

# DUCHESNE COUNTY SCHOOL DISTRICT

1010 East 200 North  
Roosevelt, Utah 84066  
(435) 738-1240

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## Financial Statements

Year Ended June 30, 2023

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Jason Young, Superintendent of Schools  
Dee E. Miles, Business Administrator

Prepared by  
Dee E. Miles, CPA

DUCHESNE COUNTY SCHOOL DISTRICT

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# Aycock, Miles & Associates, CPAs, P.C.

Certified Public Accountants

58 East 100 North (83-13) • Roosevelt, Utah 84066 • Phone (435) 722-5153 • Fax (435) 722-5095

## INDEPENDENT AUDITOR'S REPORT

Honorable Board of Education  
To the Duchesne County School Board  
Duchesne County, Utah

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and budgetary comparison information of Duchesne County School District as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Duchesne County School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and budget comparison information of the Duchesne County School District, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Duchesne County School District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Duchesne County School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

#### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 School District's internal control. Accordingly, no such opinion is expressed.

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- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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

### Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Duchesne County School District's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are 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 basic financial statements. The 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### Other Information

Management is responsible for the other information included in the annual report. The other information comprises the statistical section and continuing disclosure but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 17, 2023 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

*Aycock, Miles & Associates, CPAs*

Roosevelt, Utah  
November 17, 2023

## Management's Discussion and Analysis

The following discussion and analysis presents an overview of the financial performance of Duchesne County School District (District) for the year ended June 30, 2023. Readers should integrate the information presented here with the additional information furnished in the financial statements that follow this section.

### Financial Highlights

- ❑ The District's General Fund receives revenue based on the number of pupils enrolled and other allocation formulas. State Legislative appropriations account for 65% of the funding and another 9% came from Federal restricted programs which are declining as the Congressional funding for COVID related initiatives subside. The remaining 26% came from local sources. The taxable value of local property increased 15% due to increased value of residences and investments in business property.
- ❑ The District's financial status as measured by total net position in excess of liabilities was \$147 million as of the close of the fiscal year, which was a net increase of \$16 million from the prior year due to investments in new buildings, and increases in reserves.
- ❑ The general fund balance increased \$4,183,700 due to increased economic stabilization reserves, higher interest rates, and an increase in unassigned fund balance. Undistributed reserves were maintained at 5% of the budget as allowed by statute. The capital projects fund balance increased \$26 million in reserves due to the procurement of financing for the Duchesne High project. The fund also has an additional reserve for catastrophic events of \$2 million.
- ❑ District enrollment increased 109 students with 5,243 enrolled on October 1, 2022 due to local economic growth. Birth rates in the County remain steady and the ongoing operations and oil and gas investments in the County is contributing to a relatively stable economy and some growth in student enrollment. State base funding per student increased 6%.
- ❑ A master plan for buildings was moving forward with remodel plans for Duchesne High half complete.

### Overview of the Financial Statements

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

**District-wide financial statements.** The statement of net position and the statement of activities are designed to provide a broad overview of the District's financial position as a whole, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the assets and liabilities of the District with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as an indicator of whether the financial condition of the District is improving or deteriorating.

The *statement of activities* presents information showing how the net assets of the District changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items where the cash flows occur in future periods (e.g. uncollected taxes).

**Fund financial statements.** The District uses separate funds to segregate activities and ensure compliance with finance-related legal requirements. Governmental and fiduciary types of funds are used.

*Governmental funds* account for the functions reported as *governmental activities* in the District-wide financial statements. However, unlike District-wide financial statements, the focus is on near-term inflows, outflows, and fiscal year-end balances of spendable resources. Reconciliations are also provided from the narrower focused governmental fund balance sheet and the statement of revenues, expenditures, and changes in fund balances to the *governmental activities* of the District-wide financial statements.

**Notes to the basic financial statements.** The notes provide additional information for a full understanding of the data provided in the District-wide and fund financial statements.

**Other information.** Individual fund statements and schedules immediately follow the notes.

## District-wide Financial Analysis

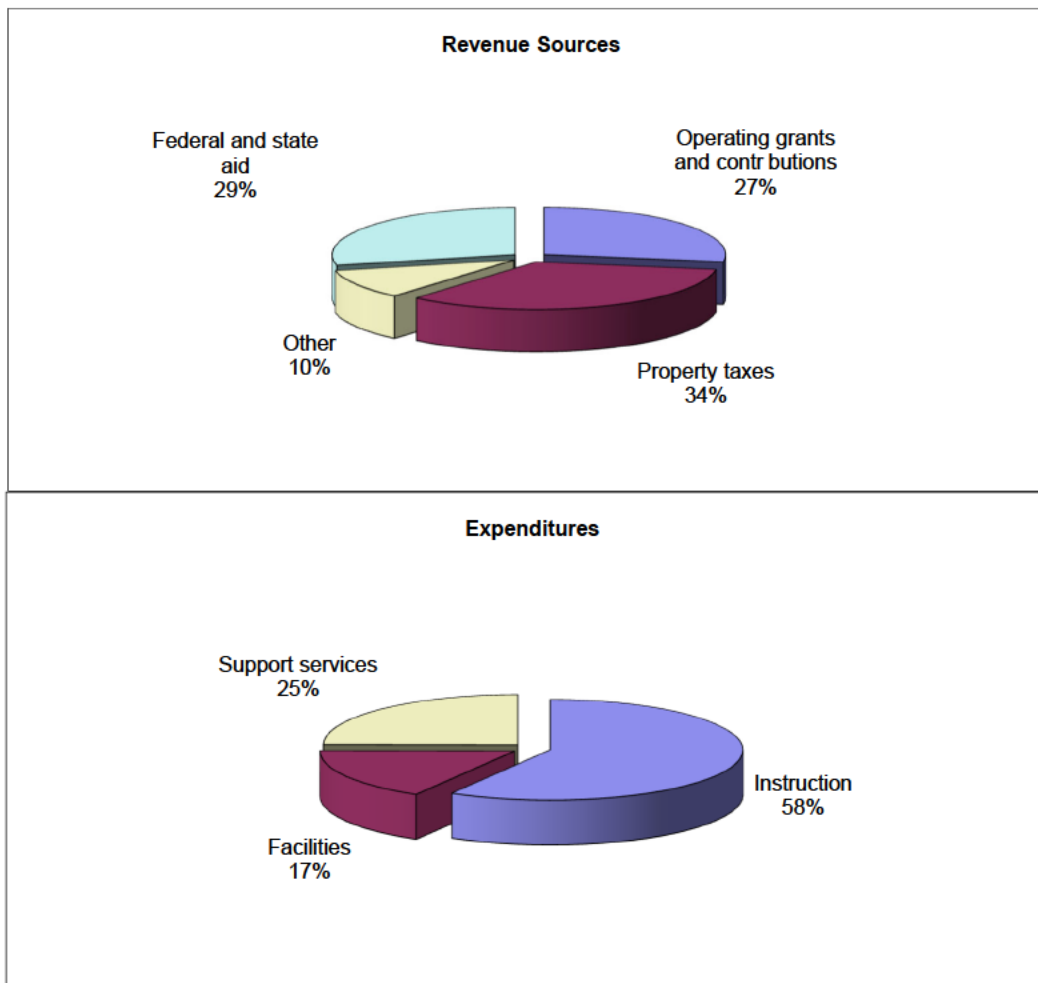
**Net position.** The District’s assets are invested in land, buildings, and equipment less outstanding general obligation and revenue bonds used to acquire those assets. The net position of the District increased 12.2% with increased investment in buildings, debt reductions, and depreciation of assets. The District is still on schedule with its master building plan and management of existing debt. These building assets are used to provide educational programs and are not considered available resources for future spending. Payments on the outstanding debt also come from other sources and not from the assets themselves. Assets subject to external restrictions on how they may be used represent 34% of net assets.

**Changes in net position.** Net position increased \$15,968,630 due to increases in reserves and investment in buildings. The District’s total revenues increased 16% with increases in State and local revenues more than offsetting decreases in Federal funds. Local tax values increased 12% with half from residential values and half from centrally assessed businesses. State revenues increased due to legislative appropriation increases, enrollment increases, and additional targeted funds for at-risk students. Federal funding decreased 10% as extra funding to help students recover from the pandemic are consumed. These Federal funds will be completely exhausted in the next year. Expenditures increased 17% with cost increases in fuel and utilities, wage increases, and services from the Federal grants.

The District reports deferred outflows and inflows of resources related to participation in Utah Retirement Systems pension plans. Deferred outflows of \$8,619,026 were reported for contributions subsequent to the measurement date. Deferred inflows related to the difference between expected and actual experience of the pension plan and changes in assumptions were \$230,902.

<b>Net Position</b>	<u>2023</u>	<u>2022</u>	<u>Total Change</u>
Current and other assets	\$ 102,256,493	\$ 66,318,956	\$ 35,937,537
Capital assets	<u>210,928,638</u>	<u>192,604,015</u>	<u>18,324,623</u>
Total assets	<u>313,185,131</u>	<u>258,922,971</u>	<u>54,262,160</u>
Deferred outflows of resources	8,619,026	7,238,769	1,380,257
Total assets and deferred outflows	<u>321,804,157</u>	<u>266,161,740</u>	<u>55,642,417</u>
Current and other liabilities	19,497,727	7,081,009	12,416,718
Long-term liabilities outstanding	114,346,385	84,485,767	29,860,618
Net pension liability	<u>13,262,542</u>	<u>-</u>	<u>13,262,542</u>
Total liabilities	<u>147,106,654</u>	<u>91,566,776</u>	<u>55,539,878</u>
Deferred Inflows of resources	<u>27,819,581</u>	<u>43,685,672</u>	<u>(15,866,091)</u>
Net Position			
Invested in capital assets, net of related debt	88,648,338	103,851,259	(15,202,921)
Restricted	50,105,825	23,774,705	26,331,120
Unrestricted	<u>8,123,759</u>	<u>3,283,328</u>	<u>4,840,431</u>
Total net position	<u><u>\$ 146,877,922</u></u>	<u><u>\$ 130,909,292</u></u>	<u><u>\$ 15,968,630</u></u>

<b>Changes in Net Position</b>	<b>2023</b>	<b>2022</b>	<b>Total Change</b>
Revenues			
Program revenues			
Charges for services	\$ 2,073,899	\$ 1,030,393	\$ 1,043,506
Operating grants and contributions	23,538,328	17,321,655	6,216,673
Capital grants and contributions	-	-	-
General revenues			
Property taxes	28,897,903	24,968,231	3,929,672
Federal and state aid	24,504,093	27,988,817	(3,484,724)
Earnings on investments	2,795,209	179,616	2,615,593
Miscellaneous	3,765,432	2,550,371	1,215,061
Total revenues	<u>85,574,864</u>	<u>74,039,083</u>	<u>11,535,781</u>
Expenses			
Instructional services	40,665,202	36,966,068	3,699,134
Supporting services:			
Students	1,990,448	1,586,680	403,768
Instructional staff	2,030,375	1,410,614	619,761
District administration	598,531	451,115	147,416
School administration	3,822,680	2,580,434	1,242,246
Business	1,948,695	1,484,582	464,113
Operation and maintenance of facilities	7,678,634	7,073,651	604,983
Transportation	3,867,346	3,304,977	562,369
School lunch services	3,062,727	2,644,253	418,474
Interest on long-term liabilities	3,941,596	1,879,148	2,062,448
Total Expenses	<u>69,606,234</u>	<u>59,381,522</u>	<u>10,224,712</u>
Increase (decrease) in net assets	15,968,630	14,657,561	1,311,069
Net position - beginning	<u>130,909,292</u>	<u>116,251,731</u>	<u>14,657,561</u>
Net position - ending	<u><u>\$ 146,877,922</u></u>	<u><u>\$ 130,909,292</u></u>	<u><u>\$ 15,968,630</u></u>



### Financial Analysis of the District's Funds

**Governmental funds.** The focus of the District's governmental funds is to provide information regarding the inflow, outflow, and remaining balances of resources. Revenues provided to the District are intended to be used during the period for which they were generated. Fund balances of each fund must be spent within the purposes of the fund. The difference between assets and liabilities is reported as fund balance which is divided into nonspendable, restricted, and unrestricted. *Nonspendable* includes inventories that are not expected to be converted to cash. *Restricted* are subject to external constraints, laws, or creditors (as in the case of restricted programs, debt service, capital projects, and other governmental funds). The unrestricted balance is divided between committed, assigned, and unassigned portions. *Committed* balances reflect the District's self-imposed limitations and amounts set aside to meet specific obligations. *Assigned* balances are intended to be used for specific purposes. *Unassigned* balances are all remaining fund resources.

Under Utah law, a budget may not include an unassigned fund balance. Any unassigned balance at the end of the fiscal year must be appropriated in the following fiscal year's budget. Utah law allows an economic stabilization committed reserve of fund balance in the general fund of up to 5% of its budget.

At the completion of the year the combined governmental fund balance was \$63.2 million, \$30.4 million more than the prior year. Borrowing for building projects contributed to the increase which will be spent as construction proceeds for one more year. The general fund stabilization balance increased by \$.3 million placing the total at the statutory maximum.

**General fund budgetary highlights.** The Board of Education revised the budget during the year for changes in programs, funding, and needs. The final budget anticipates revenues and expenditures to be approximately equal with only minor variances between the budget and actual results. The difference between the original budget and the final amended budget included adjustments for State revenue allocation updates, capital expenditures and other minor categorical adjustments.

### Capital Asset and Debt Administration

**Capital Assets.** The capital outlay fund accounts for the acquisition of land, construction and remodeling of buildings, and procurement of equipment necessary for the operation of the District. The following projects were under way:



- Remodel and addition for Duchesne High was half completed.

<b>Capital assets as of June 30, 2023</b>			Total
(Net of accumulated depreciation)	2023	2022	Change
Land	\$ 5,493,806	\$ 5,242,150	\$ 251,656
Construction in progress	31,553,180	2,650,849	28,902,331
Buildings and improvements	170,310,047	176,300,948	(5,990,901)
Furniture and equipment	3,552,272	3,293,244	259,028
Total capital assets	<u>\$210,909,305</u>	<u>\$187,487,191</u>	<u>\$ 23,422,114</u>

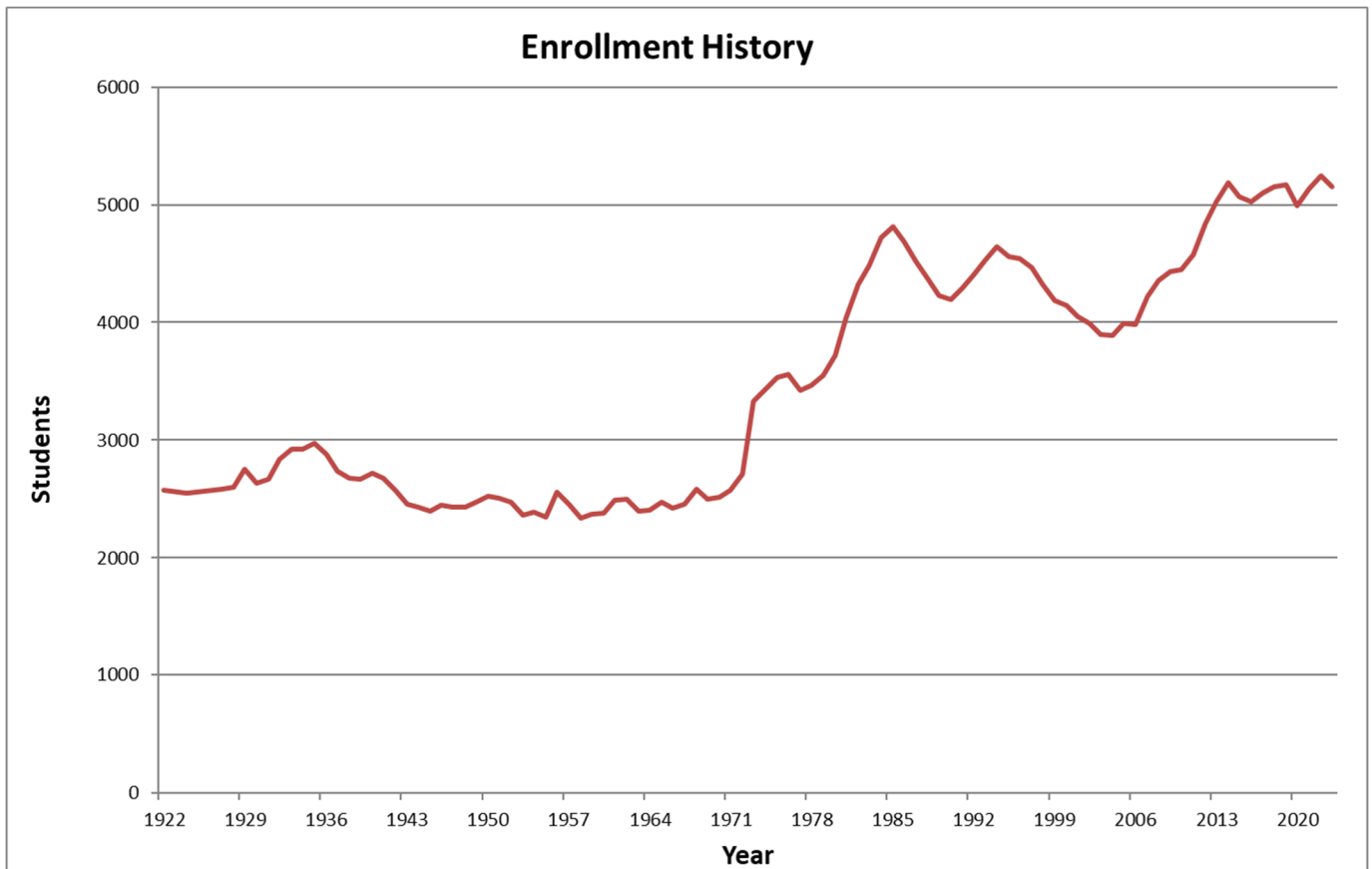
### Debt Administration.

General obligation debt is limited by Utah Law to 4% of the market value of property. Current unused legal debt capacity is \$92 million or 64%.

<b>Outstanding long-term debt as of June 30, 2023</b>			Total
	2023	2022	Change
General obligation bonds	\$ 51,509,000	\$ 55,094,000	\$ (3,585,000)
Lease revenue bonds	56,622,025	22,347,051	34,274,974
Loans	10,038,433	1,497,183	8,541,250
Unamortized bond issuance premium	4,091,510	4,697,698	(606,188)
Total debt	<u>\$122,260,968</u>	<u>\$ 83,635,932</u>	<u>\$ 38,625,036</u>

## Student Enrollment

Enrollment declined approximately 2% per year from 1994 to 2004 with a total decline of 755 students. Aging population and the loss of jobs in a depressed economy contributed to the decline. In 2004 the high price of oil created a rebound in the local economy and spawned increased enrollment in all grades, and a younger population bringing increases in birth rates and student enrollment that moved up through the grades. From 2004 to 2014 enrollments increased 3% per year with a total increase for that period of 33%. A decline in oil prices and the opening of a charter school slowed the rate of growth and resulted in a loss of 160 students from 2015 through 2016. During 2017 to 2019 enrollments grew slightly again. Fall of 2020 with the COVID-19 pandemic, brought decreased enrollment and more online enrollment. In 2021 the students returned to the District and live instruction and new economic growth also increased enrollment. In 2023 enrollment decreased 2% as a small bubble of students graduated.



## Requests for Information

This financial report is designed to provide an overview of the District's finances. Any questions regarding this information or requests for additional information should be directed to the Business Administrator, Duchesne School District, 1010 East 200 North, Roosevelt, Utah, 84066 or by visiting [dcsd.org](http://dcsd.org).

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Statement of Net Position**  
June 30, 2023

	<b>Governmental Activities</b>
<b>Assets:</b>	
Cash and investments	\$ 70,847,490
Receivables:	
Property taxes	28,584,390
Other governments	2,148,567
Local	103,572
Inventories and prepaid expenses	572,474
Net pension asset	-
Capital assets:	
Land and construction in progress	37,046,986
Buildings and other capital assets, net of depreciation	173,862,319
Technology subscriptions, net of amortization	19,333
Total assets	313,185,131
 <b>Deferred Outflows of Resources:</b>	
Deferred outflows of resources relating to pensions	8,619,026
Total assets and deferred outflows	321,804,157
 <b>Liabilities:</b>	
Accounts payable	4,534,564
Accrued interest	351,628
Accrued salaries and benefits	4,598,766
Unearned revenue, State	1,399,030
Noncurrent liabilities:	
Due within one year	8,599,123
Due after one year	114,341,668
Net pension liability	13,262,542
Technology subscription liability	
Due within one year	14,616
Due after one year	4,717
Total liabilities	147,106,654
 <b>Deferred Inflows of Resources:</b>	
Property taxes levied for future year	27,588,679
Resources relating to pensions	230,902
Total deferred inflows	27,819,581
 <b>Net Position:</b>	
Net investment in capital assets	88,648,338
Restricted for:	
Programs	2,612,090
School lunch	1,383,868
Pass-Through Taxes	-
Trust Fund	1,345,553
Student Activities	1,375,501
Capital projects	43,384,229
Debt service	4,584
Unrestricted	8,123,759
Total net position	\$ 146,877,922

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Statement of Activities**  
Year Ended June 30, 2023

Functions	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
<b>Governmental activities:</b>					
Instructional services	\$ 40,665,202	\$ 1,453,972	\$ 13,945,126	\$ -	\$ (25,266,104)
Supporting services:					
Students	1,990,448	-	1,303,350	-	(687,098)
Instructional staff	2,030,375	-	831,424	-	(1,198,951)
District administration	598,531	-	-	-	(598,531)
School administration	3,822,680	-	359,954	-	(3,462,726)
Business	1,948,695	-	126,128	-	(1,822,567)
Operation and maintenance of facilities	7,678,634	-	1,463,934	-	(6,214,700)
Transportation	3,867,346	21,277	3,280,766	-	(565,303)
School lunch services	3,062,727	598,650	2,227,646	-	(236,431)
Interest on long-term liabilities	3,941,596	-	-	-	(3,941,596)
Total school district	<u>\$ 69,606,234</u>	<u>\$ 2,073,899</u>	<u>\$ 23,538,328</u>	<u>\$ -</u>	<u>\$ (43,994,007)</u>
<b>General revenues:</b>					
Property taxes levied for:					
General purposes					14,890,527
Debt service					3,910,866
Capital outlay					10,096,510
Federal and state aid not restricted to specific purposes					24,504,093
Earnings on investments					2,795,209
Miscellaneous					3,765,432
Total general revenues					<u>59,962,637</u>
Change in net position					15,968,630
<b>Net position - beginning</b>					<u>130,909,292</u>
<b>Net position - ending</b>					<u>\$ 146,877,922</u>

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

**DUCHESNE COUNTY SCHOOL DISTRICT**

**Balance Sheet**

**Governmental Funds**

June 30, 2023

	<u>Major Funds</u>		<u>Other</u>	<u>Total</u>
	<u>General</u>	<u>Capital Projects</u>	<u>Governmental Funds</u>	<u>Governmental Funds</u>
<b>Assets:</b>				
Cash and investments	\$ 19,914,965	\$ 33,853,652	\$ 3,683,072	\$ 57,451,689
Restricted cash - construction escrow	-	13,395,801	-	13,395,801
Accounts receivable:				
Property tax	14,073,129	9,833,926	4,677,335	28,584,390
Local	103,572	-	-	103,572
Due from lunch fund	-	-	-	-
State of Utah	307,216	-	153,898	461,114
Federal government	1,664,860	-	22,593	1,687,453
Inventories and prepaid expenditures	9,900	140,463	422,111	572,474
Total assets	<u>\$ 36,073,642</u>	<u>\$ 57,223,842</u>	<u>\$ 8,959,009</u>	<u>\$ 102,256,493</u>
<b>Liabilities:</b>				
Accounts payable	\$ 758,563	\$ 3,681,873	\$ 94,128	\$ 4,534,564
Accrued payroll and benefits	4,503,253	-	95,513	4,598,766
Unearned revenue, State	1,399,030	-	-	1,399,030
Due to general fund	-	-	-	-
Total liabilities	<u>6,660,846</u>	<u>3,681,873</u>	<u>189,641</u>	<u>10,532,360</u>
<b>Deferred Inflows of Resources:</b>				
Unavailable property tax revenue	\$ 494,761	\$ 376,613	\$ 55,858	\$ 927,232
Property taxes levied for future year	13,541,828	9,429,499	4,617,352	27,588,679
Total deferred inflows of resources	<u>14,036,589</u>	<u>9,806,112</u>	<u>4,673,210</u>	<u>28,515,911</u>
<b>Fund Balances:</b>				
Nonspendable:				
Inventories	-	140,463	422,111	562,574
Restricted:				
Capital projects	-	41,595,394	-	41,595,394
Debt service	-	-	4,584	4,584
Nutrition services	-	-	948,409	948,409
Schools	-	-	98,025	98,025
Extra-curricular	-	-	-	-
Committed:				
Economic stabilization	2,900,000	-	-	2,900,000
Self insurance	375,000	2,000,000	-	2,375,000
Employee benefit obligations	1,049,279	-	-	1,049,279
Assigned:				
Students	-	-	2,623,029	2,623,029
Programs	2,612,090	-	-	2,612,090
Unassigned:				
Total fund balances	<u>15,376,207</u>	<u>43,735,857</u>	<u>4,096,158</u>	<u>63,208,222</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 36,073,642</u>	<u>\$ 57,223,842</u>	<u>\$ 8,959,009</u>	<u>\$ 102,256,493</u>

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**  
June 30, 2023

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

**Total fund balance for governmental funds** \$ 63,208,222

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

Land	\$ 5,493,806	
Construction in progress	31,553,180	
Buildings and improvements, net of \$72,114,819 accumulated depreciation	170,310,047	
Furniture and equipment, net of \$9,336,417 accumulated depreciation	<u>3,552,272</u>	210,909,305

The net pension asset is not an available resource and therefore is not reported in the governmental funds. -

Some of the District's property taxes will be collected after year end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as unavailable revenue in the funds. 927,232

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

Net pension liability	(13,262,542)	
Deferred outflows of resources related to pensions	8,619,026	
Deferred inflows of resources related to pensions	(230,902)	
Debt payable	(118,169,458)	
Unamortized bond issuance premiums	(4,091,510)	
Accrued interest	(351,628)	
Compensated absences payable	<u>(679,823)</u>	(128,166,837)

**Total net assets of governmental activities** \$ 146,877,922

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
Year Ended June 30, 2023

	<u>Major Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Projects</u>		
<b>Revenues:</b>				
Property taxes	\$ 14,726,643	\$ 10,096,510	\$ 4,061,384	\$ 28,884,537
Earnings on investments	697,189	2,024,598	73,422	2,795,209
School lunch sales	-	-	598,650	598,650
Other local sources	722,165	699,060	2,493,550	3,914,775
State sources	40,256,738	-	500,340	40,757,078
Federal sources	5,558,037	-	1,727,306	7,285,343
Total revenues	<u>61,960,772</u>	<u>12,820,168</u>	<u>9,454,652</u>	<u>84,235,592</u>
<b>Expenditures:</b>				
Current:				
Instructional services	33,650,697	-	2,624,873	36,275,570
Supporting services:				
Students	2,006,510	-	-	2,006,510
Instructional staff	2,043,946	-	-	2,043,946
District administration	458,948	-	-	458,948
School administration	3,716,282	-	-	3,716,282
Business	1,958,974	-	-	1,958,974
Operation and maintenance of facilities	6,987,415	147,853	-	7,135,268
Transportation	3,625,985	-	-	3,625,985
School lunch services	-	-	2,934,023	2,934,023
Capital outlay	3,362,264	26,755,666	-	30,117,930
Debt service:				
Principal retirement	-	4,028,776	3,470,000	7,498,776
Interest and fiscal charges	-	3,522,792	459,500	3,982,292
Bond issuance and service costs	-	445,413	-	445,413
Total expenditures	<u>57,811,021</u>	<u>34,900,500</u>	<u>9,488,396</u>	<u>102,199,917</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,149,751</u>	<u>(22,080,332)</u>	<u>(33,744)</u>	<u>(17,964,325)</u>
<b>Other financing sources (uses):</b>				
Technology subscriptions	33,949	-	-	33,949
Bond & Loan Proceeds	-	48,311,977	-	48,311,977
Bond Refunding	-	-	-	-
Sale of capital assets	-	147	-	147
Total other financing sources (uses)	<u>33,949</u>	<u>48,312,124</u>	<u>-</u>	<u>48,346,073</u>
Net change in fund balances	4,183,700	26,231,792	(33,744)	30,381,748
<b>Fund balances - beginning</b>	<u>11,192,507</u>	<u>17,504,065</u>	<u>4,129,902</u>	<u>32,826,474</u>
<b>Fund balances - ending</b>	<u>\$ 15,376,207</u>	<u>\$ 43,735,857</u>	<u>\$ 4,096,158</u>	<u>\$ 63,208,222</u>

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Government Funds to the Statement of Activities**  
Year Ended June 30, 2023

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Amounts reported for governmental activities in the statement of activities are different because:

**Net change in fund balances-total governmental funds** **\$ 30,381,748**

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 and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 30,117,930	
Loss on disposal of capital assets	(2,612)	
Proceeds from sales of capital assets	(147)	
Depreciation expense	(6,693,057)	23,422,114

The governmental funds report bond proceeds as an other financing source, while repayment of bond principal is reported as an expenditure. Interest is recognized as an expenditure in the governmental funds when it is due.

In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. The net effect of these differences in the treatment of general obligation bonds and related items is as follows:

General obligation bond proceeds	(46,730,000)	
Bond refunding escrow payment	-	
Repayment of bond principal	7,498,776	
Amortization of bond premium	606,188	
Interest expense - bonds and loans	(120,079)	(38,745,115)

Delinquent property taxes are reported as deferred revenue in the governmental funds. However, they are reported as revenues in the statement of activities. 13,366

In the statement of activities, certain operating expenses -- compensated absences (vacation), and special 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, vacation payable increased by \$19,518 and early retirement payable decreased by (\$189,530). 170,012

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Pension expense	726,505
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**Change in net assets of governmental activities** **\$ 15,968,630**



**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**General Fund**  
Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property taxes	\$ 14,908,000	\$ 14,654,000	\$ 14,726,643	\$ 72,643
Earnings on investments	250,000	600,000	697,189	97,189
Other local sources	50,000	56,000	722,165	666,165
State sources	38,051,000	39,443,000	40,256,738	813,738
Federal sources	3,956,000	4,882,000	5,558,037	676,037
Total revenues	<u>57,215,000</u>	<u>59,635,000</u>	<u>61,960,772</u>	<u>2,325,772</u>
<b>Expenditures:</b>				
Current:				
Instructional services	36,100,000	36,000,000	33,824,093	2,175,907
Supporting services:				
Students	2,262,000	2,050,000	2,006,510	43,490
Instructional staff	1,790,000	1,770,000	2,043,946	(273,946)
District administration	382,000	362,000	458,948	(96,948)
School administration	3,390,000	3,826,000	3,716,282	109,718
Business	1,850,000	1,895,000	1,958,974	(63,974)
Operation and maintenance of facilities	7,875,000	9,850,000	9,636,408	213,592
Transportation	3,620,000	3,900,000	4,165,860	(265,860)
Total expenditures	<u>57,269,000</u>	<u>59,653,000</u>	<u>57,811,021</u>	<u>1,841,979</u>
Excess of revenues over expenditures	<u>(54,000)</u>	<u>(18,000)</u>	<u>4,149,751</u>	<u>4,167,751</u>
<b>Other financing sources (uses):</b>				
Subscription based info. tech. arrangement	-	-	33,949	-
Net change in fund balances	<u>(54,000)</u>	<u>(18,000)</u>	<u>4,183,700</u>	<u>4,167,751</u>
<b>Fund balances - beginning</b>	<u>11,192,507</u>	<u>11,192,507</u>	<u>11,192,507</u>	<u>-</u>
<b>Fund balances - ending</b>	<u>\$ 11,138,507</u>	<u>\$ 11,174,507</u>	<u>\$ 15,376,207</u>	<u>\$ 4,167,751</u>

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
June 30, 2023

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## 1. Summary of Significant Accounting Policies

The financial statements of Duchesne County School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. The following is a summary of the significant accounting policies of the District.

**The Reporting Entity** – The District was established in 1915 as an independent political entity under the Constitution and laws of the State of Utah and provides elementary and secondary education in Duchesne County, Utah. The Board of Education, comprised of five elected officials, has primary governing authority for the District. Each Board Member is elected from the precinct in which they reside and serves for four years. The Board establishes policies, approves budgets, appoints administrators, and has authority to levy taxes and issue debt instruments. The District is not a component unit of any other government.

These financial statements present the activities of the District and its component units, the *Duchesne County School District Foundation* and the *Municipal Building Authority*, for which the District is considered to be financially accountable. Although a legally separate entity, a blended component unit is, in substance, a part of the District's operations.

*Blended Component Units.* The Duchesne County School District Foundation, established under Internal Revenue Service regulations as a nonprofit 501(c)(3) organization, raises tax-deductible donations for educational and charitable purposes, and is presented as a special revenue fund of the District. The Municipal Building Authority facilitates the issuance of financing for building projects.

**Government-Wide and Fund Financial Statements** – The *government-wide financial statements* (i.e. the statement of net position) reports on all of the non-fiduciary activities of the District and its component unit.

The statement of activities compares the expenses of the District, categorized by function or activity, to program revenues by function. Program revenues include fees paid by recipients of goods or services provided by a function, and grants that are restricted to a particular function. Taxes and other revenues not identified with a specific function are presented as general revenues.

*Fund financial statements* are provided for governmental funds. Each fund has a different purpose and is accounted for separately. The emphasis of the fund statements is on the major governmental funds with each reported in a separate column. Remaining governmental funds are aggregated and reported as non-major funds.

The District reports major governmental funds as follows:

- ❑ The *general fund* is the District's primary operating fund. It accounts for all financial resources not required to be in another fund.
- ❑ The *capital projects fund* accounts for the accumulated resources and payments to acquire building sites, construct and remodel facilities, and procurement of equipment and supplies.

**Basis of Accounting** – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when liabilities are incurred regardless of when related cash flows take place. Property taxes are recognized as revenues when levied. Grant revenues are recognized when eligibility requirements are satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when both measurable and available. The District considers revenues to be available if collectable within thirty days after year-end with the exception of property taxes which are accrued when levied. Expenditures are recorded when a liability is incurred except for early retirement, and compensated absences, which are recognized to the extent they have matured. When both restricted and unrestricted resources are available for use, restricted resources are used first. Unrestricted resources are also used: committed first, followed by assigned, and then unassigned.

**Budgetary Data** - Budgets are prepared on the modified accrual basis of accounting. Annual appropriations lapse at the end of each fiscal year with the exception of restricted programs indicated as an assigned fund balance. The following procedures are used to establish budgets:

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
June 30, 2023

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- ❑ A proposed budget for the fiscal year commencing July 1 is submitted to the Board of Education during a public hearing in June.
- ❑ The budget is legally adopted by the Board prior to June 30.
- ❑ A final budget, including any interim adjustments approved by the Board, is adopted the following June just prior to year-end.
- ❑ Expenditures may not legally exceed budgeted appropriations at the fund level.

**Inter-fund Balances** – Most internal fund activity has been eliminated from the government-wide statement of activities. There were no inter-fund payables or receivables to be eliminated from the financial statements.

**Inventories and Prepaid Expenses** – Inventories are valued using a weighted moving average cost, or fair value if donated. An equal reservation of fund balance as nonspendable is reported to indicate they are not “expendable resources.”

**Capital Assets** – Assets are capitalized and depreciated using the straight-line method according to the schedule blow. Assets are reported at cost or estimated historical cost in the government-wide financial statements. Land and construction in progress are not depreciated.

<u>Asset Class</u>	<u>Useful Life (Years)</u>	<u>Capitalization Threshold</u>
Land	N/A	\$ 5,000
Buildings	45	100,000
Remodeling, Improvements, Systems	20	100,000
Athletic, Instructional, & Musical Equipment	10	5,000
Kitchen Custodial & Grounds Equipment	15	5,000
Computers, Copiers	5	5,000
Furniture	20	5,000
Vehicles (Cars, Trucks, Buses)	10	5,000

**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) 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 will not be recognized as an inflow of resources (revenue) until that time.

These items are reported in the government-wide statement of net position. Accordingly, the item, *deferred outflows of resources related to pensions*, is reported and includes a) changes of assumptions in the measurement of the net pension liability (asset), b) net difference between projected and actual earnings on pension plan investments, c) changes in proportion and differences between contributions and proportionate share of contributions, and d) District contributions subsequent to the measurement date.

*Deferred inflows of resources related to pensions* is reported on the statement of net position and includes a) differences between expected and actual experience, b) changes of assumptions in the measurement of the net pension liability (asset), and c) net difference between projected and actual earnings on pension plan investments, and d) changes in proportion and differences between District contributions and proportionate share of contributions.

Under the modified accrual basis of accounting the item, *unavailable property tax revenue*, is reported in the governmental funds balance sheet and consists of uncollected, delinquent property taxes. The item, *property taxes levied for future year*, is reported in both the statement of net position and the governmental funds balance sheet and accounts for a property tax lien that is effective in January but the taxes levied will be collected for the following school year.

**Net Position/Fund Balances**—The residual of all other elements presented in a statement of net position is *net position* and the residual of all other elements presented in a balance sheet on the governmental fund financial statements is *fund balance*. Net position is divided into three components: net investment in capital assets (capital assets net of related debt less unspent bond proceeds), restricted, and unrestricted. Net position is reported as restricted when constraints are placed upon it by external parties or are imposed by constitutional provisions or enabling legislation.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
June 30, 2023

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**Fund Balance Classification** – The governmental fund financial statements present fund balances based on a hierarchy that shows, from highest to lowest, the level or form of constraints on fund balance resources and the extent to which the District is bound to honor them. The classifications are as follows:

- ❑ *Nonspendable* are in the form of inventories instead of cash.
- ❑ *Restricted* have external constraints imposed by creditors, grantors, laws, or other government entities.
- ❑ *Committed* can only be used for purposes established by the Board of Education or contractual obligations.
  - The District has committed an “undistributed reserve” for economic stabilization to cover potential budget cuts or other significant events and to maintain liquidity as per Utah Code 53A-19-103. The commitment can only be used by resolution of the Board of Education and cannot be used in the settlement of contract salaries.
  - The self-insurance balance in the capital fund has been committed to repair any major building failures.
  - Employee benefit obligations include commitments for accrued vacation and early retirement incentives.
- ❑ *Assigned* amounts include remaining balances of other governmental funds and programs.
- ❑ Residual balances become *unassigned*.

**Fund balance flow assumptions** – Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

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

## 2. Deposits and Investments

Resources from all funds are pooled for deposit and investment purposes. A separate accounting is maintained for each fund. Deposits and investments are stated at fair value, and are managed according to the Utah Money Management Act.

Deposits and investments at year-end appear in the financial statements as summarized below:

Cash	\$ 3,437,472
Unexpended cash from bond proceeds	13,395,801
Investments	54,014,217
Total cash and investments	<u>\$ 70,847,490</u>
Cash and investments - governmental funds, balance sheet	<u>\$ 70,847,490</u>
Total cash and investments	<u>\$ 70,847,490</u>

We comply with the State Money Management Act (Utah Code Title 51, Chapter 7) (the Act) and related Rules of the Money Management Council (the Council) in handling our depository and investing transactions. Our funds are deposited in qualified depositories as defined by the Act. The Act also authorizes us to invest in the Utah Public Treasurers’ Investment Fund (PTIF), certificates of deposit, US Treasury obligations, US agency issues, first-tier 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. We consider the rules of the Council to be necessary and enough for adequate protection of our uninsured bank deposits.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
June 30, 2023

**Deposits**

The carrying amount of bank deposits at year-end was \$3,437,472 and the bank balance was \$4,410,273 of which \$746,116 was covered by federal depository insurance, \$0 was collateralized, and \$3,664,156 was exposed to custodial credit risk as uninsured and uncollateralized.

**Custodial Credit Risk** – Custodial credit risk for deposits is the risk that, in the event of a bank failure, a government’s deposits may not be returned to it. We do not have a formal deposit policy for custodial credit risk. The uninsured amount of our bank deposits was uncollateralized nor is it required by state law.

**Investments**

The Money Management Act defines the types of securities and the conditions for making investments. Only qualified depositories and certified dealers may conduct transactions.

Investments are primarily through the Utah Public Treasurers’ Investment Fund (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. 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 consists of debt securities held by the state or in the state’s name by the state’s custodial banks, including investment-grade corporate bonds and notes, 94.0%; money market mutual funds, 3.4%; first-tier commercial paper, 2.5%; and certificates of deposit, 0.1%. The portfolio has a weighted average maturity of 48 days. The majority of the PTIF’s corporate bonds and notes are variable-rate securities, which reset every three months to the prevailing market interest rates. The PTIF is not rated. The PTIF has no debt securities with more than 5% of its total investments in a single issuer. The reported value of the pool is the same as the fair value of the pool shares.

As of June 30 the District had the following investments maturities and corresponding quality ratings:

Investment Type	Quality Rating	Fair Value	Investment Maturities (in years)			
			Less than 1	1-5	6-10	More than 10
State of Utah						
Public Treasurer's Investment Fund (PTIF)	Unrated	\$ 54,014,217	\$ 54,014,217	-	-	-
Public Treasurer's Investment Fund (PTIF)	Unrated	13,395,801	13,395,801	-	-	-
		-		-		
Total Investments		\$ 67,410,018	\$ 67,410,018	\$ -	\$ -	\$ -

**Interest rate risk** – The risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The Money Management Act requires the remaining term to maturity of an investment may not exceed the availability of the funds to be invested.

**Credit risk** – The risk that an issuer will not fulfill its obligations. The Act limits investments in commercial paper to a first-tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody’s Investors Service or by Standard & Poor’s.

**Custodial credit risk** – In the event of the failure of a counter party, this is the risk that the District would not be able to recover the value of an investment or collateral securities in the possession of an outside party. Our policy for managing this risk is to comply with the Act and related rules.

**Concentration of credit risk** – The risk of loss due to the magnitude of investments in a single issuer. The Act does not place any investment limitations on securities issued by the U.S. government and its agencies.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
June 30, 2023

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### **3. Fair Value Measurements**

In 2016, the District adopted Government Accounting Standards Board Statement No. 72, *Fair Value Measurement and Application*.

The new standard provides guidance for determining a fair value measurement for financial reporting purposes. The standard also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

The District's financial statements are not affected by this new standard.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The District has the following recurring fair value measurements as of the end of the fiscal year:

- Public Treasurers' Investment Fund of \$67,410,018 held in the PTIF are valued at the District's position in the PTIF multiplied by the published fair value factor (Level 2 inputs).
- Restricted cash on the fund financial statements (\$13,395,801) is restricted by provisions of building construction bond agreements to hold it in escrow until construction costs have been incurred. It is invested in the PTIF.

### **4. Property Taxes**

The Duchesne County Treasurer collects property taxes for the District according to Utah statutes. A tax lien attaches to property as of January 1. Taxes are levied on September 1 and are payable on November 30. Motor vehicles are subject to an "age-based" fee due each year at registration, which is recognized as property tax revenue by the District when collected.

At year-end the District reported deferred inflows of resources for property taxes in the fund financial statements of \$28,515,911. A major portion of this accrual, \$27,588,679, represents taxes levied on January 1 that are not due and collectable until November, does not meet the revenue recognition criteria, and is also reported as deferred inflows of resources in the District-wide financial statements in the current reporting period. The remainder represents delinquent taxes that are reported as revenue.

### **5. Technology Subscriptions / Subscription Based Information Technology Arrangements (SBITA)**

Short-term SBITAs for educational technology lasting twelve months or less are expensed when incurred. The District may enter into long-term SBITAs of up to six years. The subscription assets net of related amortization is \$19,333 with \$14,616 due in fiscal year 2024, and \$4,717 due in 2025.

### **5. Capital Assets**

Construction is under way to replace the older portion of Duchesne High School with \$31,553,180 expended. The project will be financed with Capital Fund revenues, a loan from the State, and lease revenue bonds.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
June 30, 2023

Capital asset activity for the year ended June 30, 2023 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated				
Land	\$ 5,242,150	\$ 251,656	\$ -	\$ 5,493,806
Construction in progress	2,650,849	28,902,331	-	31,553,180
Total capital assets, not being depreciated	7,892,999	29,153,987	-	37,046,986
Capital assets, being depreciated:				
Buildings and improvements	242,424,866	-	-	242,424,866
Furniture and equipment	12,445,520	963,943	(520,774)	12,888,689
Total capital assets, being depreciated	254,870,386	963,943	(520,774)	255,313,555
Accumulated depreciation for:				
Buildings and improvements	(66,123,918)	(5,990,901)	-	(72,114,819)
Furniture and equipment	(9,152,276)	(702,156)	518,015	(9,336,417)
Total accumulated depreciation	(75,276,194)	(6,693,057)	518,015	(81,451,236)
Total capital assets, being depreciated, net	179,594,192	(5,729,114)	(2,759)	173,862,319
Governmental activities capital assets, net	<u>\$ 187,487,191</u>	<u>\$ 23,424,873</u>	<u>\$ (2,759)</u>	<u>\$ 210,909,305</u>

Depreciation expense for the year ended June 30, 2023 was allocated to functions of the District as follows:

<b>Governmental activities:</b>	
Instructional services	\$ 5,051,687
Supporting services:	
District administration	147,610
School administration	219,649
Business	20,206
Operation and maintenance of facilities	577,334
Transportation	278,448
School lunch services	398,123
Total depreciation expense, governmental activities	<u>\$ 6,693,057</u>

The District is obligated at June 30, 2023 under construction commitments for remodeling of Duchesne High School with \$65,267,812 authorized for the project, \$31,553,180 costs to date, and \$33,714,632 still to complete.

## 6. Retirement Plans

### *General Information About the Pension Plan*

*Plan Description:* Eligible plan participants are provided with pensions through the Utah Retirement Systems. Utah Retirement Systems (URS) are comprised of the following Pension Trust Funds:

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**Defined Benefit Plans**

- Public Employees Noncontributory Retirement System (Noncontributory System);
- Public Employees Contributory Retirement System (Contributory System);  
are multiple employer, cost sharing, retirement systems.
- Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System)  
is a multiple employer cost sharing public employee 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 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 of the Utah Code grants the authority to establish and amend the benefit terms.

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

**Summary of Retirement Benefits by System**

*Benefits provided:* URS provides retirement, disability, and death benefits.

Retirement benefits are as follows:

<b>System</b>	<b>Final Average Salary</b>	<b>Years of service required and/ or age eligible for benefit</b>	<b>Benefit percent per year of service</b>	<b>COLA **</b>
Noncontributory	Highest 3 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	2.0% 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% per year July 1975 to present	Up to 4%
Tier 2	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%

\* Actuarial reductions are applied.

\*\* 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.

**Contribution Rate Summary**

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 Utah State Retirement Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable), is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates are as follows:



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	<u>Employee Paid</u>	<u>Paid by employer for employee</u>	<u>Employer Contribution Rate</u>	<u>Employer rate for 401(k) plan</u>
<b>Contributory System</b>				
12 State School Div - Tier 1	1.00	5.00	17.70	n/a
112 State School Div – Tier 2			19.84	0.18
<b>Noncontributory System</b>				
16 State School Div – Tier 1	N/A		22.19	1.50
<b>Tier 2 DC Only</b>				
212 State and School	N/A		10.02	10.00

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

Employer and employee contributions for the fiscal year were:	<u>Employer</u>	<u>Employee</u>
Noncontributory System	\$ 2,979,729	N/A
Contributory System	13,620	4,617
Tier 2 Public Employees System	2,439,689	-
Tier 2 DC Only System	<u>168,753</u>	<u>N/A</u>
Total Contributions	<u>\$ 5,601,790</u>	<u>\$ 4,617</u>

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

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

At June 30 we reported the following net pension asset and net pension liability:

	<u>Measurement Date: December 31, 2022</u>				
	<u>Net Pension Asset</u>	<u>Net Pension Liability</u>	<u>Proportionate Share</u>	<u>Proportionate Share December 31, 2021</u>	<u>Change (Decrease)</u>
Noncontributory System	\$ -	\$ 12,561,192	0.5817319%	0.6040703%	-0.0223384%
Contributory System	-	149,986	1.1476706%	0.8512645%	0.2964061%
Tier 2 Public Employees System	-	551,363	0.5063518%	0.5268532%	-0.0205014%
Total	<u>\$ -</u>	<u>\$ 13,262,541</u>			

The net pension asset and liability were measured as of December 31, 2022 and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2022 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 fiscal year we recognized pension expense of \$4,865,424.

At June 30 we reported deferred outflows 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	\$ 2,372,799	\$ 21,876
Changes in assumptions	897,759	1,403
Net difference between projected and actual earnings on pension plan investments	2,410,962	-
Changes in proportion and differences between contributions and proportionate share of contributions	158,464	207,623
Contributions subsequent to the measurement date	<u>2,779,042</u>	<u>-</u>
Total	<u>\$ 8,619,026</u>	<u>\$ 230,902</u>

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\$2,779,042 was reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2022. 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:

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2023	\$ 17,983
2024	347,525
2025	1,047,417
2026	3,961,006
2027	48,428
Thereafter	186,723

**Noncontributory System Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, we recognized pension expense of \$3,636,315. At June 30 we reported deferred outflows and deferred inflows of resources relating to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 2,186,569	\$ -
Changes in assumptions	718,760	-
Net difference between projected and actual earnings on pension plan investments	2,158,644	-
Changes in proportion and differences between District contributions and proportionate share of contributions	49,705	179,423
Contributions subsequent to the measurement date	1,457,097	-
Total	<u>\$ 6,570,775</u>	<u>\$ 179,423</u>

\$ 1,457,097 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2022. These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions, will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2023	\$ 137,579
2024	324,703
2025	903,544
2026	3,568,429
2027	-
Thereafter	-

**Contributory System Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2023, we recognized pension expense of \$170,877. At June 30 we reported deferred outflows and deferred inflows of resources relating to pensions from the following sources:

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	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	30,026	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	-
Contributions subsequent to the measurement date	6,778	-
Total	<u>\$ 36,804</u>	<u>\$ -</u>

\$ 6,778 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2022. 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:

<u>Year Ended December 31,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2023	\$ (152,448)
2024	(45,053)
2025	36,744
2026	190,783
2027	-
Thereafter	-

**Tier 2 Public Employees System Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2023, we recognized pension expense of \$1,058,232. At June 30 we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 186,230	\$ 21,876
Changes in assumptions	178,999	1,403
Net difference between projected and actual earnings on pension plan investments	222,292	-
Changes in proportion and differences between District contributions and proportionate share of contributions	108,759	28,200
Contributions subsequent to the measurement date	1,315,168	-
Total	<u>\$ 2,011,448</u>	<u>\$ 51,479</u>

\$1,315,168 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2022. 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:

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Year Ended December 31,	Net Deferred Outflows (Inflows) of Resources
2023	\$ 32,852
2024	67,875
2025	107,129
2026	201,794
2027	48,428
Thereafter	186,723

**Actuarial Assumptions:** The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement: Inflation 2.50 percent; Salary increases 3.25 – 9.25 percent, average, including inflation; Investment rate of return 6.85 percent, net of pension plan investment expense, including inflation. Mortality rates were adopted from an actuarial experience study dated January 1, 2020. The retired mortality tables are developed using URS retiree experience and are based upon gender, occupation, and age as appropriate with projected improvement using 80% of the ultimate rates from the MP-2019 improvement assumption using a base year of 2020. The mortality assumption for active members is the PUB-2010 Employees Mortality Table for public employees, teachers, and public safety members, respectively.

The actuarial assumptions used in the January 1, 2022, valuation were based on an experience study of the demographic assumptions as of January 1, 2020, and a review of economic assumptions as of January 1, 2021.

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 and is applied consistently to each defined benefit pension plan. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Expected Return Arithmetic Basis		
	Target Allocation	Real Return Arithmetic Basis	Long-Term Expected Real Rate of Return
Equity securities	35%	6.58%	2.30%
Debt securities	20%	1.08%	0.22%
Real assets	18%	5.72%	1.03%
Private equity	12%	9.80%	1.18%
Absolute return	15%	2.91%	0.44%
Cash and cash equivalents	0%	-0.11%	0.00%
Total	100%		5.16%
Inflation			2.50%
Expected arithmetic nominal return			7.66%

The 6.85% assumed investment rate of return is comprised of an inflation rate of 2.50%, and a real return of 4.35% that is net of investment expense.

**Discount rate:** The discount rate used to measure the total pension liability was 6.85 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. The discount rate does not use the Municipal Bond Index Rate.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
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*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 6.85 percent, as well as what the proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.85 percent) or 1-percentage-point higher (7.85 percent) than the current rate:

<u>System</u>	<u>1% Decrease (5.85%)</u>	<u>Discount Rate (6.85%)</u>	<u>1% Increase (7.85%)</u>
Noncontributory System	\$ 31,395,421	\$ 12,561,192	\$ (3,198,828)
Contributory System	792,178	149,986	(402,675)
Tier 2 Public Employees System	2,409,155	551,363	(879,830)
Total	<u>\$ 34,596,754</u>	<u>\$ 13,262,541</u>	<u>\$ (4,481,333)</u>

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. The District participates in the following Defined Contribution Savings Plans with Utah Retirement Systems: 401 (k) Plan, 457(b) Plan, Roth IRA Plan, and Traditional IRA Plan. Contributions to the Defined Contribution Savings Plans for the fiscal year were as follows:

Fiscal Year	401(k)		457	IRA & Roth
	District Contributions	Employee Contributions	Employee Contributions	Employee Contributions
2023	\$ 399,925	\$ 449,700	\$ 5,435	\$ 93,078
2022	413,348	437,009	2,666	84,814
2021	412,185	390,359	2,250	73,298

**OPEB & Termination Benefits** – The Governmental Accounting Standards Board (GASB) Statement No. 45 requires the entire liability for Other Post-Employment Benefits (post-retirement health care benefits) to be accrued. The District does not offer any OPEB plans and has no liability under GASB Statement No. 45.

The District does offer voluntary termination benefits which are governed by GASB Statement No. 47 and are recognized to the extent they become payable in the current year. The District offers an early retirement incentive, for up to four years or until Medicare eligibility, to employees with at least ten years of employment. The incentive is half the savings of hiring a replacement employee and allows retirees to purchase health care coverage prior to becoming eligible for Medicare at 132% of the employee rate. The discounted present value method was used to value the expected future benefit payments with a 5% discount rate and 7% health care inflation trend.

	Outstanding termination benefits payable as of June 30, 2023		Total
	2023	2022	Change
Early retirement incentive	\$ 276,902	\$ 450,264	\$ (173,362)
Retiree health plan	14,599	30,767	(16,168)
Total early retirement benefits payable	<u>\$ 291,501</u>	<u>\$ 481,031</u>	<u>\$ (189,530)</u>

**7. Risk Management**

The District carries insurance coverage for general, automotive, personal injury, errors and omissions, and malpractice liability up to \$10 million per occurrence through policies issued by Utah State Risk Management Fund, a public entity risk pool. The District also insures its buildings and vehicles through the same entity. Unemployment compensation is handled on a cost of benefits reimbursement basis with the State of Utah. Worker's compensation insurance is pooled with other districts in the state through the Utah School Boards Risk Management Mutual Insurance Association.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
June 30, 2023

**8. Long-Term Liabilities**

Long-term liability activity for the year ended June 30, 2023 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 55,094,000	\$ -	\$ (3,585,000)	\$ 51,509,000	\$ 3,830,000
Lease revenue bonds	22,347,051	36,730,000	(2,455,026)	56,622,025	2,260,025
Loans	1,497,183	10,000,000	(1,458,750)	10,038,433	1,991,149
Unamortized bond premiums	4,697,698	-	(606,188)	4,091,510	-
Total debt payable	83,635,932	46,730,000	(8,104,964)	122,260,968	8,081,174
Other Liabilities					
Net pension liability	-	26,525,084	(13,262,542)	13,262,542	-
Accrued vacation payable	368,804	379,102	(359,584)	388,322	378,614
Early retirement benefits payable	481,031	-	(189,530)	291,501	139,335
Total other liabilities	849,835	26,904,186	(13,811,656)	13,942,365	517,949
Total long-term liabilities	<u>\$ 84,485,767</u>	<u>\$ 73,634,186</u>	<u>\$ (21,916,620)</u>	<u>\$ 136,203,333</u>	<u>\$ 8,599,123</u>

Payments on the general obligation bonds and leases are made by the debt service and capital outlay funds from property taxes. Accrued vacation and early retirement will be paid by the fund in which the employee worked.

Debt reserve and sinking fund requirements are located in the footnotes of the supplemental information *Continuing Disclosure Undertaking*.

The District's lease revenue bonds are direct borrowings and placements related to governmental activities and contain a provision that in the event of default, outstanding amounts become immediately due if the District is unable to make payment. The lease revenue bonds are secured by school buildings as follows: Series 2022 - Duchesne High; Series 2019 - Union High; Series 2017 - Tabiona Community Center; Series 2011A - Altamont High School; Series 2005 - Jr. High School Auditorium. The outstanding loans are unsecured.

**General Obligation Debt**

Annual amortization of general obligation debt, including interest, as of June 30, 2023 is as follows:

Issue Date	Lease Revenue Building Bonds		Lease Revenue Building Bonds		Qualified School Construction Bonds (QSCB)		Lease Revenue Building Loan		General Obligation Building Bonds	
	2019	2005	2011	2023	2022	2022	2023	2022		
Original Amount	\$22,683,000	\$3,000,000	\$9,000,000	\$10,000,000	\$15,803,000					
Interest Rate	2.74%	0.00%	0.44%	1.00%	1.92%					
Maturity Date	6/1/2035	6/15/2026	3/1/2026	1/1/2028	6/1/2029					
Year Ending										
June 30,										
2024	\$ 1,035,000	\$ 424,672	\$ -	\$ 8,441	\$ 283,174					
2025	1,054,000	410,182	-	5,628	238,038					
2026	1,074,000	394,372	-	2,814	192,101					
2027	459,000	376,651	-	-	145,363					
2028	466,000	368,389	-	-	97,770					
2029-2033	4,239,000	1,750,808	-	-	49,322					
2034-2035	7,695,000	373,736	-	-	-					
Total	\$ 16,022,000	\$ 4,098,808	\$ -	\$ 16,883	\$ 1,005,768					

Issue Date	Lease Revenue Building Bonds		Lease Revenue Building Bonds		Energy Efficiency Loan		Total Debt	
	2022	2016	2017	2011	Total	Total	Total	Grand Total
Original Amount	\$36,730,000	\$39,000,000	\$2,684,000	\$369,011	\$ 8,081,174	\$ 4,164,693	\$ 12,245,867	
Interest Rate	4.36%	2.99%	2.50%	0.00%	8,200,684	3,997,925	12,198,609	
Maturity Date	6/1/2041	6/1/2032	3/1/2038	1/1/2024	8,369,802	3,824,514	12,194,316	
Year Ending					8,546,800	3,643,618	12,190,418	
June 30,					8,793,998	3,398,115	12,192,113	
2024	\$ 285,000	\$ 1,575,250	\$ 53,300	\$ 30,751	\$ 8,081,174	\$ 4,164,693	\$ 12,245,867	
2025	295,000	1,507,750	50,325	7,682	8,200,684	3,997,925	12,198,609	
2026	310,000	1,436,500	47,275	-	8,369,802	3,824,514	12,194,316	
2027	325,000	1,361,500	44,150	-	8,546,800	3,643,618	12,190,418	
2028	345,000	1,211,500	40,950	-	8,793,998	3,398,115	12,192,113	
2029-2033	2,000,000	2,855,000	706,000	-	35,180,000	12,828,361	48,008,361	
2034-2038	16,735,000	6,780,531	632,000	-	25,062,000	7,211,168	32,273,168	
2039-2041	15,935,000	1,405,419	-	-	15,935,000	1,405,419	17,340,419	
Total	\$ 36,230,000	\$ 9,947,500	\$ 446,850	\$ 38,433	\$ 118,169,458	\$ 40,473,812	\$ 158,643,270	

## **Individual Fund Statements**



**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
June 30, 2023

	<u>Special Revenue</u>					<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>School Lunch</u>	<u>Pass-Through Taxes</u>	<u>Trust Fund</u>	<u>Student Activities</u>	<u>Total</u>		
<b>Assets:</b>							
Cash and investments	\$ 918,615	\$ -	\$ 1,388,497	\$ 1,375,501	\$ 3,682,613	\$ 459	\$ 3,683,072
Accounts receivable:							
Local	-	-	-	-	-		-
Property tax	-	-	-	-	-	4,677,335	4,677,335
State of Utah	153,898	-	-	-	153,898	-	153,898
Federal government	22,593	-	-	-	22,593	-	22,593
Inventories	422,111	-	-	-	422,111	-	422,111
Total assets	<u>\$ 1,517,217</u>	<u>\$ -</u>	<u>\$ 1,388,497</u>	<u>\$ 1,375,501</u>	<u>\$ 4,281,215</u>	<u>\$ 4,677,794</u>	<u>\$ 8,959,009</u>
<b>Liabilities:</b>							
Accounts payable	\$ 51,184	\$ -	\$ 42,944	\$ -	\$ 94,128	\$ -	\$ 94,128
Accrued payroll and benefits	95,513	-	-	-	95,513	-	95,513
Due to general fund	-	-	-	-	-		-
Deferred property tax revenue	-	-	-	-	-		-
Total liabilities	<u>146,697</u>	<u>-</u>	<u>42,944</u>	<u>-</u>	<u>189,641</u>	<u>-</u>	<u>189,641</u>
<b>Deferred Inflows of Resources:</b>							
Unavailable property tax revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,858	\$ 55,858
Property taxes levied for future year	-	-	-	-	-	4,617,352	4,617,352
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,673,210</u>	<u>4,673,210</u>
<b>Fund balances:</b>							
Nonspendable:							
Inventories	422,111	-	-	-	422,111	-	422,111
Restricted:							
Debt service	-	-	-	-	-	4,584	4,584
Schools	-	-	98,025	-	98,025	-	98,025
Nutrition services	948,409	-	-	-	948,409	-	948,409
Extra-curricular	-	-	-	-	-	-	-
Assigned:							
Students	-	-	1,247,528	1,375,501	2,623,029	-	2,623,029
Total fund balances	<u>1,370,520</u>	<u>-</u>	<u>1,345,553</u>	<u>1,375,501</u>	<u>4,091,574</u>	<u>4,584</u>	<u>4,096,158</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,517,217</u>	<u>\$ -</u>	<u>\$ 1,388,497</u>	<u>\$ 1,375,501</u>	<u>\$ 4,281,215</u>	<u>\$ 4,677,794</u>	<u>\$ 8,959,009</u>

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
Year Ended June 30, 2023

	<u>Special Revenue</u>					<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>School Lunch</u>	<u>Pass-Through Taxes</u>	<u>Trust Fund</u>	<u>Student Activities</u>	<u>Total</u>		
<b>Revenues:</b>							
Property tax	\$ -	\$ 150,518	\$ -	\$ -	\$ 150,518	\$ 3,910,866	\$ 4,061,384
Student fees	-	-	-	1,386,780	1,386,780	-	1,386,780
Lunch sales	598,650	-	-	-	598,650	-	598,650
Earnings on investments	-	-	67,327	6,095	73,422	-	73,422
Other local revenues	-	-	128,456	978,314	1,106,770	-	1,106,770
State aid	500,340	-	-	-	500,340	-	500,340
Federal aid	1,727,306	-	-	-	1,727,306	-	1,727,306
Total revenues	<u>2,826,296</u>	<u>150,518</u>	<u>195,783</u>	<u>2,371,189</u>	<u>5,543,786</u>	<u>3,910,866</u>	<u>9,454,652</u>
<b>Expenditures:</b>							
Current:							
Instructional services	-	150,518	92,448	2,381,907	2,624,873	-	2,624,873
School lunch services	2,934,023	-	-	-	2,934,023	-	2,934,023
Debt service:							
Principal retirement	-	-	-	-	-	3,470,000	3,470,000
Interest and fiscal charges	-	-	-	-	-	459,500	459,500
Total expenditures	<u>2,934,023</u>	<u>150,518</u>	<u>92,448</u>	<u>2,381,907</u>	<u>5,558,896</u>	<u>3,929,500</u>	<u>9,488,396</u>
Excess of revenues over expenditures	(107,727)	-	103,335	(10,718)	(15,110)	(18,634)	(33,744)
<b>Other financing sources:</b>							
Transfer in (out)	-	-	-	-	-	-	-
Net change in fund balances	(107,727)	-	103,335	(10,718)	(15,110)	(18,634)	(33,744)
<b>Fund balances - beginning</b>	<u>1,478,247</u>	<u>-</u>	<u>1,242,218</u>	<u>1,386,219</u>	<u>4,106,684</u>	<u>23,218</u>	<u>4,129,902</u>
<b>Fund balances - ending</b>	<u>\$ 1,370,520</u>	<u>\$ -</u>	<u>\$ 1,345,553</u>	<u>\$ 1,375,501</u>	<u>\$ 4,091,574</u>	<u>\$ 4,584</u>	<u>\$ 4,096,158</u>

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
*School Lunch*  
**Nonmajor Special Revenue Fund**  
Year Ended June 30, 2023  
With Comparative Totals for 2022

	<u>2023</u>	<u>2022</u>
	<u>Actual</u> <u>Amounts</u>	<u>Actual</u> <u>Amounts</u>
<b>Revenues:</b>		
Local sources:		
Lunch sales - students	\$ 546,047	\$ 58,390
Lunch Sales - adult	36,155	30,375
Earnings on investments	-	-
Other sales	16,448	14,436
Total local sources	<u>598,650</u>	<u>103,201</u>
State sources:		
State lunch program	500,340	442,374
Total state sources	<u>500,340</u>	<u>442,374</u>
Federal sources:		
Child nutrition program	1,557,111	2,696,027
Donated commodities	170,195	192,888
Total federal sources	<u>1,727,306</u>	<u>2,888,915</u>
Total revenues	<u>2,826,296</u>	<u>3,434,490</u>
<b>Expenditures:</b>		
Current:		
Salaries	955,602	860,798
Employee benefits	291,360	235,680
Purchased services	8,632	4,947
Food	1,206,789	1,080,447
Other supplies	170,201	173,083
Equipment	45,368	6,955
Indirect cost allocation	256,071	202,610
Total expenditures	<u>2,934,023</u>	<u>2,564,520</u>
Excess (deficiency) of revenues over expenditures	<u>(107,727)</u>	<u>869,970</u>
<b>Other financing sources (uses):</b>		
Transfer in (out)	-	-
Net change in fund balances	(107,727)	869,970
<b>Fund balances - beginning</b>	<u>1,478,247</u>	<u>608,277</u>
<b>Fund balances - ending</b>	<u>\$ 1,370,520</u>	<u>\$ 1,478,247</u>

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
*Pass-Through Taxes*  
**Nonmajor Special Revenue Fund**  
Year Ended June 30, 2023  
With Comparative Totals for 2022

	<b>2023</b>	<b>2022</b>
	<b>Actual Amounts</b>	<b>Actual Amounts</b>
<b>Revenues:</b>		
Local sources:		
Property taxes	\$ 150,518	\$ 150,000
<b>Expenditures:</b>		
Contributions to other governments:		
Statewide charter school program	150,518	150,000
Redevelopment agencies	-	-
Total contributions to other governments	150,518	150,000
Excess (deficiency) of revenues over expenditures	-	-
<b>Fund balances - beginning</b>	-	-
<b>Fund balances - ending</b>	\$ -	\$ -

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Comparative Statements of Revenues, Expenditures and Changes in Fund Balances**  
*Trust Fund*  
**Nonmajor Special Revenue Fund**  
Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
<b>Revenues:</b>		
Local sources:		
Contributions	\$ 128,456	\$ 203,923
Earnings on investments	67,327	9,967
Total revenues	<u>195,783</u>	<u>213,890</u>
<b>Expenditures:</b>		
Current:		
Program services - Instruction Support	49,194	9,094
Program services - graduating student scholarships	43,254	99,100
Total expenditures	<u>92,448</u>	<u>108,194</u>
Net change in fund balances	103,335	105,696
<b>Fund balances - beginning</b>	<u>1,242,218</u>	<u>1,136,522</u>
<b>Fund balances - ending</b>	<u><u>\$ 1,345,553</u></u>	<u><u>\$ 1,242,218</u></u>

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
*Student Activities*  
**Nonmajor Special Revenue Fund**  
Year Ended June 30, 2023  
With Comparative Totals for 2022

	<u>2023</u>	<u>2022</u>
	<u>Actual Amounts</u>	<u>Actual Amounts</u>
<b>Revenues:</b>		
Local sources:		
Fees	\$ 1,368,742	\$ 748,372
Earnings on investments	6,095	639
School vending	206,847	38,526
Rentals	18,038	18,038
Other local sources	771,467	1,053,543
Total revenues	<u>2,371,189</u>	<u>1,859,118</u>
<b>Expenditures:</b>		
Current:		
Purchased professional services	74,714	57,550
Other purchased services	233,240	267,431
Supplies	1,922,682	1,107,159
Equipment	-	-
Other objects and fees	151,271	186,351
Total expenditures	<u>2,381,907</u>	<u>1,618,491</u>
Excess (deficiency) of revenues over expenditures	<u>(10,718)</u>	<u>240,627</u>
<b>Fund balances - beginning</b>	<u>1,386,219</u>	<u>1,145,592</u>
<b>Fund balances - ending</b>	<u>\$ 1,375,501</u>	<u>\$ 1,386,219</u>

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
*Nonmajor Debt Service Fund*  
Year Ended June 30, 2023  
With Comparative Totals for 2022

	<u>2023</u>	<u>2022</u>
	<u>Actual Amounts</u>	<u>Actual Amounts</u>
<b>Revenues:</b>		
Property tax	\$ 3,910,866	\$ 1,820,064
Earnings on Investments	-	-
Total revenues	<u>3,910,866</u>	<u>1,820,064</u>
<b>Expenditures:</b>		
Debt service:		
Bond principal	3,470,000	1,838,000
Bond interest	459,000	-
Fees	500	500
Total expenditures	<u>3,929,500</u>	<u>1,838,500</u>
Net change in fund balances	(18,634)	(18,436)
<b>Fund balance - beginning</b>	<u>23,218</u>	<u>41,654</u>
<b>Fund balance - ending</b>	<u>\$ 4,584</u>	<u>\$ 23,218</u>

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Major Capital Projects Fund**  
Year Ended June 30, 2023  
With Comparative Totals for 2022

	<u>2023</u>	<u>2022</u>
	<u>Actual</u> <u>Amounts</u>	<u>Actual</u> <u>Amounts</u>
<b>Revenues:</b>		
Property taxes	\$ 10,096,510	\$ 9,669,136
Earnings on investments	2,024,598	85,795
Other local	699,060	664,682
State sources - capital outlay foundation	-	-
Federal sources	-	-
Total revenues	<u>12,820,168</u>	<u>10,419,613</u>
<b>Expenditures:</b>		
Capital outlay:		
Salaries	-	-
Employee benefits	-	-
Purchased services	-	-
Supplies and materials	147,853	-
Land and improvements	-	-
Buildings	<u>26,755,666</u>	<u>595,211</u>
Total capital outlay	<u>26,903,519</u>	<u>595,211</u>
Debt Service:		
Principal	4,028,776	4,985,637
Interest	3,522,792	3,351,655
Bond issuance and service costs	<u>445,413</u>	<u>90,278</u>
Total debt service	<u>7,996,981</u>	<u>8,427,570</u>
Total expenditures	<u>34,900,500</u>	<u>9,022,781</u>
Excess (deficiency) of revenues over expenditures	(22,080,332)	1,396,832
<b>Other Financing Sources (Uses):</b>		
Bond proceeds	36,730,000	-
Premium on the issuance of bonds	1,581,977	-
Proceeds of refunding bonds	-	15,803,000
Retirement of refunded bonds	-	(15,155,000)
Loan Proceeds	10,000,000	-
Sale of capital assets	<u>147</u>	<u>27,904</u>
Total other financing sources (uses)	<u>48,312,124</u>	<u>675,904</u>
Net change in fund balances	26,231,792	2,072,736
<b>Fund balance - beginning</b>	<u>17,504,065</u>	<u>15,431,329</u>
<b>Fund balance - ending</b>	<u>\$ 43,735,857</u>	<u>\$ 17,504,065</u>



**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
 June 30, 2023

**Schedules of the District's Proportionate Share of the Net Pension Liability (Asset)**

**Utah Retirement Systems**

Last Nine Plan (Calendar) Years \*

	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Noncontributory Retirement System:</b>									
District's proportion of the net pension liability (asset)	0.5817319%	0.6040703%	0.6013232%	0.5887845%	0.5562673%	0.5345900%	0.5391934%	0.5406280%	0.5319443%
District's proportionate share of the net pension liability (asset)	\$ 12,561,192	\$ (4,127,276)	\$ 8,016,371	\$ 13,081,036	\$ 19,951,917	\$ 13,072,662	\$ 17,474,810	\$ 16,982,674	\$ 13,365,253
District's covered-employee payroll	\$ 13,573,234	\$ 14,172,505	\$ 13,959,121	\$ 13,646,951	\$ 13,418,312	\$ 13,562,081	\$ 13,888,888	\$ 13,982,342	\$ 14,274,698
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	92.5%	-29.1%	57.4%	95.9%	148.7%	96.4%	125.8%	121.5%	93.6%
Plan fiduciary net position as a percentage of the total pension liability (asset)	91.6%	102.7%	94.3%	90.1%	84.1%	89.2%	84.9%	84.5%	87.2%
<b>Contributory Retirement System:</b>									
District's proportion of the net pension liability (asset)	1.1476706%	0.8512645%	0.9122582%	0.8165023%	0.9023387%	0.8549635%	0.8227239%	0.7933442%	0.6958214%
District's proportionate share of the net pension liability (asset)	\$ 149,986	\$ (766,564)	\$ (216,970)	\$ 56,370	\$ 640,664	\$ 56,260	\$ 450,818	\$ 497,151	\$ 76,296
District's covered-employee payroll	\$ 75,356	\$ 72,054	\$ 87,981	\$ 91,092	\$ 175,120	\$ 194,529	\$ 220,546	\$ 251,313	\$ 254,743
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	199.0%	-1063.9%	-246.6%	61.9%	365.8%	28.9%	204.4%	197.8%	30.0%
Plan fiduciary net position as a percentage of the total pension liability	97.9%	114.1%	103.7%	98.9%	91.4%	99.2%	93.4%	92.4%	98.7%
<b>Tier 2 Public Employees Retirement System:</b>									
District's proportion of the net pension liability (asset)	0.5063518%	0.5268532%	0.5452274%	0.5351658%	0.5284115%	0.5105785%	0.5325539%	0.5729846%	0.5697140%
District's proportionate share of the net pension liability (asset)	\$ 551,363	\$ (222,984)	\$ 78,419	\$ 120,363	\$ 226,307	\$ 45,016	\$ 59,406	\$ (1,251)	\$ (17,265)
District's covered-employee payroll	\$ 11,112,327	\$ 9,823,937	\$ 8,737,381	\$ 7,451,482	\$ 6,213,178	\$ 5,015,314	\$ 4,367,361	\$ 3,700,062	\$ 2,788,955
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	4.96%	-2.27%	0.90%	1.62%	3.64%	0.90%	1.36%	-0.03%	-0.62%
Plan fiduciary net position as a percentage of the total pension liability	92.3%	103.8%	98.3%	96.5%	90.8%	97.4%	95.1%	100.2%	103.5%

\* These schedules only present information for the 2014 and subsequent measurement periods of the plans; prior-year information is not available

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
 June 30, 2023

<b>Schedules of District Contributions</b>										
<b>Utah Retirement Systems</b>										
Last Ten Fiscal Years										
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Noncontributory System:</b>										
Actuarial determined contributions	\$ 2,979,729	\$ 3,018,407	\$ 3,153,336	\$ 3,025,528	\$ 2,963,475	\$ 2,940,618	\$ 3,031,156	\$ 3,071,026	\$ 3,028,313	\$ 2,820,302
Contributions in relation to the contractually required contribution	(2,979,729)	(3,018,407)	(3,153,336)	(3,025,528)	(2,963,475)	(2,940,618)	(3,031,156)	(3,071,026)	(3,028,313)	(2,820,302)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 13,615,301	\$ 13,688,739	\$ 14,285,476	\$ 13,706,297	\$ 13,467,730	\$ 13,367,503	\$ 13,855,869	\$ 14,035,482	\$ 14,070,924	\$ 14,246,988
Contributions as a percentage of covered payroll	21.9%	22.1%	22.1%	22.1%	22.0%	22.0%	21.9%	21.9%	21.5%	19.8%
<b>Contributory System:</b>										
Actuarial determined contributions	\$ 13,620	\$ 12,958	\$ 13,111	\$ 16,930	\$ 19,732	\$ 36,254	\$ 35,228	\$ 43,461	\$ 45,199	\$ 39,864
Contributions in relation to the contractually required contribution	(13,620)	(12,958)	(13,111)	(16,930)	(19,732)	(36,254)	(35,228)	(43,461)	(45,199)	(39,864)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 76,947	\$ 73,210	\$ 74,075	\$ 95,652	\$ 111,481	\$ 204,825	\$ 199,028	\$ 245,467	\$ 259,244	\$ 254,703
Contributions as a percentage of covered payroll	17.7%	17.7%	17.7%	17.7%	17.7%	17.7%	17.7%	17.7%	17.4%	15.7%
<b>Tier 2 Public Employees System:</b>										
Actuarial determined contributions	\$ 2,439,689	\$ 1,989,364	\$ 1,761,834	\$ 1,558,688	\$ 1,280,332	\$ 1,021,966	\$ 837,240	\$ 755,181	\$ 592,177	\$ 366,396
Contributions in relation to the contractually required contribution	(2,439,689)	(1,989,364)	(1,761,834)	(1,558,688)	(1,280,332)	(1,021,966)	(837,240)	(755,181)	(592,177)	(366,396)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 12,345,823	\$ 10,275,999	\$ 9,217,102	\$ 8,211,914	\$ 6,802,400	\$ 5,550,604	\$ 4,585,630	\$ 4,139,328	\$ 3,275,786	\$ 2,212,017
Contributions as a percentage of covered payroll	19.8%	19.4%	19.1%	19.0%	18.8%	18.4%	18.3%	18.2%	18.1%	16.6%
<b>Tier 2 Public Employees DC Only:</b>										
Actuarial determined contributions	\$ 168,753	\$ 144,990	\$ 120,219	\$ 82,288	\$ 83,551	\$ 66,555	\$ 61,719	\$ 53,019	\$ 29,719	\$ 15,313
Contributions in relation to the contractually required contribution	(168,753)	(144,990)	(120,219)	(82,288)	(83,551)	(66,555)	(61,719)	(53,019)	(29,719)	(15,313)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,680,466	\$ 1,426,568	\$ 1,197,274	\$ 821,233	\$ 833,645	\$ 664,222	\$ 615,957	\$ 526,689	\$ 301,885	\$ 187,424
Contributions as a percentage of covered payroll	10.0%	10.2%	10.0%	10.0%	10.0%	10.0%	10.0%	10.1%	9.8%	8.2%

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
June 30, 2023

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Notes to Required Supplementary Information

**Changes in Assumptions:**

No changes were made in actuarial assumptions from the prior year's valuation.

# **Statistical Section**

Unaudited

DUCHESNE COUNTY SCHOOL DISTRICT  
 General Fund - Per Capita Operating Costs By School  
 Year Ended June 30, 2023

SCHOOL	CODE	PER CAPITA	AVERAGE DAILY MEMBERSHIP	% OF AVERAGE DAILY MEMBERSHIP	% OF TOTAL OPERATION COSTS	TOTAL OPERATION COSTS	INSTRUCTION	STUDENTS	SUPPORT SERVICES					
									INSTRUCTION STAFF	GENERAL ADMIN.	SCHOOL ADMIN.	BUSINESS ADMIN.	BUILDING OPER. & MTN.	PUPIL TRANS.
Altamont Elementary	104	\$ 11,431	302	6.12%	5.97%	\$ 3,453,208	\$ 2,257,451	\$ 49,767	\$ 167,877	\$ 28,102	\$ 216,925	\$ 119,745	\$ 354,009	\$ 259,332
Centennial Elementary	106	10,762	489	9.91%	9.10%	5,262,054	3,431,925	159,188	207,644	45,483	284,637	191,998	552,517	388,662
Duchesne Elementary	108	10,876	374	7.58%	7.03%	4,066,417	2,805,978	84,059	169,748	34,781	182,956	146,828	334,362	307,706
East Elementary	110	12,986	288	5.85%	6.48%	3,745,364	2,485,203	93,926	105,225	26,827	202,506	114,399	490,175	227,102
Myton Elementary	112	15,400	104	2.11%	2.77%	1,602,134	1,003,719	16,675	48,197	9,678	182,302	41,970	217,361	82,232
Neola Elementary	116	12,575	145	2.94%	3.15%	1,822,465	1,152,741	31,945	55,601	13,481	162,097	58,382	231,643	116,575
Tabiona Elementary	124	12,883	107	2.18%	2.39%	1,383,397	955,897	15,240	41,082	9,988	54,755	42,164	169,855	94,416
Kings Peak Elementary	304	9,293	426	8.64%	6.85%	3,961,436	2,493,326	114,054	137,682	39,652	234,439	168,371	437,793	336,120
Roosevelt Junior High	404	9,766	815	16.52%	13.77%	7,959,282	4,841,230	318,939	359,160	75,811	510,576	326,148	880,974	646,444
Altamont High	704	13,508	252	5.10%	5.88%	3,399,991	1,948,505	174,320	82,763	23,414	253,118	101,185	578,823	237,861
Duchesne High	708	19,197	383	7.76%	12.72%	7,353,891	2,594,997	196,273	165,923	35,633	255,685	152,688	3,587,205	365,486
Tabiona High	712	18,037	75	1.53%	2.35%	1,358,485	824,160	44,814	36,617	7,006	155,244	31,256	179,331	80,058
Union High	714	9,077	1,067	21.63%	16.75%	9,685,247	4,980,497	674,066	428,579	99,252	707,522	421,142	1,447,960	926,230
Basin Online	800	16,081	66	1.33%	1.83%	1,057,693	797,128	11,532	25,083	6,118	113,730	25,827	26,889	51,387
Con Amore	802	42,499	40	0.81%	2.94%	1,699,955	1,251,337	21,711	12,764	3,721	199,791	16,872	147,511	46,248
Totals			4,934	100.00%	100.00%	\$ 57,811,020	\$ 33,824,093	\$ 2,006,510	\$ 2,043,946	\$ 458,948	\$ 3,716,282	\$ 1,958,974	\$ 9,636,408	\$ 4,165,860

District Average: \$ 11,717

Average Daily Membership Instruction  
 Support Services:  
 Students  
 General Administration  
 School Administration  
 Business Administration  
 Building Oper. & Maint.  
 Transportation

Kindergarten 55%, Special Education Included  
 Direct & Prorated Indirect  
 Direct & Prorated Indirect  
 Average Daily Membership  
 Direct & Prorated Indirect  
 Average Daily Membership  
 Direct & Prorated Indirect  
 Direct & Prorated Indirect

# **Continuing Disclosure Undertaking**

Unaudited

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

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**Continuing Disclosure Memorandum of the Board of Education of Duchesne County School District**

This supplemental information is provided for the benefit of the Beneficial Owners of general obligation bonds. Additional information is included annually pursuant to the requirements of paragraph (b)(5) of Rule 15c2-12 (the “Rule”) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended.

No events described in paragraph (b)(5)(i)(c) of the Rule has occurred that are required to be disclosed.

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**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

**1. Debt Structure of Duchesne County School District, Utah**

**Outstanding General Obligation Bonded Indebtedness**

Series	Purpose	Original Principal Amount	Final Maturity Date	Current Principal Outstanding
2016 (1)	School buildings	\$ 39,000,000	June 1, 2032	\$ 35,950,000
2022 (2)	Refunding	15,803,000	June 1, 2029	15,559,000
Total general obligation debt				\$ 51,509,000

(1) Rated “Aaa” (State of Utah Guaranty; underlying “A1”) by Moody’s, on the date of issuance.

(2) Not rated; issued as a direct placement and no rating was applied for.

**Debt Service Schedule of Outstanding General Obligation Bonds by Fiscal Year**

Fiscal Year Ending June 30	Series 2022 Refunding (Original 2014) \$15,803,000		Series 2016 \$39,000,000		Totals		
	Interest cost 1.92%		Interest cost 2.99%		Total	Total	Total Debt
	Principal	Interest	Principal	Interest	Principal	Interest	Service
2024	\$ 2,480,000	\$ 283,174	\$ 1,350,000	\$ 1,575,250	\$ 3,830,000	\$ 1,858,424	\$ 5,688,424
2025	2,524,000	238,038	1,425,000	1,507,750	3,949,000	1,745,788	5,694,788
2026	2,568,000	192,101	1,500,000	1,436,500	4,068,000	1,628,601	5,696,601
2027	2,615,000	145,363	3,000,000	1,361,500	5,615,000	1,506,863	7,121,863
2028	2,662,000	97,770	3,150,000	1,211,500	5,812,000	1,309,270	7,121,270
2029	2,710,000	49,322	3,300,000	1,054,000	6,010,000	1,103,322	7,113,322
2030			7,125,000	889,000	7,125,000	889,000	8,014,000
2031			7,400,000	604,000	7,400,000	604,000	8,004,000
2032			7,700,000	308,000	7,700,000	308,000	8,008,000
Totals	\$ 15,559,000	\$ 1,005,768	\$ 35,950,000	\$ 9,947,500	\$ 51,509,000	\$ 10,953,268	\$ 62,462,268



**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

**Municipal Building Authority of Duchesne County School District, Utah**

The Board created the Municipal Building Authority of Duchesne County School District, Utah (the “Authority”) as a nonprofit corporation in accordance with the provisions of the Utah Revised Nonprofit Corporation Act, Title 16, Chapter 6a, Utah Code (the “Nonprofit Corporation Act”) and as provided in the Local Building Authority Act, Title 17D, Chapter 2, Utah Code. The purpose of the Authority is to finance building acquisition or improvement projects on behalf of the Board.

The Authority is to be of perpetual duration as set forth in its Articles of Incorporation. The Board serves as the governing Board of Trustees of the Authority. The Authority has no property, money or other assets, except for the projects that are or have been constructed by the Authority. The principal place of business of the Authority is at the Board offices.

*Debt Issuance.* For each school construction project built by the Authority, the Authority has entered into an indenture and annual leases with the Board. The Authority leases the school building projects to the Board, pursuant to individual master lease agreements. The Authority has granted to a trustee, for the benefit of the owners of lease revenue bonds issued under each master lease, a security interest in all of the Authority’s right, title and interest in the school building project financed with lease revenue bonds issued under each separate indenture. Debt issued by the Authority is being paid from rental payments received by the Authority from the Board. Rental payments by the Board are being made from the capital projects fund from property taxes which are annually budgeted and appropriated by the Board for such purpose.

**Outstanding Municipal Building Authority lease revenue bonds**

Series	Purpose	Original Principal Amount	Final Maturity Date	Current Principal Outstanding
2022 (1)	School Building	\$ 36,730,000	June 1, 2041	\$ 36,230,000
2019 (2)	School Building/Refunding	22,683,000	June 1, 2035	16,022,000
2017 (2)	School building / CIB	2,684,000	March 1, 2038	1,991,025
2005 (2)	School building / CIB	3,000,000	June 15, 2026	450,000
2011A (3)	School building / QSCB	9,000,000	March 1, 2026	1,929,000
Total				<u>\$ 56,622,025</u>

(1) Rated Moody’s “A2”.

(2) This bond was privately placed and is not rated.

(3) This bond was privately placed and is not rated. The 2011A MBA Bonds are federally taxable, Qualified School Construction Bonds, (“QSCB”), authorized by the American Recovery and Reinvestment Act of 2009. The QSCB tax credit rate is approximately 4.59% depending on congressional sequestration. The 2011A MBA Bonds will mature on March 1, 2026.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

**Debt Service Schedule of Outstanding Lease Revenue Bonds of the Municipal Building Authority of Duchesne County School District, Utah by Fiscal Year**

Fiscal Year Ending June 30	Series 2011A \$9,000,000 Interest cost 0.44% (1)			Series 2005 \$3,000,000 Interest cost 0%		Series 2017 \$2,684,000 Interest cost 2.50%			Series 2019 \$22,683,000 Interest cost 2.74%		Series 2022 \$22,683,000 Interest cost 2.74%		Total Lease Revenue Bonds		
	Principal	Interest	Federal Interest Subsidy	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Total Principal	Total Interest	Total Debt Service	
2024	\$ 643,000	\$ 97,029	\$ (88,588)	\$ 150,000		\$ 147,025	\$ 53,300	\$ 1,035,000	\$ 424,672	\$ 285,000	\$ 1,719,856	\$ 2,260,025	\$ 2,206,269	\$ 4,466,294	
2025	643,000	64,686	(59,058)	150,000		122,000	50,325	1,054,000	410,182	295,000	1,705,606	2,264,000	2,171,741	4,435,741	
2026	643,000	32,342	(29,528)	150,000		125,000	47,275	1,074,000	394,372	310,000	1,690,856	2,302,000	2,135,317	4,437,317	
Totals	<u>\$ 1,929,000</u>	<u>\$ 194,057</u>	<u>\$ (177,174)</u>	<u>\$ 450,000</u>		<u>\$ 1,991,025</u>	<u>\$ 446,850</u>	<u>\$ 16,022,000</u>	<u>\$ 4,098,808</u>	<u>\$ 36,230,000</u>	<u>\$ 24,656,013</u>	<u>\$ 56,622,025</u>	<u>\$ 29,218,554</u>	<u>\$ 75,000,467</u>	

\* Final payment from reserve fund

- (1) Federally taxable QSCB bond. Interest is based on a coupon rate of 5.03% per annum. The interest due is partially paid by a federal subsidy. The Authority contributes \$643,000 annually for mandatory sinking fund principal payments which will retire the 2011A bonds on March 1, 2026.

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

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**Outstanding Loan obligations**

In 2011, the Board entered into a \$369,011 loan, issued through a combined federal and state program for energy efficiencies. The loan has a 0% rate of interest and is currently outstanding in the amount of \$38,433. Principal is due January 1, 2013 through October 1, 2024.

In 2023, the Board entered into a \$10,000,000 loan, issued through the Utah State Board of Education Revolving Loan Fund. The loan has a 1% rate of interest and is currently outstanding in the amount of \$10,000,000. The loan has a maximum term of five years and principal is due January 1, 2024 through January 1, 2028.

Fiscal Year Ending June 30,	Energy Loan 2011	Loan - Revolving Loan Fund		Total Loans		
	\$369,011	\$10,000,000		Total	Total	Total
	Interest 0%	Interest cost 1%		Principal	Interest	Debt Service
	Principal	Principal	Interest			
2024	\$ 30,751	\$ 1,960,398	\$ 100,000	\$ 1,991,149	\$ 100,000	\$ 2,091,149
2025	7,682	1,980,002	80,396	1,987,684	80,396	2,068,080
2026		1,999,802	60,596	1,999,802	60,596	2,060,398
2027		2,019,800	40,598	2,019,800	40,598	2,060,398
2028		2,039,998	20,400	2,039,998	20,400	2,060,398
Totals	<u>\$ 38,433</u>	<u>\$ 10,000,000</u>	<u>\$ 301,990</u>	<u>\$ 10,038,433</u>	<u>\$ 301,990</u>	<u>\$ 10,340,423</u>

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

**2. Financial Information Regarding Duchesne County School District, Utah**

**Five-Year Financial Summaries**

**Statement of Net Position**  
**Governmental Activities**

	<b>As of June 30</b>				
	2023	2022	2021	2020	2019
<b>Assets:</b>					
Cash and investments	\$ 70,847,490	\$ 36,480,342	\$ 32,080,428	\$ 27,287,602	\$ 24,776,471
<b>Receivables:</b>					
Property taxes	28,584,390	26,750,598	23,219,309	23,524,866	23,567,562
Other governments	2,148,567	2,659,676	1,330,299	956,954	764,389
Local	103,572	16,742	97,110	10,984	16,196
Inventories and repaid expenses	572,474	411,598	271,762	424,371	366,011
Net pension asset	-	5,116,824	216,970	-	-
<b>Capital assets:</b>					
Land and construction in progress	37,046,986	7,892,999	5,977,788	4,514,235	16,168,992
Buildings and other capital assets, net of depreciation	173,862,319	179,594,192	185,534,077	191,815,831	184,859,258
Technology subscriptions, net of amortization	19,333	-	-	-	-
<b>Total assets</b>	<b>313,185,131</b>	<b>258,922,971</b>	<b>248,727,743</b>	<b>248,534,843</b>	<b>250,518,879</b>
<b>Deferred outflows of resources</b>					
relating to pensions	8,619,026	7,238,769	4,766,851	3,624,846	8,092,129
<b>Total assets and deferred outflows</b>	<b>321,804,157</b>	<b>266,161,740</b>	<b>253,494,594</b>	<b>252,159,689</b>	<b>258,611,008</b>
<b>Liabilities:</b>					
Accounts payable	4,534,564	1,240,769	713,818	553,294	1,863,647
Accrued interest	351,628	231,549	279,155	300,093	381,896
Accrued salaries and benefits	4,598,766	4,794,334	4,492,252	3,915,009	3,630,603
Unearned revenue, State	1,399,030	814,357	611,538	776,840	860,842
<b>Noncurrent liabilities:</b>					
Due within one year	8,599,123	7,542,942	7,149,588	7,104,717	6,791,617
Due after one year	114,341,668	76,942,825	84,798,285	92,171,111	99,233,194
Net pension liability	13,262,542	-	8,094,790	13,257,769	20,818,888
Technology subscription liability	19,333	-	-	-	-
<b>Total liabilities</b>	<b>147,106,654</b>	<b>91,566,776</b>	<b>106,139,426</b>	<b>118,078,833</b>	<b>133,580,687</b>
<b>Deferred inflows of resources:</b>					
Deferred taxes levied for future year	27,588,679	25,729,156	22,339,152	22,276,172	22,468,109
Resources relating to pensions	230,902	17,956,516	8,764,284	4,546,726	457,860
<b>Total deferred inflows</b>	<b>27,819,581</b>	<b>43,685,672</b>	<b>31,103,436</b>	<b>26,822,898</b>	<b>22,925,969</b>
<b>Net position:</b>					
Net invested in capital assets	88,648,338	103,851,259	113,595,946	109,042,671	106,741,404
<b>Restricted for:</b>					
Programs	2,612,090	2,257,007	1,995,539	1,213,717	1,206,199
School lunch	1,383,868	1,593,527	650,616	421,474	130,552
Non K-12 programs	-	-	-	-	-
Trust fund	1,345,553	1,242,218	1,136,522	1,115,234	966,404
Student activities	1,375,501	1,386,219	1,145,592	1,308,058	1,240,681
Capital projects	43,384,229	17,272,516	1,740,845	1,745,293	828,887
Debt service	4,584	23,218	41,654	25,237	24,444
Unrestricted	8,123,759	3,283,328	(4,054,982)	(7,613,726)	(9,034,219)
<b>Total net position</b>	<b>\$ 146,877,922</b>	<b>\$ 130,909,292</b>	<b>\$ 116,251,732</b>	<b>\$ 107,257,958</b>	<b>\$ 102,104,352</b>

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

**Statement of Activities (1)**  
**Total Governmental Activities**

	Net (Expense) Revenue and Changes in Net Position				
	Fiscal Year Ended June 30				
	2023	2022	2021	2020	2019
Governmental activities:					
Instructional services	\$ (25,266,104)	\$ (26,091,038)	\$ (22,392,335)	\$ (22,253,293)	\$ (19,082,069)
Supporting services:					
Students	(687,098)	(561,947)	(463,792)	(331,541)	(322,328)
Instructional staff	(1,198,951)	(1,059,666)	(926,452)	(993,383)	(947,023)
District administration	(598,531)	(451,115)	(452,853)	(552,259)	(554,296)
School administration	(3,462,726)	(2,411,946)	(2,752,038)	(3,392,447)	(3,036,863)
Business	(1,822,567)	(1,447,509)	(1,477,242)	(1,761,451)	(1,338,822)
Operation and maintenance of facilities	(6,214,700)	(6,457,436)	(6,233,696)	(5,933,967)	(6,051,640)
Transportation	(565,303)	(1,459,906)	(596,201)	(2,903,082)	(2,888,089)
School lunch services	(236,431)	790,237	84,682	998	(382,847)
Interest on long-term liabilities	(3,941,596)	(1,879,148)	(2,595,141)	(2,823,126)	(3,100,997)
Capital outlay	-	-	-	-	-
Total school district	<u>(43,994,007)</u>	<u>(41,029,474)</u>	<u>(37,805,068)</u>	<u>(40,943,552)</u>	<u>(37,704,974)</u>
General revenues:					
Property taxes levied for:					
General purposes	14,890,527	13,632,024	13,337,449	13,828,582	12,986,006
Debt service	3,910,866	1,000,158	978,546	1,014,579	952,761
Capital outlay	10,096,510	10,336,049	10,112,697	10,485,082	9,846,227
Transportation	-	-	-	-	-
Recreation	-	-	-	-	-
Federal and state aid not restricted to specific purposes	24,504,093	27,988,817	20,114,196	18,745,451	17,841,745
Earnings on investments	2,795,209	179,616	152,606	312,561	742,951
Miscellaneous	3,765,432	2,550,371	2,103,348	1,710,903	1,355,173
Total general revenues	<u>59,962,637</u>	<u>55,687,035</u>	<u>46,798,842</u>	<u>46,097,158</u>	<u>43,724,863</u>
Change in net assets	15,968,630	14,657,561	8,993,774	5,153,606	6,019,889
Net position-beginning (as restated)	<u>130,909,292</u>	<u>116,251,731</u>	<u>107,257,958</u>	<u>102,104,352</u>	<u>96,084,463</u>
Net position-ending	<u>\$ 146,877,922</u>	<u>\$ 130,909,292</u>	<u>\$ 116,251,732</u>	<u>\$ 107,257,958</u>	<u>\$ 102,104,352</u>

(1) This report is presented in summary format concerning the single item of "Net (Expense) Revenue and Changes in net Assets-Total Governmental Activities" and is not intended to be complete

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

**Balance Sheet--Governmental Funds--Major Funds**  
**General Fund**

	<b>Fiscal Year Ended June 30</b>				
	2023	2022	2021	2020	2019
<b>Assets:</b>					
Cash and investments	\$ 19,914,965	\$ 14,783,411	\$ 14,269,084	\$ 11,541,081	\$ 9,046,955
Accounts receivables:					
Property taxes	14,073,129	13,706,132	12,390,991	12,586,392	12,631,259
Local	103,572	16,742	5,025	10,984	16,196
Due from other funds	-	-	-	32,638	228,017
State of Utah	307,216	405,521	133,612	480,338	121,684
Federal government	1,664,860	2,182,916	1,001,350	276,925	499,848
Prepaid expenses	9,900	-	-	-	-
Total assets	<u>\$ 36,073,642</u>	<u>\$ 31,094,722</u>	<u>\$ 27,800,062</u>	<u>\$ 24,928,358</u>	<u>\$ 22,543,959</u>
<b>Liabilities:</b>					
Accounts payable	\$ 758,563	\$ 644,949	\$ 673,960	\$ 417,372	\$ 607,073
Accrued payroll and benefits	4,503,253	4,794,334	4,492,252	3,842,438	3,498,531
Unearned revenue, State	1,399,030	814,357	611,538	776,840	860,842
Deferred property taxes	-	-	-	-	-
Total liabilities	<u>6,660,846</u>	<u>6,253,640</u>	<u>5,777,750</u>	<u>5,036,650</u>	<u>4,966,446</u>
<b>Deferred inflows of resources:</b>					
Unavailable property tax revenue	494,761	490,801	433,112	598,212	524,446
Property taxes levied for future years	13,541,828	13,157,774	11,919,936	11,917,255	12,066,726
Total deferred inflows of resources	<u>14,036,589</u>	<u>13,648,575</u>	<u>12,353,048</u>	<u>12,515,467</u>	<u>12,591,172</u>
<b>Fund balances:</b>					
<b>Committed:</b>					
Economic stabilization	2,900,000	2,735,000	2,450,000	2,200,000	1,900,000
Self insurance	375,000	375,000	375,000	370,000	370,000
Employee benefit obligations	1,049,279	1,185,884	929,994	1,012,340	1,055,481
<b>Assigned:</b>					
Programs	2,612,090	2,257,007	1,995,539	1,213,717	1,206,199
Unassigned	8,439,838	4,639,616	3,918,731	2,580,184	454,661
Total fund balances	<u>15,376,207</u>	<u>11,192,507</u>	<u>9,669,264</u>	<u>7,376,241</u>	<u>4,986,341</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 36,073,642</u>	<u>\$ 31,094,722</u>	<u>\$ 27,800,062</u>	<u>\$ 24,928,358</u>	<u>\$ 22,543,959</u>

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
June 30, 2023

**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds--Major Fund**  
**General Fund**

	<b>Fiscal Year Ended June 30</b>				
	2023	2022	2021	2020	2019
<b>Revenues:</b>					
Property taxes	\$ 14,726,643	\$ 13,224,675	\$ 13,161,280	\$ 13,543,265	\$ 13,243,050
Earnings on investments	697,189	83,215	63,493	237,209	349,358
Other local sources	722,165	953,089	233,828	462,665	386,187
State sources	40,256,738	35,805,445	33,591,025	30,815,324	27,064,161
Federal sources	5,558,037	6,173,738	4,562,877	2,800,964	2,829,077
<b>Total revenues</b>	<b>61,960,772</b>	<b>56,240,162</b>	<b>51,612,503</b>	<b>47,859,427</b>	<b>43,871,833</b>
<b>Expenditures:</b>					
<b>Current:</b>					
Instructional services	33,824,093	33,817,643	30,895,457	28,484,320	24,788,955
Supporting services					
Students	2,006,510	1,725,394	1,835,596	1,362,861	988,745
Instructional staff	2,043,946	1,654,050	1,444,264	1,496,549	1,324,374
District administration	458,948	377,815	342,493	364,143	394,493
School administration	3,716,282	3,214,089	3,140,689	3,163,292	2,856,399
Business	1,958,974	1,802,352	1,703,566	1,794,665	1,433,954
Operation and maintenance of facilities	9,636,408	8,371,756	7,177,417	5,565,230	9,191,398
Transportation	4,165,860	3,753,820	2,779,998	3,238,467	3,102,583
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>57,811,021</b>	<b>54,716,919</b>	<b>49,319,480</b>	<b>45,469,527</b>	<b>44,080,901</b>
Excess (deficiency) of revenues over (under) expenditures	4,149,751	1,523,243	2,293,023	2,389,900	(209,068)
Other financing sources (uses) / Technology subscriptions	33,949				
Net change in fund balances	4,183,700	1,523,243	2,293,023	2,389,900	(209,068)
Fund balances-beginning	11,192,507	9,669,264	7,376,241	4,986,341	5,195,409
Fund balances-ending	<b>\$ 15,376,207</b>	<b>\$ 11,192,507</b>	<b>\$ 9,669,264</b>	<b>\$ 7,376,241</b>	<b>\$ 4,986,341</b>

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

**Summary of State and Federal Funding**

	<b>Fiscal Year Ended June 30</b>				
	2023	2022	2021	2020	2019
<b>State funds:</b>					
General	\$ 40,256,738	\$ 35,805,445	\$ 33,591,025	\$ 30,815,324	\$ 27,064,161
Other governmental	500,340	442,374	513,750	494,930	1,108,569
Capital projects	-	-	37,165	17,328	-
<b>Total</b>	<b>\$ 40,757,078</b>	<b>\$ 36,247,819</b>	<b>\$ 34,141,940</b>	<b>\$ 31,327,582</b>	<b>\$ 28,172,730</b>
% change over prior year	12.4%	6.2%	9.0%	11.2%	6.2%
<b>Federal funds:</b>					
General	\$ 5,558,037	\$ 6,173,738	\$ 4,562,877	\$ 2,800,964	\$ 2,829,077
Other governmental	1,727,306	2,888,915	2,281,550	1,662,264	1,225,968
Capital projects	-	-	-	-	-
<b>Total</b>	<b>\$ 7,285,343</b>	<b>\$ 9,062,653</b>	<b>\$ 6,844,427</b>	<b>\$ 4,463,228</b>	<b>\$ 4,055,045</b>
% change over prior year	-19.6%	32.4%	53.4%	10.1%	25.8%

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

**DUCHESNE COUNTY SCHOOL DISTRICT**  
**Continuing Disclosure Undertaking**  
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**Historical Property Tax Rates of the District**

Tax	Maximum Tax Rate (1)	Tax Rate				
		2023-24	2022-23	2021-22	2020-21	2019-20
Basic Program	(2) Formula	0.001406	0.001652	0.001661	0.001628	0.001661
Voted Leeway	(3) 0.002000	0.001218	0.001431	0.001672	0.001623	0.001600
Board Leeway	(4) 0.002500	0.001130	0.001113	0.001528	0.001499	0.001485
Debt Service	(5) Sufficient	0.001280	0.001172	0.000686	0.000670	0.000681
Capital Outlay	(6) 0.003000	0.002614	0.002837	0.003563	0.003458	0.003410
Judgement	(7) Sufficient	-	-	-	-	-
Total		<u>0.007648</u>	<u>0.008205</u>	<u>0.009110</u>	<u>0.008878</u>	<u>0.008837</u>

- 1 Maximum tax rate where applicable under State law. (A decline in taxable value overrides maximum limit.)  
2 Set by law to fund the State Minimum School Program.  
3 General revenue. Tax rate of 0.000800 was authorized by vote of the District population on May 11, 1993, and an additional 0.000800 was approved on June 24, 2008 for a total of .0016 in voter authorization.  
4 General revenue. Adopted by the Board of Education January 6, 2000 before restrictions on use were enacted by the State.  
5 Limited to applicable levy to provide for payment of principal and interest on general obligation bonds authorized by voters.  
6 Construction and remodeling of buildings and purchase of sites, equipment, etc.  
7 Tax revenue shortfalls due to revaluation of taxable values may be levied in the succeeding tax year.

**Taxable and Fair Market Value of Property Within the District**

Tax Year	Taxable Value	Percentage Change	Fair Market/Market Value (1)	Percentage Change
2023	\$ 3,314,128,120	24.2%	\$ 3,966,888,825	24.2%
2022	2,668,731,376	1.6%	3,194,761,822	3.4%
2021	2,626,033,598	-2.5%	3,088,775,488	-2.2%
2020	2,692,671,267	3.5%	3,159,429,129	3.4%
2019	2,601,388,054	0.2%	3,055,165,870	0.8%

- (1) Estimated fair market values were calculated by dividing the taxable value of primary residential property by 55%, which eliminates the 45% exemption on primary residential property granted under the Property Tax Act. There are no redevelopment agencies within the County or the District.



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**Historical Summaries of Taxable Values of Property**

	2022		2021	2020	2019	2018
	Taxable Value	% of T V	Taxable Value	Taxable Value	Taxable Value	Taxable Value
<i>Set by State Tax Commission (Centrally Assessed)</i>						
Total centrally assessed	\$ 1,431,659,336	43.2 %	\$ 1,082,249,364	\$ 1,259,567,712	\$ 1,300,113,199	\$ 1,285,713,203
<i>Set by County Assessor (Locally Assessed)</i>						
<b>Real Property:</b>						
Primary residential	796,226,350	24.0	641,470,535	563,560,020	568,536,555	552,419,530
Other residential	345,619,475	10.4	253,213,085	231,740,955	222,827,940	163,353,250
Commercial and industrial	212,118,790	6.4	201,453,900	201,105,400	202,591,615	183,298,495
FAA	22,290,410	0.7	21,730,670	21,194,590	21,842,145	24,338,225
Unimproved non FAA	358,920,290	10.8	284,642,675	245,462,305	244,254,110	237,855,855
Agricultural	24,362,420	0.7	18,353,360	17,322,190	17,329,595	15,630,580
Total real property	1,759,537,735	53.1	1,420,864,225	1,280,385,460	1,277,381,960	1,176,895,935
<b>Personal property:</b>						
Primary mobile homes	1,592,290	0.0	1,455,566	2,013,401	1,945,276	2,197,801
Secondary mobile homes	1,865,533	0.1	1,780,568	318,136	190,077	139,156
Other business personal	119,473,226	3.6	86,292,973	83,748,889	113,040,755	136,441,959
Total personal property	122,931,049	3.7	89,529,107	86,080,426	115,176,108	138,778,916
Total locally assessed	1,882,468,784	56.8	1,510,393,332	1,366,465,886	1,392,558,068	1,315,674,851
Total taxable value	\$ 3,314,128,120	100.0 %	\$ 2,592,642,696	\$ 2,626,033,598	\$ 2,692,671,267	\$ 2,601,388,054

(Source: Property Tax Division, Utah State Tax Commission)

**Tax Collection Record**

Fiscal Year	Tax Levied	Current Collections (1)	Percent of Current Collections	Delinquent Collections (2)	Total Current and Delinquent Collections	Percent of Total Collections	Fee in Lieu (3)	Total Property Tax Collections
2023	\$ 25,729,156	\$ 24,704,510	96.0%	\$ 1,402,612	\$ 26,107,122	101.5%	\$ 2,578,866	\$ 28,685,988
2022	22,339,972	21,647,200	96.90	1,042,773	22,689,973	101.57	1,973,544	24,663,517
2021	22,274,017	21,460,156	96.35	1,237,344	22,697,500	101.90	1,858,850	24,556,350
2020	22,468,110	21,576,875	96.03	1,080,264	22,657,139	100.84	2,436,815	25,093,954
2019	21,681,465	20,769,074	95.79	1,307,230	22,076,304	101.82	2,364,047	24,440,351

- (1) Ad valorem property taxes are due on November 30 of each year.
- (2) Interest and penalties are not included.
- (3) Uniform Fees from motor vehicles and other tangible personal property required to be registered with the State.

**Some of the Largest Tax Payers**

Taxpayer	Type of Business	2023 Taxable Value	% of the District's Tax Value
Kinder Morgan	Mining	\$ 315,285,725	8.7 %
Ovintiv Production	Mining	277,301,675	7.7
Javelin Energy	Mining	208,757,135	5.8
XCL Asset Co LLC	Mining	190,775,245	5.3
Uintah Wax Operating	Mining	113,137,695	3.1
Berry Petroleum	Mining	112,155,165	3.1
Scout Energy	Mining	105,470,860	2.9
Mountainwest Pipeline	Mining	40,587,225	1.1
Moon Lake Electric	Electricity Utility	39,273,835	1.1
Altamont Energy	Mining	35,511,880	1.0
Totals		\$ 1,438,256,440	39.9 %

**DUCHESNE COUNTY SCHOOL DISTRICT**  
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**General Obligation Legal Debt Limit And Additional Debt Incurring Capacity**

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. The legal debt limit and additional debt incurring capacity of the District are based on estimated fair market value and uniform fees as follows:

2022 Fair market value for Duchesne County School District	\$ 3,966,888,825
Valuation from uniform fees	<u>80,822,003</u>
Estimated Fair Market Value for Debt Incurring Capacity	<u>\$ 4,047,710,828</u>
Fair market value x 4% (Debt Limit)	161,908,433
Less general obligation debt outstanding:	<u>(51,509,000)</u>
Additional debt incurring capacity	<u>\$ 110,399,433</u>

**Historical October 1 Enrollment**

<u>School Year</u>	<u>Total</u>	<u>% Change Over Prior Year</u>
2023	5,243	2.1%
2022	5,134	2.9%
2021 (2)	4,990	(3.50)
2020	5,172	0.40
2019	5,151	0.90
2018	5,106	1.60
2017	5,024	(0.80)
2016	5,006	(2.30)
2015 (1)	5,183	3.10
2014	5,026	3.90
2013	4,839	5.70
2012	4,578	2.90

- (1) In 2015 a charter school open within the boundaries of the District.  
(2) 2021 temporary shift of students to online education during COVID-19.