfield	0.006458
Beaver	0.006374
So. Summit	0.006322
Millard	0.006318
Uintah	0.006301
Piute	0.006287
No. Summit	0.006193
Emery	0.005952
Kane	0.005540
Rich	0.004940
Daggett	0.004687
Wayne	0.004532
Park City	0.004461



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
2016	\$ 3,092	\$ 120	4.04%	2001	\$ 2,006	\$ 105	5.52%
2015	\$ 2,972	\$ 73	2.52%	2000	\$ 1,901	\$ 47	2.54%
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%



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:	102
<i>This report describes the auditor's consideration of internal controls in the District.</i>	
Independent Auditor's Report on Compliance:	104
<i>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.</i>	
Schedule of Findings and Questioned Costs:	107
<i>This schedule summarizes the auditor's opinions related to single audit compliance.</i>	
Schedule of Expenditures of Federal Awards:	108
<i>This schedule provides detailed categorical information regarding each Federal award expended during the fiscal year.</i>	
Notes to the Schedule of Expenditures of Federal Awards:	109
<i>These notes provide clarifying explanations to the schedule of Federal awards.</i>	
Schedule of Prior Federal Audit Findings:	110
<i>This schedule reviews prior Federal audit findings and the measures taken to correct the findings.</i>	
Independent Auditor's Report in Accordance with the State Compliance Audit Guide and on Internal Control Over Compliance:	111
<i>This report describes the auditor's consideration of compliance with State of Utah guidelines regarding both major and non-major State funded programs.</i>	
Schedule of Prior State Compliance Audit Findings:	114
<i>This schedule reviews prior State audit findings and the measures taken to correct the findings.</i>	

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Kimball & Roberts

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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 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, 2016, and the related notes to the financial statements, which collectively comprise Emery County School District's basic financial statements, and have issued our report thereon dated September 20, 2016.

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 a certain other matter 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*.

We also noted certain other matters that we reported to management of Emery County School District in a separate management letter dated September 20, 2016.

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, PC
Certified Public Accountants

September 20, 2016
Richfield, Utah

Kimball & Roberts

A Professional Corporation
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Richfield, Utah 84701

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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 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, 2016. 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 federal statutes, regulations, and the terms and conditions of its federal awards 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 County'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, 2016.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance.

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 County'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 the Uniform Guidance, 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 County'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 a 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated September 20, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Kimball & Roberts, PC
Certified Public Accountants

September 20, 2016
Richfield, Utah

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Fiscal Year Ended June 30, 2016**

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 X No

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

Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal Control over major programs:

* Material weaknesses identified? ___ Yes X No

* Significant deficiencies identified that are not considered to be material weaknesses? ___ Yes X 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 X No

Identification of major programs.

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.027	Special Education - Grants to States - Special Education Cluster
84.173	Special Education - Preschool Grants - Special Education Cluster

Dollar threshold used to distinguish between Type A and Type B programs. \$750,000

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

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

No significant matters were noted.

C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No significant matters were noted.

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2016**

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	110,070
Total Direct Assistance			<u>\$ 110,070</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	\$ 150,385
Federal School Lunch - Lunch Reimbursement Section 4	10.555	09-42	76,332
Federal School Lunch - Free & Reduced Section 11	10.555	09-43	339,972
Federal Summer Food Service Program for Children	10.559	09-42	15,797
Food Distribution - Commodities	10.565	n/a	78,317
Total U.S. Department of Agriculture			<u>\$ 660,803</u>
U.S. Department of Education			
Passed Through Utah State Department of Education			
Title I - ESEA Flow Through	84.010	09-08	\$ 301,096
IDEA Part B Flow Through	* 84.027	09-19	500,229
Fed VoEd Carl Perkins	84.048	09-21	27,369
IDEA Preschool Flow Through	* 84.173	09-52	28,934
Class Size Reduction	84.367	09-74	97,073
Passed Through Waterford Research Institute			
UPStart Preschool	84.411B	n/a	21,263
Total U.S. Department of Education			<u>\$ 975,964</u>
U.S. Department of Health and Human Services			
Passed Through State Jordan School District			
Administrative Outreach	93.779	n/a	\$ 4,226
Total Department of Health and Human Services			<u>\$ 4,226</u>
Total Indirect Assistance			<u>\$ 1,640,993</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 1,751,063</u></u>

* MAJOR FEDERAL AWARD PROGRAMS AUDITED

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2016**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

General:

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the 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 Expenditures of Federal Awards. 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 Expenditures of Federal Awards 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 2015-16 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, 2016**

There were no prior audit findings.

Kimball & Roberts

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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 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 for the year ended June 30, 2016.

General state compliance requirements were tested for the year ended June 30, 2016 in the following areas:

Budgetary Compliance	Open and Public Meetings Act
Fund Balance	Treasurer's Bond
Utah Retirement Systems	Cash Management
School District Tax Levies	

The District received state funding from the following programs classified as major programs for the year ended June 30, 2016.

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 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. However, our audit does not provide a legal determination of the District's compliance.

Opinion on General State Compliance Requirements

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 for the year ended June 30, 2016.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the *State Compliance Audit Guide* and which is 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.

Restricted School Programs – Adult Education

The carryover of unspent State Adult Education funds is not to be more than ten percent (10%) or \$50,000, whichever is less, of State Adult Education funds allocated to the LEA for the year; approval to carry forward such funds must be approved by the Utah State Board of Education (USBE).

Finding:

We noted during our tests of Adult Education funds that the carryover of funds exceeded ten percent of Adult Education Funds received. The carryover should be \$2,721 or less. The carryover at June 30, 2016 was \$6,421.

Recommendation:

We recommend that the District obtain written approval from USBE to carryover the excess funds to the 2016-2017 fiscal year.

District's Response:

The District will contact USBE and request in writing to carryover the excess funds to the next fiscal year.

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 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 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 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 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 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, PC
Certified Public Accountants

September 20, 2016
Richfield, Utah

**EMERY COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR STATE COMPLIANCE AUDIT FINDINGS
For the Fiscal Year Ended June 30, 2016**

FY15 Finding: Reports sent to the Utah Money Management Council (UMMC) did not contain all of the bank balances held by the District for FY15.

Resolution: The bank balance from the District investment account with Zion’s Bank was the only amount not listed on the summary sheet. This is because a detail of the account was included in the documentation sent to UMMC—and a “summary attached” note was listed on the summary sheet. This is how the District has reported the investment account to UMMC for several years without any audit finding. From now on, the District will include the account balance on the summary sheet.

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END OF REPORT
