



WEST JORDAN  
UTAH

2016-2017

# Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2017



**City of West Jordan**

**State of Utah**

**Comprehensive Annual Financial Report**

**For The Year Ended June 30, 2017**

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## **INTRODUCTORY SECTION**



**City of West Jordan**  
8000 South Redwood Road  
West Jordan, UT 84088  
(801) 569-5000

## **Letter of Transmittal**

November 28, 2017

Honorable Mayor, Members of the City Council, and Citizens of West Jordan:

The Comprehensive Annual Financial Report (CAFR) of the City of West Jordan, Utah (the City) for the Fiscal Year ended June 30, 2017 is submitted herewith. This report has been prepared by the City's Finance Department in accordance with Generally Accepted Accounting Principles (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board.

### **Overview**

State law requires that general-purpose local governments publish a complete set of financial statements in accordance with GAAP within six months of the close of each fiscal year. State law also requires that the report be audited in accordance with generally accepted auditing standards by a licensed certified public accounting firm.

As required by State law, an annual audit has been completed by Keddington & Christensen, LLC, an independent public accounting firm, in order to provide reasonable assurance that the financial statements for the fiscal year ended June 30, 2017, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended June 30, 2017 are fairly presented in conformity with GAAP. The independent auditors' report is included in the financial section of this report.

The City is required to undergo a federal single audit. Such audits are based on the provisions of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to the single audit, including the opinion on the schedule of expenditures of federal awards, the auditors' reports on compliance and internal controls over financial reporting in accordance with Generally Accepted Governmental Auditing Standards (GAGAS), and the auditors' report on compliance with requirements applicable to each major program and internal control over compliance in accordance with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), are available in a separate report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A immediately follows the independent auditors' report.

This CAFR has been prepared by the City's Finance Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures and supplementary information, rests with the City's management. Management is also responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse; and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The City's internal control structure is designed to provide reasonable, rather than absolute, assurance that these objectives are met.

## **Government Profile**

The City of West Jordan was incorporated on January 10, 1941. The City of West Jordan has a population of 113,699 making it the fourth-largest city in the state, and a city of the first class, as defined by the State of Utah. At build-out, the City is projected to have a population of 175,000. The City of West Jordan is located within the Salt Lake metropolitan area, and is approximately 32.02 square miles in size.

The City provides a full range of services to its businesses and residents. These include police and fire protection, culinary water, sanitary sewer, solid waste and recycling collection and disposal, construction and maintenance of roadways, parks and recreation facilities, street lighting, celebrations, and other cultural events.

West Jordan operates under the council-manager form of municipal government. The City Council, composed of the mayor and six City Council members, is the legislative branch of city government. The mayor and council members each serve four-year terms. The City Council is responsible for passing ordinances, adopting the budget, and appointing committees and the city manager. The city manager, subordinate officers, and employees are the executive branch of city government. The city manager is responsible for directing the day-to-day operations of the city, and for carrying out the ordinances and policies adopted by the City Council.

Component units are entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are considered to be part of governmental operations, and so are included in the City's budget reporting and financial statements.

Utah state law requires the City to adopt a budget for all funds on an annual basis, and requires that all funds maintain a balanced budget, with some limited exceptions. State law also requires that departmental expenditures do not exceed appropriated funding levels, except in cases of emergency (such as a natural disaster). Budgetary control is maintained at the department level for the General Fund and at the fund level for all other funds. Authority to revise approved budgets rests with the City Council, which may be accomplished following the completion of noticing and hearing requirements.

## **Economic Condition**

The national economy continues to expand at a steady rate. The Commerce Department reports that Gross Domestic Product (GDP) grew 3.1 percent in the second quarter of 2017. In the short term, it is expected that the economy will continue to grow at a modest rate with upside potential if tax and regulatory reforms are passed and have the intended consequences. The Federal Reserve increased its target interest rate in December 2016, March 2017 and June 2017. It is widely anticipated that the Federal Reserve, which is in the midst of a tightening cycle, will continue to make interest rate adjustments in the future.

Locally, the Utah economy continues to post solid growth numbers. Zion's Bank reports that the Utah Consumer Attitude index is rated at 115.2 as of June 2017, which has increased during the current year. The Zion's Bank Consumer Price Index posted a 3.2% increase in June, 2017, when compared to the same month the prior year. In West Jordan, the US Bureau of Labor Statistics reports the unemployment rate continues to decline, from 3.7% in 2014 to 3.4% in 2015 and 3.2% in 2016, reaching 3.0% through the first three quarters of 2017. It is not anticipated that unemployment will continue to fall much further, as a rate of 3.0% is generally considered full employment.

## **Long-term Financial Planning**

The City continues to be responsive to trends and the effects of our underlying economy on our ability to sustain city-provided services. Our reporting systems provide adequate tracking and warning of potential problems, and our efforts to design and implement a comprehensive performance-based program and accountability budgeting and management system to improve accountability and transparency are firmly in place.

Growing net position and, consequently, the City's ability to appropriately address any contingency is a priority. In the past year, we were successful in significantly increasing our general operating net position. Our efforts are firmly focused now on the development of a long-term fiscal strategic plan, which will provide policies for financial management, set the philosophy and values of the City pertaining to financial management, provide five-year projections of revenue and expenditures, and prescribe specific methodologies to address the contingencies of the future.

Meanwhile, the City has been and will continue to be judicious in the use of debt financing. Currently, the City enjoys a strong bond rating and remarkably low debt for a typical community of West Jordan's size. Better monitoring and evaluation tools will help assure measured and safe progress while still addressing the challenging needs of a growth community.

**Relevant Financial Policies**

Cash during the year was invested in the Public Treasurer's Investment Fund, statement savings, and repurchase agreements. The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. The City's bank deposits are un-collateralized and insured up to \$250,000 per institution by the FDIC. Utah operates under state statute allowing investments to be un-collateralized if state guidelines are followed.

The City is self-insured for unemployment costs. The City purchases commercial insurance coverage for liability claims exceeding \$250,000; as well as workers' compensation, property, automobile physical damage and crime coverages. The City pays unused vacation, holiday, compensatory time, and executive leave balances at termination. Retired employees are eligible to apply their remaining unused sick leave toward their monthly health insurance premium at a rate of 40-70%, depending on their length of service. In order to qualify, the employee is required to notify their department head at least one year prior to retirement.

Utah state law requires the City to adopt a budget for all funds on an annual basis, and requires that all funds maintain a balanced budget, with some limited exceptions. State law also requires that departmental expenditures do not exceed appropriated funding levels, except in cases of emergency (such as a natural disaster). Management cannot overspend at the department level without approval of City Council. This may be accomplished following the completion of noticing and hearing requirements.

**Awards & Acknowledgements**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of West Jordan for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2016. This marks the 36th consecutive year the City has received this award. The Certificate of Achievement is a prestigious national award and recognizes the conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, with contents conforming to program standards.

A Certificate of Achievement is valid for a period of one year. This report has been prepared to strictly follow the guidelines recommended by the GFOA, and has been submitted to determine its eligibility for a Certificate of Achievement.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated service of the entire Finance Department staff. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. In closing, without the leadership and support of the governing body of the City, preparation of this report would not have been possible.

Respectfully Submitted,



David R. Brickey  
Interim City Manager



Bill Pyper, CPA  
Finance Director





Government Finance Officers Association

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

Presented to

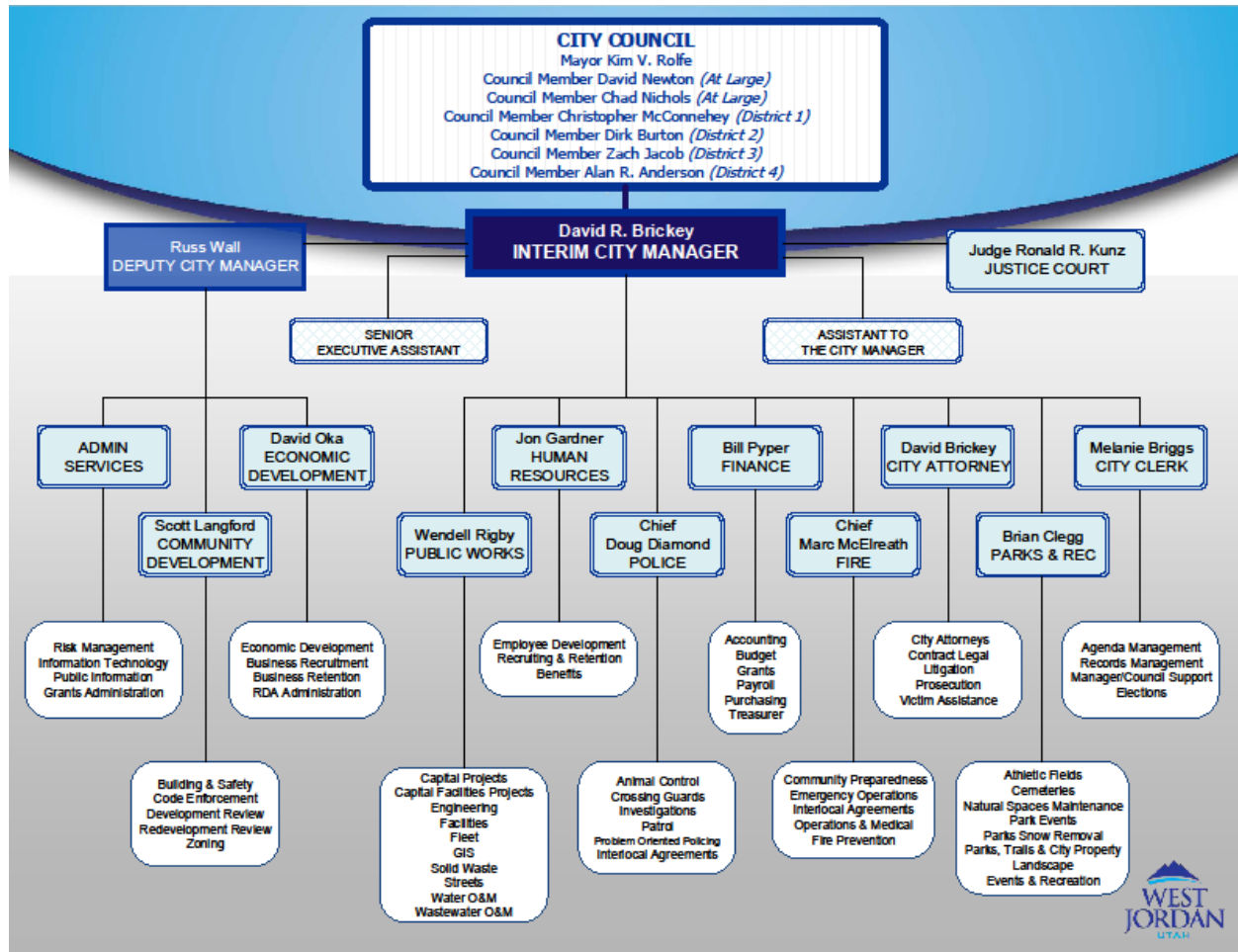
**City of West Jordan  
Utah**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

Executive Director/CEO

# CITY OF WEST JORDAN ORGANIZATIONAL STRUCTURE JUNE 30, 2017



**CITY OF WEST JORDAN  
LIST OF PRINCIPAL OFFICIALS  
JUNE 30, 2017**

PRINCIPAL OFFICIALS AS OF THE DATE OF THE REPORT (NOVEMBER 28, 2017)

<b><u>Title</u></b>	<b><u>Name</u></b>
Mayor	Kim V. Rolfe
Mayor Pro-Tem/Councilmember	Christopher McConnehey
Councilmember	Alan R. Anderson
Councilmember	Dirk Burton
Councilmember	Zach Jacob
Councilmember	David Newton
Councilmember	Chad Nichols
Interim City Manager	David R. Brickey
Interim City Attorney	Paul Dodd
City Clerk	Melanie Briggs
City Treasurer	David Zobell
Chief Information Officer	Michael Oliver
Community Development Director	Scott Langford
Development Director	David Oka
Finance Director	Bill Pyper
Fire Chief	Marc McElreath
Justice Court Judge	Ronald Kunz
Police Chief	Doug Diamond
Public Works Director	Wendell Rigby

**FINANCIAL SECTION**



**Keddington & Christensen, LLC**  
Certified Public Accountants

Gary K. Keddington, CPA  
Phyl R. Warnock, CPA  
Marcus K. Arbuckle, CPA

## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and  
Members of City Council  
City of West Jordan  
City of West Jordan, Utah

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of West Jordan, Utah as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City of West Jordan, Utah's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

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

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type-activities, each major fund, and the aggregate remaining fund information of City of West Jordan, Utah as of June 30, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Major Special Revenue Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, the schedule of the proportionate share of the net pension liability, the schedule of contributions, and the notes to the required supplementary information, as noted on the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in the 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 inquires 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.

### *Supplemental Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of West Jordan, Utah's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

### **Other Report Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated November 28, 2017, on our consideration of City of West Jordan, Utah's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of West Jordan, Utah's internal control over financial reporting and compliance.

*Keddington & Christensen, LLC*

Salt Lake City, Utah  
November 28, 2017

**CITY OF WEST JORDAN**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For The Year Ended June 30, 2017**

**Introduction**

As management of the City of West Jordan, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2017. The Management's Discussion and Analysis (MD&A) is designed to provide an overview of the City's financial activity. It is also intended to assist the reader in focusing on significant financial issues including identifying changes in the City's financial position, identifying any material deviations from the approved budget, and identifying individual fund issues or concerns. Please read the MD&A in conjunction with the Transmittal Letter and the City's financial statements.

**Financial Highlights**

The City's net position has increased by \$26,823,379. The governmental net position increased by \$21,010,288 and the business-type net position increased by \$5,813,091.

At the close of the current fiscal year, the assets of the City exceeded its liabilities by \$529,756,898. Of this amount, \$40,876,223 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.

As of the close of the current fiscal year, the City's governmental funds (reflected on a current financial resource basis) reported combined ending fund balances of \$63,762,992, an increase of \$24,645,083 in comparison with the prior year.

The unassigned fund balance for the General fund at year end was \$10,692,587 or approximately 22.5% of total General fund expenditures. The total fund balance for the General fund has decreased by \$149,270, from the previous year.

**Overview of the Financial Statements**

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

**Government-wide financial statements**

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City of West Jordan's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of West Jordan is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying events giving rise to the change occur, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of West Jordan that are primarily supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to cover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of West Jordan include general government, community development, police, fire, public works, and parks and recreation. The business-type activities of the City of West Jordan include water, sewer, solid waste, and storm water.

**CITY OF WEST JORDAN**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For The Year Ended June 30, 2017**

The government-wide financial statements include not only the City itself (known as the primary government), but also two legally separate entities, the Redevelopment Agency and the Municipal Building Authority, for which the City is financially accountable. Financial information for these component units is blended with the financial information presented for the primary government itself. The government-wide financial statements can be found on pages 20-22 of this report.

**Fund financial statements** – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of West Jordan, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All funds of the City of West Jordan can be divided into two categories: governmental funds and proprietary funds.

**Governmental funds** – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental net position sheet and the governmental fund statement of revenues, expenditures, and changes in net positions provide a reconciliation to facilitate this comparison between the two.

The City maintains eleven individual governmental funds, four major funds, and seven non-major funds. Information is presented separately in the governmental net position sheet and in the governmental fund statement of revenues, expenditures, and changes in net positions for the General fund, the redevelopment agency fund, the capital support fund, and the road capital improvement fund, which are considered major funds. Financial information for the other seven funds is combined into a single, aggregated presentation.

Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements can be found on pages 23-30 of this report. The City adopts an annual appropriated budget for all governmental funds. The basic financial statements include budgetary comparison statements for the General fund and the redevelopment agency fund to demonstrate compliance with these budgets.

**Proprietary funds** – The City of West Jordan maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City maintains three individual enterprise funds. Information is presented separately in the proprietary statement of net position and the proprietary statement of revenues, expenses, and changes in fund net position for the water fund, sewer fund and the solid waste fund which are all considered major funds. Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The City of West Jordan uses internal service funds to account for its fleet maintenance, risk management activities and a fund for computer replacement (Information Technologies Fund). Because these services predominantly benefit governmental rather than business-type activities, they have been included principally within the governmental activities in the government-wide financial statements but are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in the report. The basic proprietary fund financial statements can be found on pages 31-36 of this report.



**CITY OF WEST JORDAN  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)  
For The Year Ended June 30, 2017**

**Notes to the financial statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. Notes to the financial statements are located after the statements for major funds as listed in the table of contents.

**Other Information**

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found as listed in the table of contents.

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. On June 30, 2017, the City's assets exceeded liabilities by \$529,756,898. By far the largest portion, approximately 83.3%, of the City's net position are composed of capital assets, less any debt used to acquire those assets that is still outstanding. Capital assets are used to provide services to citizens and are not available for future spending. Although the investment in capital assets is reported net of any related outstanding debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 93,775,857	\$ 67,714,223	\$ 36,097,818	\$ 59,907,108	\$ 129,873,675	\$ 127,621,331
Capital assets	313,080,842	291,798,443	184,477,470	154,134,781	497,558,312	445,933,224
Total assets	<u>406,856,699</u>	<u>359,512,666</u>	<u>220,575,288</u>	<u>214,041,889</u>	<u>627,431,987</u>	<u>573,554,555</u>
Total deferred outflows of resources	12,259,012	9,416,775	742,040	566,944	13,001,052	9,983,719
Other liabilities	9,893,183	8,255,492	5,641,964	3,858,509	15,535,147	12,114,001
Long-term liabilities outstanding	66,665,895	41,016,126	11,423,730	12,572,740	78,089,625	53,588,866
Total liabilities	<u>76,559,078</u>	<u>49,271,618</u>	<u>17,065,694</u>	<u>16,431,249</u>	<u>93,624,772</u>	<u>65,702,867</u>
Total deferred inflows of resources	16,839,132	15,606,157	212,237	151,278	17,051,369	15,757,435
Net position:						
Net investment in capital assets	267,165,192	269,723,910	174,147,470	168,603,708	441,312,662	438,327,618
Restricted	43,553,297	18,571,046	3,779,313	5,490,390	47,332,610	24,061,436
Unrestricted	14,999,012	15,756,710	26,112,614	23,932,208	41,111,626	39,688,918
Total net position	<u>\$ 325,717,501</u>	<u>\$ 304,051,666</u>	<u>\$ 204,039,397</u>	<u>\$ 198,026,306</u>	<u>\$ 529,756,898</u>	<u>\$ 502,077,972</u>

A portion of the City's total Net Position, \$47,332,610 (or 8.9%), represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position in the amount of \$41,111,626 is available to meet the government's ongoing obligations to citizens and creditors.

**CITY OF WEST JORDAN  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)  
For The Year Ended June 30, 2017**

**City of West Jordan's Changes in Net Position**

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
<b>Revenues:</b>						
<b>Program revenues:</b>						
Charges for services	\$ 9,539,982	\$ 9,439,111	\$ 33,990,829	\$ 30,403,815	\$ 43,530,811	\$ 39,842,926
Operating grants and contributions	4,469,189	4,228,434	16,747	2,353,563	4,485,936	6,581,997
Capital grants and contributions	23,998,270	5,176,082	7,121,524	4,027,761	31,119,794	9,203,843
<b>General revenues:</b>						
Property taxes	17,719,813	17,727,082	-	-	17,719,813	17,727,082
Sales taxes	18,583,140	17,371,482	-	-	18,583,140	17,371,482
Other taxes	7,931,648	7,805,965	-	-	7,931,648	7,805,965
Other revenues	1,431,476	1,391,094	442,991	183,577	1,874,467	1,574,671
<b>Total revenues</b>	<b>83,673,518</b>	<b>63,139,250</b>	<b>41,572,091</b>	<b>36,968,716</b>	<b>125,245,609</b>	<b>100,107,966</b>
<b>Expenses:</b>						
General government	8,223,556	8,594,338	-	-	8,223,556	8,594,338
Community development	3,570,638	2,890,182	-	-	3,570,638	2,890,182
Police	18,972,747	17,946,143	-	-	18,972,747	17,946,143
Fire	11,195,725	10,659,715	-	-	11,195,725	10,659,715
Public works	13,781,430	16,189,593	-	-	13,781,430	16,189,593
Parks and recreation	5,560,894	4,238,244	-	-	5,560,894	4,238,244
Interest on long-term debt	1,353,240	657,805	-	-	1,353,240	657,805
Water	-	-	19,962,566	17,441,884	19,962,566	17,441,884
Sewer	-	-	8,046,401	8,019,906	8,046,401	8,019,906
Solid waste	-	-	4,440,314	4,138,162	4,440,314	4,138,162
Storm water	-	-	2,725,263	2,741,802	2,725,263	2,741,802
Streetlight	-	-	589,456	-	589,456	-
<b>Total expenses</b>	<b>62,658,230</b>	<b>61,176,020</b>	<b>35,764,000</b>	<b>32,341,754</b>	<b>98,422,230</b>	<b>93,517,774</b>
Increase in net position before transfers	21,015,288	1,963,230	5,808,091	4,626,962	26,823,379	6,590,192
Transfers	(5,000)	50,000	5,000	(50,000)	-	-
<b>Increase in net position</b>	<b>21,010,288</b>	<b>2,013,230</b>	<b>5,813,091</b>	<b>4,576,962</b>	<b>26,823,379</b>	<b>6,590,192</b>
Net position - beginning of year	304,051,666	302,537,714	198,026,306	191,903,133	502,077,972	494,440,847
Prior period adjustment	655,547	(499,278)	200,000	1,546,211	855,547	1,046,933
<b>Net position - end of year</b>	<b>\$ 325,717,501</b>	<b>\$ 304,051,666</b>	<b>\$ 204,039,397</b>	<b>\$ 198,026,306</b>	<b>\$ 529,756,898</b>	<b>\$ 502,077,972</b>

**Governmental activities** – Functions that the City performs which are supported by the collection of taxes and intergovernmental revenues are “governmental activities.”

In the current year, governmental activities increased the City’s net position by \$21,010,288. Key elements of the City governmental activities are as follows:

- The City received \$18,822,188 more than the previous year from Capital Grants and Contributions. This is the result of donations of land and infrastructure by developers and Utah Department of Transportation.
- Sales tax revenue increased \$1,211,658. The increase is likely a result of an increase in consumer confidence in the national economy.

**CITY OF WEST JORDAN  
MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)  
For The Year Ended June 30, 2017**

**Proprietary funds** –The City performs some functions, referred to as “business-type activities,” that are not supported by tax revenue. It is intended that these functions are funded through either user fees or charges for service.

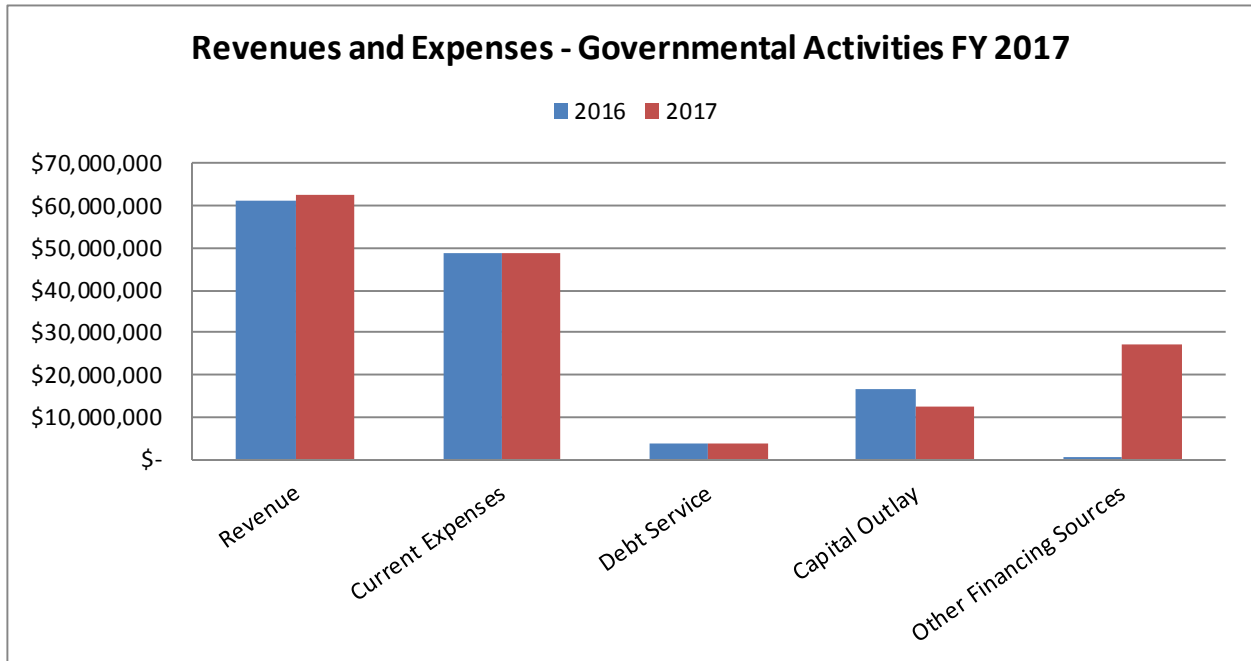
In the current year, business-type activities increased the City’s net position by \$5,813,091. Key elements of this increase are as follows:

- The City’s business-type activities received \$16,747 from operating grants and contributions and \$7,121,524 from capital grants and contributions.
- The majority of these contributions include capital assets donated to the City by developers (\$3,823,977) and impact fees (\$3,297,547) used to fund capital projects required by new growth and development within the City.
- Charges for services increased in the business-type activities by a net amount of \$3,587,014 over the previous year.

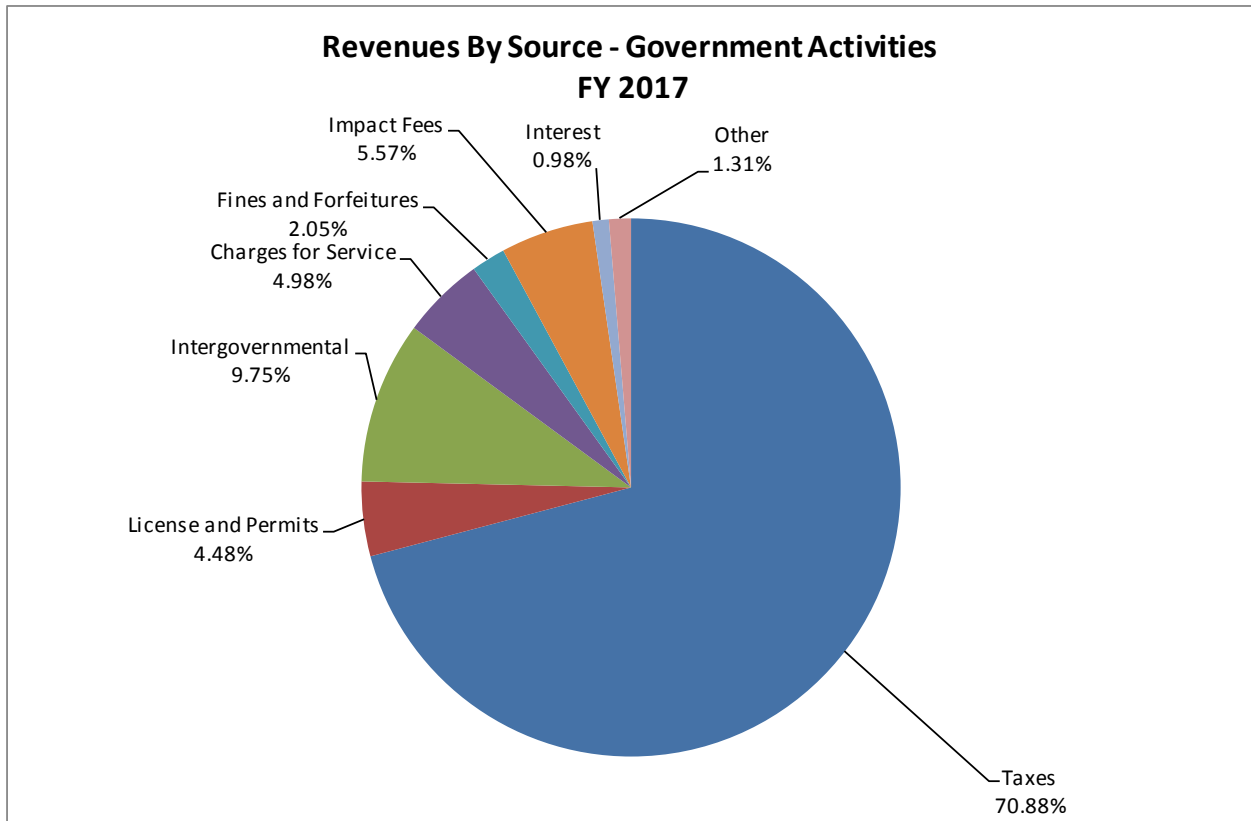
**Financial Analysis of the Government’s Funds**

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

**Governmental funds.** The following is a graph that displays revenues and expenses, and a graph that displays revenue by source for the City’s fiscal year 2017 governmental activities:



**CITY OF WEST JORDAN  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)  
For The Year Ended June 30, 2017**



The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financial requirements. In particular, unassigned fund balance in the General fund and assigned funds in other governmental funds may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$63,762,992, a net increase from the previous year of \$24,645,083.

Of the ending fund balance, 1.2% (\$745,873) is in a non-spendable form, including prepaid expenditures and receivables.

Another 68.7% (\$43,788,700) constitutes restricted fund balance. The funds are restricted by enabling legislation, third-party creditors or grantors, debt service payments, or capital projects funded through bond proceeds, C-road revenues, and impact fee revenues.

Committed fund balance is 0% (\$0) of the total fund balances. Committed funds are not available for new spending because they can only be used for specific purposes, pursuant to constraints imposed by formal action of the City Council, through contracts or legislation.

The remainder of the fund balance is comprised of both assigned and unassigned amounts, totaling \$19,228,419, and represents the amounts available for spending at the government's discretion. Of this total, 52.6% (\$10,115,641) is assigned and 47.4% (\$9,112,778) is unassigned.

**CITY OF WEST JORDAN**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For The Year Ended June 30, 2017**

The General fund is the chief operating fund of the City of West Jordan. At the end of the current fiscal year, unassigned and assigned fund balance of the General fund was \$10,692,587 and \$46,728 respectively. Total fund balance reached \$16,838,043. As a measure of the General fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 22.5% of total General fund expenditures, while total fund balance represents 35.5% of that same amount.

The City's total General fund fund balance experienced a \$149,270 decrease during the current fiscal year. Total revenues in the General fund were \$12,837 lower than the final budget amount. The decrease in the General fund is due in part to an increase in expenditures for salary and benefits. These increases allowed the city to retain more of their workforce and resulted in less turnover savings. This decrease is also due to transfers of funds for capital projects. Of the total fund balance, restricted fund balance decreased by \$460,243. Restricted cash in the General fund represents C-Road revenue restricted for qualifying road maintenance and road capital projects. Utah Code Section 17-36-16(3) provides a floor set at 5% of the total budgeted General fund revenues, below which cities may not spend their resources, except in emergencies. As of June 30, 2017, the City's General fund unassigned fund balance is 20.7% of fiscal year 2017 General fund revenues.

Unassigned fund balance was \$10,692,587, an increase in comparison to the prior year unassigned fund balance in the amount of \$1,267,845.

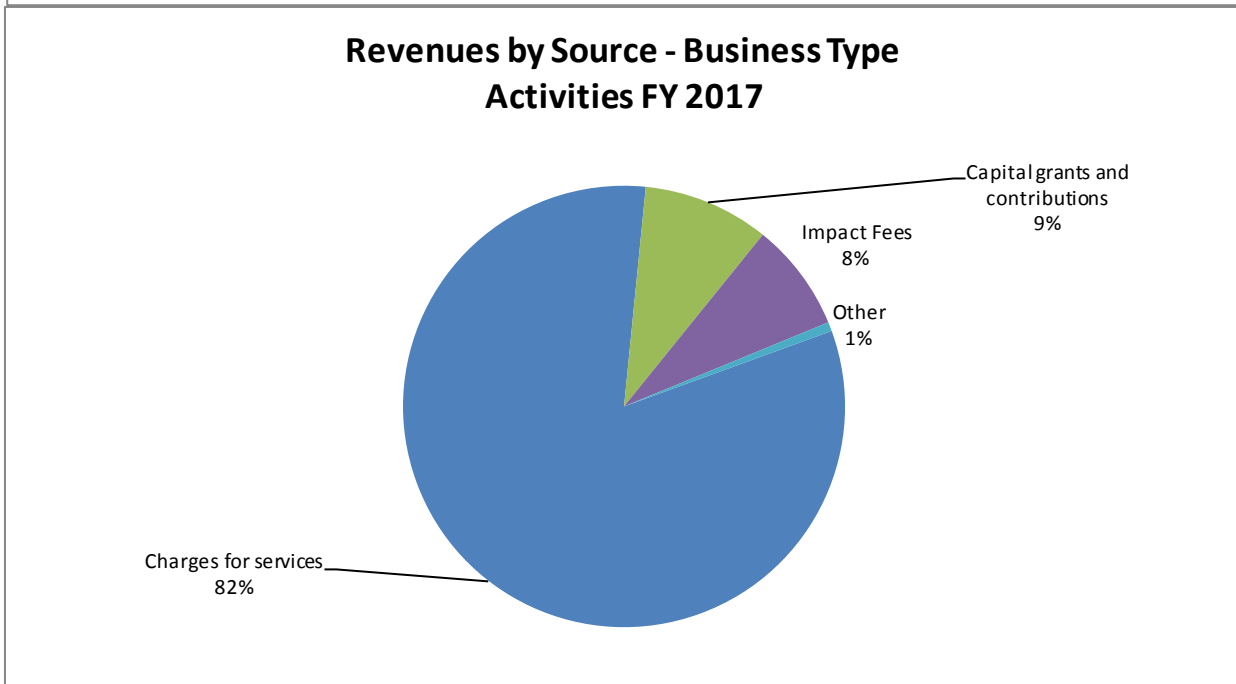
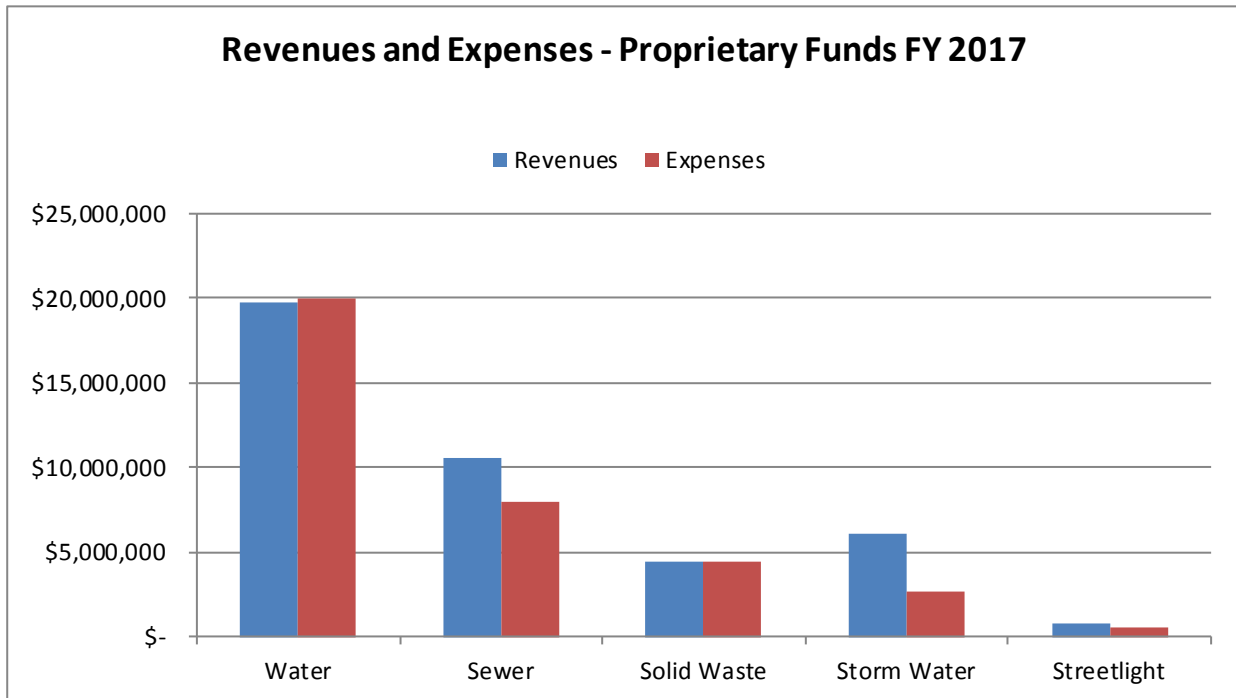
The Redevelopment Agency fund had a total fund balance of \$7,063,821, an increase from the previous year in the amount of \$2,023,949. The increase results from a decrease in expenditures. The Redevelopment Agency fund has fund balance restricted for debt service in the amount of \$1,195,569.

The Municipal Building Authority has a fund balance of \$24,399,991, an increase in the amount of \$22,413,028 from the prior year. The Municipal Building Authority issued debt of \$27,275,356 and incurred expenditures of \$5,074,247 during the current fiscal year.

The Road Capital Improvement fund has a total fund balance of \$8,992,628, an increase from the prior year of \$566,067. The projects in the Road Capital Improvement fund are funded by impact fee revenues, telecommunication tax revenues transferred from the General fund, and B&C Road fund revenues transferred in from the General fund. Fund balance in the Road Capital Improvement fund is restricted for road projects.

***Proprietary funds*** –The City performs some functions, referred to as “business-type activities,” that are not supported by tax revenue. It is intended that these functions are funded through either user fees or charges for service. Following is a graph that displays the revenues and expenses, and a graph the displays revenue by source for the City's fiscal 2017 enterprise funds, which are the business activities:

**CITY OF WEST JORDAN  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)  
For The Year Ended June 30, 2017**



The City of West Jordan's proprietary funds provide the same type of information found in the government-wide financial statements business-type activities, but in more detail.

At the end of the year, unrestricted net position in the water fund was \$4,751,727. In the current year, the water fund had a net operating loss of \$2,546,513, compared to an operating loss of \$1,237,112 in fiscal year 2016.

**CITY OF WEST JORDAN**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For The Year Ended June 30, 2017**

Unrestricted net position of the sewer fund was \$9,664,248 as of June 30, 2017. This total increased due to the fund having an operating income of \$807,045. The unrestricted net position in solid waste are \$5,653,504, remaining relatively unchanged from the previous year. Unrestricted net position in the storm water fund was \$6,048,401 as of June 30, 2017.

**General Fund Budgetary Highlights:**

During the year, there was an increase in appropriation between the original and final amended budget of the General fund in the amount of \$7,753,269 and can be briefly summarized as follows:

- Budgeted intergovernmental and miscellaneous revenues were increased \$55,202 and \$8,234, respectively.
- Charges for services were decreased \$400,000.
- The city increased budgeted expenditures for C-Road projects in the amount of \$281,840.
- Budgeted transfers out to the Road Capital and Park Capital Funds were increased \$5,620,732 and \$300,000, respectively.
- Budgeted expenditures (not including C-Road Projects and transfers out) increased in the amount of \$1,663,265, reflecting increased budget in the following departments: general government, community development, police and public works. Budgeted expenditures for the fire department and parks and recreation were decreased \$449,132.

Based on budgeted revenues and expenditures, fund balance was projected to decrease in the amount of \$6,213,183. During the year, expenditures were \$4,445,607 less than budgeted, while transfers out were \$9,484,412 less than budgeted. The transfers were primarily due to C-Road capital projects that were budgeted, but not completed in fiscal year 2017. The lower expenditures were primarily a result of unfilled personnel positions and carryover projects. The variance in revenues combined with the variance in expenditures resulted in a net position decrease in the amount of \$149,270.

**Capital Assets and Debt Administration**

*Capital assets* – The City of West Jordan's investment in capital assets for its governmental and business-type activities as of June 30, 2017 amounts to \$475,062,014, (net of accumulated depreciation). This investment in capital assets includes land, water rights, construction in process, machinery and equipment, computer equipment, building, building improvements, improvements other than buildings, and infrastructure.

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

- Infrastructure and land were donated to the City by developers and became the City's responsibility to maintain. The estimated fair value of the infrastructure and land donated in the proprietary funds totaled \$3,823,977.
- The City spent the following amounts for improvements over the course of the fiscal year: \$6,430,834 on roads, \$1,427,784 on parks, \$4,761,846 on buildings, \$3,599,815 on storm water, \$2,691,553 on water, and \$1,072,135 on sewer.

**CITY OF WEST JORDAN  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)  
For The Year Ended June 30, 2017**

**City of West Jordan's Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 160,910,584	\$ 160,433,842	\$ 4,498,262	\$ 4,498,262	\$ 165,408,846	\$ 164,932,104
Water rights	-	-	283,731	283,731	283,731	283,731
Infrastructure	90,594,932	83,893,024	-	-	90,594,932	83,893,024
Buildings	18,354,746	18,951,068	84,907	90,600	18,439,653	19,041,668
Improvements other than buildings	28,706,692	14,212,997	157,097,879	149,235,767	185,804,571	163,448,764
Machinery and equipment	5,729,868	6,114,008	16,393	26,421	5,746,261	6,140,429
Construction in progress	8,784,020	8,193,504	-	-	8,784,020	8,193,504
	<u>\$ 313,080,842</u>	<u>\$ 291,798,443</u>	<u>\$ 161,981,172</u>	<u>\$ 154,134,781</u>	<u>\$ 475,062,014</u>	<u>\$ 445,933,224</u>

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

**Long-term debt** – At the end of the current fiscal year, the City had \$63,495,458 in outstanding long-term debt.

**City of West Jordan's Outstanding Debt**

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenue bonds	\$ 33,220,000	\$ 9,880,000	\$ 10,330,000	\$ 11,590,000	\$ 43,550,000	\$ 21,470,000
Special assessment bonds	2,706,000	3,008,000	-	-	2,706,000	3,008,000
General obligation bonds	5,420,000	6,045,000	-	-	5,420,000	6,045,000
Unamortized premiums	2,253,964	-	-	-	2,253,964	-
Unamortized discounts	(19,286)	(25,555)	-	-	(19,286)	(25,555)
Capital leases	2,070,123	2,769,018	-	-	2,070,123	2,769,018
Other liabilities	7,265,928	7,475,813	248,729	253,607	7,514,657	7,729,420
	<u>\$ 52,916,729</u>	<u>\$ 29,152,276</u>	<u>\$ 10,578,729</u>	<u>\$ 11,843,607</u>	<u>\$ 63,495,458</u>	<u>\$ 40,995,883</u>

The City's total debt (including compensated absences and other long-term liabilities) increased in the amount of \$22,499,575 during the current fiscal year. The net change is a result of normally scheduled debt service payments in the amount of \$4,645,895, compensated absences of \$560,474 and amortization of discounts, premiums and refunding cost in the amount of \$55,123. During fiscal year 2017, the City issued lease revenue bonds in the amount of \$24,960,000 to construct a public works facility.

The City's bond rating is Aa3 for its lease revenue bonds, sales tax bonds, and general obligation bonds. The City has \$5,420,000 in outstanding general obligation debt as of June 30, 2017. The Utah Constitution limits general obligation debt to 4% of the market value of real property. Considering present market value, the City's debt limit is \$378,585,463.

Additional information on the City's long-term debt can be found in Note 6 to the basic financial statements.

**Economic Factors and the Next Year's Budgets and Rates**

In fiscal year 2017, sales tax revenue increased 7.0% over the previous year. Sales tax revenue for fiscal year 2018 is budgeted to be slightly higher than fiscal year 2017. The most recent sales tax revenue estimates project actual sales tax revenues to be slightly above the original budget.

During the Fiscal Year 2018 budget process, the City approved several major capital projects.

- The City plans to issue lease revenue bonds in the amount of \$20,000,000 to construct water infrastructure.



**CITY OF WEST JORDAN**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For The Year Ended June 30, 2017**

Development activity is expected to continue to grow in the near future. This trend will result in revenue increases from impact and building permit fees, as well as other general revenues. Interest in future development on the City's west side continues to be relatively strong for both residential and commercial.

City Council and management will continue to monitor the economic outlook and proactively deal with the challenges the City is experiencing.

**Requests for Information**

This financial report is designed to provide a general overview of the City of West Jordan's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 8000 South Redwood Road, West Jordan, Utah, 84088.

## **BASIC FINANCIAL STATEMENTS**

**CITY OF WEST JORDAN**  
**STATEMENT OF NET POSITION**  
**June 30, 2017**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 23,382,183	\$ 20,491,871	\$ 43,874,054
Accounts receivable, net	905,123	5,774,847	6,679,970
Taxes receivable	18,644,036	-	18,644,036
Loans receivable	689,081	-	689,081
Intergovernmental receivable	206,711	-	206,711
Internal balances	199,089	(199,089)	-
Prepaid items	753,666	-	753,666
Inventory	38,762	398,839	437,601
Investment in joint venture	-	4,739,725	4,739,725
Restricted assets:			
Cash and cash equivalents	48,944,381	4,890,837	53,835,218
Intangible	-	22,496,298	22,496,298
Capital assets not being depreciated	169,694,604	4,781,993	174,476,597
Capital assets, net of accumulated depreciation	143,386,238	157,199,179	300,585,417
Net pension asset	12,825	788	13,613
<b>Total Assets</b>	<b>406,856,699</b>	<b>220,575,288</b>	<b>627,431,987</b>
<b>Deferred Outflows of Resources</b>			
Pensions	12,073,861	742,040	12,815,901
Deferred charge on refunding	185,151	-	185,151
<b>Total Deferred Outflows of Resources</b>	<b>12,259,012</b>	<b>742,040</b>	<b>13,001,052</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 419,115,711</b>	<b>\$ 221,317,328</b>	<b>\$ 640,433,039</b>

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

**CITY OF WEST JORDAN**  
**STATEMENT OF NET POSITION (Continued)**  
**June 30, 2017**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Liabilities</b>			
Accounts payable	\$ 1,996,446	\$ 4,333,161	\$ 6,329,607
Accrued liabilities	2,079,326	83,442	2,162,768
Accrued interest	383,475	46,262	429,737
Liabilities payable from restricted assets:			
Accounts payable	3,230,991	1,068,679	4,299,670
Deposits	2,160,093	42,845	2,202,938
Accrued liabilities	-	-	-
Unearned revenue	42,852	67,575	110,427
Noncurrent liabilities:			
Due within one year:			
Compensated absences	3,123,736	128,538	3,252,274
Bonds payable	2,245,000	1,300,000	3,545,000
Capital leases	693,674	-	693,674
Contracts payable	145,000	-	145,000
Due in more than one year:			
Compensated absences	3,692,192	120,191	3,812,383
Bonds payable	41,335,678	9,030,000	50,365,678
Capital leases	1,376,449	-	1,376,449
Contracts payable	305,000	-	305,000
Net pension liability	13,749,166	845,001	14,594,167
<b>Total Liabilities</b>	<b>76,559,078</b>	<b>17,065,694</b>	<b>93,624,772</b>
<b>Deferred Inflows of Resources</b>			
Pensions	3,453,352	212,237	3,665,589
Deferred revenue-property taxes	13,385,780	-	13,385,780
<b>Total Deferred Inflows of Resources</b>	<b>16,839,132</b>	<b>212,237</b>	<b>17,051,369</b>
<b>Net Position</b>			
Net investment in capital assets	267,165,192	174,147,470	441,312,662
Restricted for:			
Projects	18,320,319	3,779,313	22,099,632
Debt service	25,057,400	-	25,057,400
Community development	175,578	-	175,578
Unrestricted	14,999,012	26,112,614	41,111,626
<b>Total Net Position</b>	<b>325,717,501</b>	<b>204,039,397</b>	<b>529,756,898</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<b>\$ 419,115,711</b>	<b>\$ 221,317,328</b>	<b>\$ 640,433,039</b>

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

**CITY OF WEST JORDAN  
STATEMENT OF ACTIVITIES  
For The Year Ended June 30, 2017**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Government Activities</b>							
General governmental	\$ 8,223,556	\$ 2,167,320	\$ 48,617	\$ -	\$ (6,007,619)	\$ -	\$ (6,007,619)
Community development	3,570,638	3,496,111	-	2,380	(72,147)	-	(72,147)
Police	18,972,747	963,457	71,601	101,822	(17,835,867)	-	(17,835,867)
Fire	11,195,725	1,809,865	69,664	183,872	(9,132,324)	-	(9,132,324)
Public Works	13,781,430	847,858	4,100,311	22,777,856	13,944,595	-	13,944,595
Parks and recreation	5,560,894	255,371	178,996	932,340	(4,194,187)	-	(4,194,187)
Interest on long-term debt	1,353,240	-	-	-	(1,353,240)	-	(1,353,240)
Total Governmental Activities	62,658,230	9,539,982	4,469,189	23,998,270	(24,650,789)	-	(24,650,789)
<b>Business-type Activities</b>							
Water	19,962,566	17,260,761	16,747	2,447,865	-	(237,193)	(237,193)
Sewer	8,046,401	8,804,803	-	1,619,023	-	2,377,425	2,377,425
Solid Waste	4,440,314	4,231,374	-	-	-	(208,940)	(208,940)
Storm Water	2,725,263	2,966,459	-	3,054,636	-	3,295,832	3,295,832
Streetlight	589,456	727,432	-	-	-	137,976	137,976
Total Business-type Activities	35,764,000	33,990,829	16,747	7,121,524	-	5,365,100	5,365,100
<b>Total Government</b>	<b>\$ 98,422,230</b>	<b>\$ 43,530,811</b>	<b>\$ 4,485,936</b>	<b>\$ 31,119,794</b>	<b>(24,650,789)</b>	<b>5,365,100</b>	<b>(19,285,689)</b>
<b>General Revenues</b>							
Property taxes					12,912,284	-	12,912,284
Tax increments for redevelopment agency					3,772,971	-	3,772,971
Sales taxes					18,583,140	-	18,583,140
Franchise taxes					7,931,648	-	7,931,648
Fee-in-lieu of property taxes					1,034,558	-	1,034,558
Gain on sale of capital assets					422,433	-	422,433
Unrestricted investment earnings					514,856	275,371	790,227
Miscellaneous					494,187	167,620	661,807
<b>Transfers</b>					<b>(5,000)</b>	<b>5,000</b>	<b>-</b>
<b>Total General Revenues and Transfers</b>					<b>45,661,077</b>	<b>447,991</b>	<b>46,109,068</b>
Changes in Net Position					21,010,288	5,813,091	26,823,379
<b>Net Position, Beginning</b>					<b>304,051,666</b>	<b>198,026,306</b>	<b>502,077,972</b>
<b>Prior Period Adjustments</b>					<b>655,547</b>	<b>200,000</b>	<b>855,547</b>
<b>Net Position, Ending</b>					<b>\$ 325,717,501</b>	<b>\$ 204,039,397</b>	<b>\$ 529,756,898</b>

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

**CITY OF WEST JORDAN**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**June 30, 2017**

	General	Redevelopment Agency	Municipal Building Authority	Road Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 2,324,084	\$ 10,360,716	\$ 2,071,868	\$ -	\$ 2,061,781	\$ 16,818,449
Accounts receivable - net	901,570	-	-	-	3,553	905,123
Taxes receivable	17,238,609	636,345	-	-	769,082	18,644,036
Loans receivable	-	-	-	-	689,081	689,081
Prepaid items	56,792	-	-	-	-	56,792
Due from other governments	-	-	-	-	206,711	206,711
Due from other fund	5,575,698	-	-	-	-	5,575,698
Restricted assets:						
Cash and cash equivalents	8,242,532	1,195,569	24,659,369	10,313,589	4,533,322	48,944,381
<b>Total Assets</b>	<b>\$ 34,339,285</b>	<b>\$ 12,192,630</b>	<b>\$ 26,731,237</b>	<b>\$ 10,313,589</b>	<b>\$ 8,263,530</b>	<b>\$ 91,840,271</b>
<b>Liabilities</b>						
Accounts payable	\$ 845,255	\$ 1,964	\$ -	\$ 178,853	\$ 221,774	\$ 1,247,846
Accrued liabilities	2,064,318	-	-	-	2,094	2,066,412
Unearned revenue	42,852	-	-	-	-	42,852
Due to other funds	-	4,490,500	-	290,489	794,709	5,575,698
Liabilities payable from restricted assets:						
Accounts payable	40,503	-	2,331,246	851,619	7,623	3,230,991
Deposits	2,160,093	-	-	-	-	2,160,093
<b>Total Liabilities</b>	<b>5,153,021</b>	<b>4,492,464</b>	<b>2,331,246</b>	<b>1,320,961</b>	<b>1,026,200</b>	<b>14,323,892</b>
<b>Deferred Inflows of Resources</b>						
Unavailable revenue-property taxes	11,980,614	636,345	-	-	768,821	13,385,780
Unavailable revenue-ambulance	367,607	-	-	-	-	367,607
<b>Total Deferred Inflows of Resources</b>	<b>12,348,221</b>	<b>636,345</b>	<b>-</b>	<b>-</b>	<b>768,821</b>	<b>13,753,387</b>
<b>Fund Balance</b>						
Nonspendable	56,792	-	-	-	689,081	745,873
Restricted	6,041,936	1,195,569	22,328,123	9,461,970	4,525,699	43,553,297
Assigned	46,728	5,868,252	2,071,868	-	2,128,793	10,115,641
Unassigned	10,692,587	-	-	(469,342)	(875,064)	9,348,181
<b>Total Fund Balances</b>	<b>16,838,043</b>	<b>7,063,821</b>	<b>24,399,991</b>	<b>8,992,628</b>	<b>6,468,509</b>	<b>63,762,992</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 34,339,285</b>	<b>\$ 12,192,630</b>	<b>\$ 26,731,237</b>	<b>\$ 10,313,589</b>	<b>\$ 8,263,530</b>	<b>\$ 91,840,271</b>

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

**CITY OF WEST JORDAN**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE STATEMENT OF NET POSITION**  
**June 30, 2017**

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

<b>Total fund balance - governmental funds</b>	\$ 63,762,992
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	307,290,230
Accrued interest expense is not due and payable in the current period and therefore is not recorded in the funds.	(365,841)
Long-term liabilities, including bonds, capital leases, notes, and compensated absences, are not due and payable in the current period and therefore are not reported in the funds.	(50,836,555)
Deferred outflows relating to the loss on refunding of debt is not current available resources and therefore is not included in the funds.	185,151
Pension liabilities, pensions assets, and deferred inflows and outflows of resources relating to pensions are not current available resources, and are therefore not included in the governmental funds.	(5,115,832)
Certain revenue is deferred in the governmental funds but is not in the statement of net position because it qualifies for recognition under the economic resources measurement focus.	367,607
Internal service funds are used by management to charge the costs of fleet maintenance, information technology, and risk management to other funds. The assets and liabilities of the internal service fund is included in the governmental activities in the statement of net position. This is the net effect of the assets, and liabilities of the internal service funds.	10,429,749
<b>Total net position - governmental activities</b>	<b>\$ 325,717,501</b>

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

**CITY OF WEST JORDAN**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES – GOVERNMENTAL FUNDS**  
**For The Year Ended June 30, 2017**

	<u>General</u>	<u>Redevelopment Agency</u>	<u>Municipal Building Authority</u>	<u>Road Capital Improvement Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>						
Taxes	\$ 38,587,972	\$ 3,780,491	\$ -	\$ -	\$ 1,873,658	\$ 44,242,121
Licenses and permits	2,796,975	-	-	-	-	2,796,975
Intergovernmental	5,199,302	-	-	80,600	809,322	6,089,224
Charges for services	3,111,151	-	-	-	37,085	3,148,236
Fines and forfeitures	1,283,137	-	-	-	-	1,283,137
Impact fees	-	-	-	2,318,915	1,160,082	3,478,997
Interest	118,363	112,235	211,919	95,965	73,108	611,590
Miscellaneous	582,152	-	-	238,507	-	820,659
<b>Total Revenues</b>	<u>51,679,052</u>	<u>3,892,726</u>	<u>211,919</u>	<u>2,733,987</u>	<u>3,953,255</u>	<u>62,470,939</u>
<b>Expenditures</b>						
Current:						
General government	7,789,359	-	-	-	-	7,789,359
Community development	2,325,817	899,273	-	-	298,279	3,523,369
Police	18,005,651	-	-	-	-	18,005,651
Fire	10,665,418	-	-	-	-	10,665,418
Public works	4,942,593	-	-	-	-	4,942,593
Parks and recreation	3,652,474	-	-	-	29,032	3,681,506
Debt service:						
Principal	51,356	700,000	-	-	1,987,000	2,738,356
Interest	1,523	67,887	563,914	-	446,172	1,079,496
Capital outlay:						
Parks	-	-	-	-	1,427,784	1,427,784
Buildings	-	-	4,510,333	-	251,513	4,761,846
Roads	-	-	-	6,207,051	223,783	6,430,834
<b>Total Expenditures</b>	<u>\$ 47,434,191</u>	<u>\$ 1,667,160</u>	<u>\$ 5,074,247</u>	<u>\$ 6,207,051</u>	<u>\$ 4,663,563</u>	<u>\$ 65,046,212</u>

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



**CITY OF WEST JORDAN**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES – GOVERNMENTAL FUNDS (Continued)**  
**For The Year Ended June 30, 2017**

	<u>General</u>	<u>Redevelopment Agency</u>	<u>Municipal Building Authority</u>	<u>Road Capital Improvement Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	\$ 4,244,861	\$ 2,225,566	\$ (4,862,328)	\$ (3,473,064)	\$ (710,308)	\$ (2,575,273)
<b>Other Financing Sources (Uses)</b>						
Transfers in	-	-	-	4,039,131	744,984	4,784,115
Transfers out	(4,394,131)	(201,617)	-	-	(243,367)	(4,839,115)
Issuance of debt	-	-	24,960,000	-	-	24,960,000
Premium on issuance of debt	-	-	2,315,356	-	-	2,315,356
<b>Total Other Financing Sources (Uses)</b>	(4,394,131)	(201,617)	27,275,356	4,039,131	501,617	27,220,356
<b>Net Change in Fund Balances</b>	(149,270)	2,023,949	22,413,028	566,067	(208,691)	24,645,083
<b>Fund Balance, Beginning</b>	16,987,313	5,039,872	1,986,963	8,426,561	6,021,653	38,462,362
<b>Prior Period Adjustment</b>	-	-	-	-	655,547	655,547
<b>Fund Balance, Ending</b>	<u>\$ 16,838,043</u>	<u>\$ 7,063,821</u>	<u>\$ 24,399,991</u>	<u>\$ 8,992,628</u>	<u>\$ 6,468,509</u>	<u>\$ 63,762,992</u>

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

**CITY OF WEST JORDAN**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE**  
**STATEMENT OF ACTIVITIES**  
**For The Year Ended June 30, 2017**

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

<b>Net change in fund balances - total governmental funds</b>	<b>\$ 24,645,083</b>
Governmental funds have reported capital outlays, past and present, as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	(7,874,139)
Governmental funds report current capital outlays as expenditures. However, these expenditures are reported as capital assets in the Statement of Net Position.	9,190,085
Governmental funds do not report contributions of infrastructure from developers as a revenue in the governmental statements. It is recorded as part of the government-wide presentation.	20,214,708
The issuance of long-term debt (e.g., bonds) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt uses current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items:	(24,537,000)
The Statement of Activities reports net pension expense and benefit expense from application of GASB 68, which is not reported in the fund statements.	(43,647)
In the Statement of Activities, the amortization of bond premiums and discounts is recorded.	55,123
In the Statement of Activities, accrued interest on debt is recorded.	(274,917)
The Statement of Activities reports the allocation of the deferred loss on bond refunding as interest expense, which is not reported on the fund statements.	(6,779)
The long-term portion of accrued leave does not require the use of current financial resources and therefore is not recorded as an expenditure in the funds.	68,687
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds.	112,825
Internal service funds are used by management to charge the costs of fleet maintenance, information technology, and risk management to individual funds. The net revenues or (costs) of these activities are eliminated at the government-wide level and a portion is allocated to the governmental activities.	(539,741)
<b>Change in net position - governmental activities</b>	<b>\$ 21,010,288</b>

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

**CITY OF WEST JORDAN**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES – BUDGET AND ACTUAL – GENERAL FUND**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$ 38,818,780	\$ 38,818,780	\$ 38,587,972	\$ (230,808)
Licenses and permits	2,410,470	2,410,470	2,796,975	386,505
Intergovernmental revenues	4,643,141	4,698,343	5,199,302	500,959
Charges for services	3,988,950	3,588,950	3,111,151	(477,799)
Fines and forfeitures	1,500,000	1,500,000	1,283,137	(216,863)
Interest income	58,000	58,000	118,363	60,363
Miscellaneous	609,112	617,346	582,152	(35,194)
<b>Total Revenues</b>	<u>52,028,453</u>	<u>51,691,889</u>	<u>51,679,052</u>	<u>(12,837)</u>
<b>Expenditures</b>				
General government:				
Mayor & City Council	421,515	421,515	438,489	(16,974)
Court	767,312	767,312	732,607	34,705
City manager	501,364	501,364	361,319	140,045
Events	501,465	501,465	472,188	29,277
Human resources	358,449	358,449	338,107	20,342
Information technologies	1,248,119	1,248,119	853,031	395,088
Finance	897,180	897,180	733,195	163,985
Recorder	255,557	255,557	261,941	(6,384)
Attorney	1,144,530	1,205,007	1,057,344	147,663
Non-departmental	555,971	1,625,971	1,331,239	294,732
Facilities	1,169,663	1,443,576	1,209,899	233,677
<b>Total general government</b>	<u>7,821,125</u>	<u>9,225,515</u>	<u>7,789,359</u>	<u>1,436,156</u>
Community development:				
Economic development	192,027	232,443	154,794	77,649
Planning and zoning	1,287,782	1,287,782	1,243,867	43,915
Building safety	914,581	990,437	927,156	63,281
<b>Total community development</b>	<u>2,394,390</u>	<u>2,510,662</u>	<u>2,325,817</u>	<u>184,845</u>
Police:				
Support services	8,865,303	8,885,689	8,259,482	626,207
Line services	9,404,311	9,436,308	9,173,450	262,858
Animal control	598,725	598,725	572,719	26,006
<b>Total police</b>	<u>\$ 18,868,339</u>	<u>\$ 18,920,722</u>	<u>\$ 18,005,651</u>	<u>\$ 915,071</u>

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

**CITY OF WEST JORDAN**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES – BUDGET AND ACTUAL – GENERAL FUND (Continued)**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures (continued)</b>				
Fire	\$ 11,008,699	\$ 10,829,160	\$ 10,665,418	\$ 163,742
Public works:				
Highway and streets	2,765,934	2,765,934	2,164,104	601,830
C road projects	1,210,590	1,492,430	1,322,460	169,970
Administration	702,520	752,524	654,787	97,737
Engineering	1,004,813	1,045,029	801,242	243,787
Total public works	<u>5,683,857</u>	<u>6,055,917</u>	<u>4,942,593</u>	<u>1,113,324</u>
Parks and recreation:				
Parks	4,427,684	4,156,591	3,527,074	629,517
Cemeteries	127,852	129,352	125,400	3,952
Total parks and recreation	<u>4,555,536</u>	<u>4,285,943</u>	<u>3,652,474</u>	<u>633,469</u>
Debt service:				
Principal	51,879	51,879	51,356	523
Interest	-	-	1,523	(1,523)
Total debt service	<u>51,879</u>	<u>51,879</u>	<u>52,879</u>	<u>(1,000)</u>
<b>Total Expenditures</b>	<u>50,383,825</u>	<u>51,879,798</u>	<u>47,434,191</u>	<u>4,445,607</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>1,644,628</u>	<u>(187,909)</u>	<u>4,244,861</u>	<u>4,432,770</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(7,957,811)	(13,878,543)	(4,394,131)	9,484,412
Sale of capital assets	100,000	100,000	-	(100,000)
<b>Total Other Financing Sources (Uses)</b>	<u>(7,857,811)</u>	<u>(13,778,543)</u>	<u>(4,394,131)</u>	<u>9,384,412</u>
<b>Net Change in Fund Balance</b>	<u>\$ (6,213,183)</u>	<u>\$ (13,966,452)</u>	<u>(149,270)</u>	<u>\$ 13,817,182</u>
<b>Fund Balance, Beginning</b>			<u>16,987,313</u>	
<b>Fund Balance, Ending</b>			<u>\$ 16,838,043</u>	

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

**CITY OF WEST JORDAN**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES – BUDGET AND ACTUAL – REDEVELOPMENT AGENCY**  
**SPECIAL REVENUE FUND**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$ 4,136,309	\$ 4,136,309	\$ 3,780,491	\$ (355,818)
Interest	-	-	112,235	112,235
<b>Total Revenues</b>	<u>4,136,309</u>	<u>4,136,309</u>	<u>3,892,726</u>	<u>(243,583)</u>
<b>Expenditures</b>				
Community development	2,475,678	2,488,051	899,273	1,588,778
Debt Service:				
Principal	700,000	700,000	700,000	-
Interest	67,438	67,438	67,887	(449)
<b>Total Expenditures</b>	<u>3,243,116</u>	<u>3,255,489</u>	<u>1,667,160</u>	<u>1,588,329</u>
<b>Excess (Deficiency) of Revenues     Over (Under) Expenditures</b>	<u>893,193</u>	<u>880,820</u>	<u>2,225,566</u>	<u>1,344,746</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(201,617)	(201,617)	(201,617)	-
<b>Total Other Financing         Sources (Uses)</b>	<u>(201,617)</u>	<u>(201,617)</u>	<u>(201,617)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ 691,576</u>	<u>\$ 679,203</u>	2,023,949	<u>\$ 1,344,746</u>
<b>Fund Balance, Beginning</b>			<u>5,039,872</u>	
<b>Fund Balance, Ending</b>			<u>\$ 7,063,821</u>	

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

**CITY OF WEST JORDAN**  
**STATEMENT OF NET POSITION – PROPRIETARY FUNDS**  
**June 30, 2017**

	<u>Business-type Activities - Enterprise Funds</u>					<u>Total Enterprise</u>	<u>Governmental Activities - Internal Service Funds</u>
	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Storm Water</u>	<u>Streetlight</u>		
<b>Assets</b>							
<b>Current Assets</b>							
Cash and cash equivalents	\$ 4,184,422	\$ 9,330,867	\$ 609,966	\$ 6,215,362	\$ 151,254	\$ 20,491,871	\$ 6,563,734
Accounts receivable, net	3,517,393	1,126,092	629,462	427,881	74,019	5,774,847	-
Prepaid items	-	-	-	-	-	-	696,874
Inventory	398,839	-	-	-	-	398,839	38,762
<b>Total Current Assets</b>	<u>8,100,654</u>	<u>10,456,959</u>	<u>1,239,428</u>	<u>6,643,243</u>	<u>225,273</u>	<u>26,665,557</u>	<u>7,299,370</u>
<b>Noncurrent Assets</b>							
Restricted cash and cash equivalents	1,688,591	-	-	3,202,246	-	4,890,837	-
Intangible asset	-	22,496,298	-	-	-	22,496,298	-
Investment in joint venture	-	-	4,739,725	-	-	4,739,725	-
Capital assets not being depreciated	3,369,049	-	-	1,412,944	-	4,781,993	114,950
Capital assets, net of accumulated depreciation	84,960,083	35,328,987	-	36,910,109	-	157,199,179	5,675,662
Net pension asset	480	224	23	61	-	788	-
<b>Total Noncurrent Assets</b>	<u>90,018,203</u>	<u>57,825,509</u>	<u>4,739,748</u>	<u>41,525,360</u>	<u>-</u>	<u>194,108,820</u>	<u>5,790,612</u>
<b>Total Assets</b>	<u>98,118,857</u>	<u>68,282,468</u>	<u>5,979,176</u>	<u>48,168,603</u>	<u>225,273</u>	<u>220,774,377</u>	<u>13,089,982</u>
<b>Deferred Outflows of Resources</b>							
Pensions	452,401	210,180	21,787	57,672	-	742,040	-
<b>Total Assets and Deferred Outflows of Resources</b>	<u>\$ 98,571,258</u>	<u>\$ 68,492,648</u>	<u>\$ 6,000,963</u>	<u>\$ 48,226,275</u>	<u>\$ 225,273</u>	<u>\$ 221,516,417</u>	<u>\$ 13,089,982</u>
<b>Liabilities</b>							
<b>Current Liabilities</b>							
Accounts payable	\$ 2,927,729	\$ 599,384	\$ 308,827	\$ 465,771	\$ 31,450	\$ 4,333,161	\$ 748,602
Other liabilities	35,457	24,596	4,365	19,024	-	83,442	12,914
Accrued interest	8,048	-	-	38,214	-	46,262	17,634
Payable from restricted assets:							
Accounts payable	139,598	498,635	-	430,446	-	1,068,679	-
Deposits	42,845	-	-	-	-	42,845	-
Unearned revenue	67,575	-	-	-	-	67,575	-
Current portion, compensated absences	58,207	39,685	3,225	27,421	-	128,538	24,662
Current portion, bonds payable	690,000	-	-	610,000	-	1,300,000	-
Current portion, capital lease payable	-	-	-	-	-	-	659,645
<b>Total Current Liabilities</b>	<u>\$ 3,969,459</u>	<u>\$ 1,162,300</u>	<u>\$ 316,417</u>	<u>\$ 1,590,876</u>	<u>\$ 31,450</u>	<u>\$ 7,070,502</u>	<u>\$ 1,463,457</u>

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

**CITY OF WEST JORDAN**  
**STATEMENT OF NET POSITION – PROPRIETARY FUNDS (Continued)**  
**June 30, 2017**

	<u>Business-type Activities - Enterprise Funds</u>					<u>Total Enterprise</u>	<u>Governmental Activities - Internal Service Funds</u>
	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Storm Water</u>	<u>Streetlight</u>		
<b>Liabilities (Continued)</b>							
<b>Noncurrent Liabilities</b>							
Compensated absences	\$ 60,223	\$ 39,991	\$ -	\$ 19,977	\$ -	\$ 120,191	\$ 19,419
Bonds payable	3,700,000	-	-	5,330,000	-	9,030,000	-
Capital lease payable	-	-	-	-	-	-	1,376,448
Net pension liability	515,174	239,344	24,810	65,673	-	845,001	-
<b>Total Noncurrent Liabilities</b>	<u>4,275,397</u>	<u>279,335</u>	<u>24,810</u>	<u>5,415,650</u>	<u>-</u>	<u>9,995,192</u>	<u>1,395,867</u>
<b>Total Liabilities</b>	<u>8,244,856</u>	<u>1,441,635</u>	<u>341,227</u>	<u>7,006,526</u>	<u>31,450</u>	<u>17,065,694</u>	<u>2,859,324</u>
<b>Deferred Inflows of Resources</b>							
Pensions	129,395	60,115	6,232	16,495	-	212,237	-
<b>Net Position</b>							
Net investment in capital assets	83,939,132	57,825,285	-	32,383,053	-	174,147,470	3,754,519
Restricted for:						-	
Projects	1,506,148	(498,635)	-	2,771,800	-	3,779,313	-
Unrestricted	4,751,727	9,664,248	5,653,504	6,048,401	193,823	26,311,703	6,476,139
<b>Total Net Position</b>	<u>90,197,007</u>	<u>66,990,898</u>	<u>5,653,504</u>	<u>41,203,254</u>	<u>193,823</u>	<u>204,238,486</u>	<u>10,230,658</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<u>\$ 98,571,258</u>	<u>\$ 68,492,648</u>	<u>\$ 6,000,963</u>	<u>\$ 48,226,275</u>	<u>\$ 225,273</u>	<u>\$ 221,516,417</u>	<u>\$ 13,089,982</u>
						\$ 204,238,486	
						(199,089)	
						<u>\$ 204,039,397</u>	

**Net Position Reconciliation from Proprietary Funds to Business-type Activities on the Statement of Net Position:**

Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service funds and the enterprise funds over time

**Net Position of Business-type activities (page 21)**

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

**CITY OF WEST JORDAN**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND**  
**NET POSITION – PROPRIETARY FUNDS**  
**For The Year Ended June 30, 2017**

	<u>Business-type Activities - Enterprise Funds</u>					<u>Total Enterprise</u>	<u>Governmental Activities - Internal Service Funds</u>
	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Storm Water</u>	<u>Streetlight</u>		
<b>Operating Revenues</b>							
Charges for services	\$ 17,260,761	\$ 8,804,803	\$ 4,231,374	\$ 2,966,459	\$ 727,432	\$ 33,990,829	\$ 4,566,184
<b>Total Operating Revenues</b>	<u>17,260,761</u>	<u>8,804,803</u>	<u>4,231,374</u>	<u>2,966,459</u>	<u>727,432</u>	<u>33,990,829</u>	<u>4,566,184</u>
<b>Operating Expenses</b>							
Sources of supply	10,948,098	-	-	-	-	10,948,098	-
Depreciation	2,404,308	1,066,372	-	1,002,514	-	4,473,194	2,155,533
Salaries and benefits	1,426,997	826,377	182,800	691,105	59,324	3,186,603	599,390
Contracted services	-	-	2,719,120	-	-	2,719,120	-
Sewage treatment	-	4,587,609	-	-	-	4,587,609	-
Fleet lease	226,955	178,601	69,054	190,167	-	664,777	-
Utilities and telephone	620,784	7,923	524	4,287	274,569	908,087	-
Professional and technical	114,738	30,078	-	19,695	4,353	168,864	1,160,839
Interfund charges	2,066,389	1,181,435	462,798	545,916	-	4,256,538	-
Garbage cans	-	-	210,130	-	-	210,130	-
Landfill	-	-	658,304	-	-	658,304	-
Supplies and maintenance	1,999,005	119,363	34,037	133,569	251,210	2,537,184	1,796,356
<b>Total Operating Expenses</b>	<u>19,807,274</u>	<u>7,997,758</u>	<u>4,336,767</u>	<u>2,587,253</u>	<u>589,456</u>	<u>35,318,508</u>	<u>5,712,118</u>
<b>Operating Income (Loss)</b>	<u>\$ (2,546,513)</u>	<u>\$ 807,045</u>	<u>\$ (105,393)</u>	<u>\$ 379,206</u>	<u>\$ 137,976</u>	<u>\$ (1,327,679)</u>	<u>\$ (1,145,934)</u>

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



**CITY OF WEST JORDAN**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND**  
**NET POSITION – PROPRIETARY FUNDS (Continued)**  
**For The Year Ended June 30, 2017**

	<u>Business-type Activities - Enterprise Funds</u>					<u>Total Enterprise</u>	<u>Governmental Activities - Internal Service Funds</u>
	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Storm Water</u>	<u>Streetlight</u>		
<b>Nonoperating Income (Expense)</b>							
Equity income (loss) of joint venture	\$ -	\$ -	\$ (93,390)	\$ -	\$ -	\$ (93,390)	\$ -
Interest earnings	67,754	85,970	5,999	114,801	847	275,371	65,041
Interest expense	(112,192)	-	-	(124,018)	-	(236,210)	(47,171)
Other income	16,747	-	167,620	-	-	184,367	-
Gain (loss) from sale of capital assets	-	-	-	-	-	-	422,433
<b>Total Nonoperating Income (Expense)</b>	<u>(27,691)</u>	<u>85,970</u>	<u>80,229</u>	<u>(9,217)</u>	<u>847</u>	<u>130,138</u>	<u>440,303</u>
<b>Income (loss) before capital contributions and transfers</b>	(2,574,204)	893,015	(25,164)	369,989	138,823	(1,197,541)	(705,631)
<b>Capital contributions:</b>							
Impact fees	963,340	665,348	-	1,668,859	-	3,297,547	-
Developer contributions	1,484,525	953,675	-	1,385,777	-	3,823,977	-
<b>Transfers:</b>							
Transfers in	-	-	-	-	55,000	55,000	50,000
Transfers out	(25,000)	(25,000)	-	-	-	(50,000)	-
<b>Change in Net Position</b>	(151,339)	2,487,038	(25,164)	3,424,625	193,823	5,928,983	(655,631)
<b>Net Position, Beginning</b>	90,348,346	64,503,860	5,678,668	37,578,629	-	198,109,503	10,886,289
<b>Prior Period Adjustment</b>	-	-	-	200,000	-	200,000	-
<b>Net Position, Ending</b>	<u>\$ 90,197,007</u>	<u>\$ 66,990,898</u>	<u>\$ 5,653,504</u>	<u>\$ 41,203,254</u>	<u>\$ 193,823</u>	<u>\$ 204,238,486</u>	<u>\$ 10,230,658</u>
<b>Changes in Net Position Reconciliation from Proprietary Funds to Business-type Activities on the Statement of Activities:</b>						\$ 5,928,983	
Adjustment to eliminate the current fiscal year's internal service funds net loss from internal customers applicable to business-type activities						(115,892)	
<b>Changes in Net Position of Business-type activities (page 22)</b>						<u>\$ 5,813,091</u>	

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

**CITY OF WEST JORDAN**  
**STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS**  
**For The Year Ended June 30, 2017**

	<b>Business-type Activities - Enterprise Funds</b>						<b>Governmental</b>
	<b>Water</b>	<b>Sewer</b>	<b>Solid Waste</b>	<b>Storm Water</b>	<b>Streetlight</b>	<b>Total Enterprise</b>	<b>Activities - Internal Service Funds</b>
<b>Cash Flows From Operating Activities</b>							
Receipts from customers and users	\$ 15,902,431	\$ 8,581,898	\$ 4,087,928	\$ 2,886,806	\$ 653,413	\$ 32,112,476	\$ -
Receipts from interfund services provided	608,307	5,350	10,452	16,139	-	640,248	4,566,184
Receipts from customer deposits	17,066	-	-	-	-	17,066	-
Payments to suppliers for goods or services	(13,125,765)	(4,710,818)	(3,607,195)	(159,546)	(498,682)	(22,102,006)	(3,163,113)
Payments to employees and related benefits	(1,501,813)	(854,684)	(189,460)	(686,458)	(59,324)	(3,291,739)	(621,796)
Payments for interfund services used	(2,293,344)	(1,360,036)	(531,852)	(736,083)	-	(4,921,315)	-
<b>Net cash flows from operating activities</b>	<b>(393,118)</b>	<b>1,661,710</b>	<b>(230,127)</b>	<b>1,320,858</b>	<b>95,407</b>	<b>2,454,730</b>	<b>781,275</b>
<b>Cash Flows From Non-Capital Financing Activities</b>							
Other non-capital receipts	16,747	-	167,620	-	-	184,367	-
Transfers from other funds	-	-	-	-	55,000	55,000	50,000
Transfers to other funds	(25,000)	(25,000)	-	-	-	(50,000)	-
<b>Net cash flows from non-capital financing activities</b>	<b>(8,253)</b>	<b>(25,000)</b>	<b>167,620</b>	<b>-</b>	<b>55,000</b>	<b>189,367</b>	<b>50,000</b>
<b>Cash Flows From Capital and Related Financing Activities</b>							
Acquisition of capital assets	(2,691,553)	(1,072,135)	-	(3,599,815)	-	(7,363,503)	(1,921,523)
Purchase of intangible assets	-	(1,322,946)	-	-	-	(1,322,946)	-
Proceeds from sales of capital assets	-	-	-	-	-	-	436,677
Principal payments on bonds	(675,000)	-	-	(585,000)	-	(1,260,000)	-
Interest paid on revenue bonds	(113,430)	-	-	(139,426)	-	(252,856)	-
Payments on capital leases	-	-	-	-	-	-	(647,539)
Interest paid on capital leases	-	-	-	-	-	-	(50,797)
Impact fees collected	963,340	665,348	-	1,668,859	-	3,297,547	-
<b>Net cash flows from capital and related financing activities</b>	<b>(2,516,643)</b>	<b>(1,729,733)</b>	<b>-</b>	<b>(2,655,382)</b>	<b>-</b>	<b>(6,901,758)</b>	<b>(2,183,182)</b>
<b>Cash Flows From Investing Activities</b>							
Change in equity investment	-	-	52,460	-	-	52,460	-
Interest on investments	67,754	85,970	5,999	114,801	847	275,371	65,041
<b>Net cash flows from investing activities</b>	<b>\$ 67,754</b>	<b>\$ 85,970</b>	<b>\$ 58,459</b>	<b>\$ 114,801</b>	<b>\$ 847</b>	<b>\$ 327,831</b>	<b>\$ 65,041</b>

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

**CITY OF WEST JORDAN**  
**STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS (Continued)**  
**For The Year Ended June 30, 2017**

	<b>Business-type Activities - Enterprise Funds</b>						<b>Governmental</b>
	<b>Water</b>	<b>Sewer</b>	<b>Solid Waste</b>	<b>Storm Water</b>	<b>Streetlight</b>	<b>Total Enterprise</b>	<b>Activities - Internal Service Funds</b>
<b>Net Increase (Decrease) In Cash and Cash Equivalents</b>	\$ (2,850,260)	\$ (7,053)	\$ (4,048)	\$ (1,219,723)	\$ 151,254	\$ (3,929,830)	\$ (1,286,866)
<b>Cash and Cash Equivalents, Beginning Restated</b>	8,723,273	9,337,920	614,014	10,637,331	-	29,312,538	7,850,600
<b>Cash and Cash Equivalents, Ending</b>	<u>\$ 5,873,013</u>	<u>\$ 9,330,867</u>	<u>\$ 609,966</u>	<u>\$ 9,417,608</u>	<u>\$ 151,254</u>	<u>\$ 25,382,708</u>	<u>\$ 6,563,734</u>
<b>Reconciliation of operating income to net cash flows from operating activities</b>							
Earnings (loss) from operations	\$ (2,546,513)	\$ 807,045	\$ (105,393)	\$ 379,206	\$ 137,976	\$ (1,327,679)	\$ (1,145,934)
Adjustments to reconcile earnings (loss) to net cash flows from operating activities:							
Depreciation	2,404,308	1,066,372	-	1,002,514	-	4,473,194	2,155,533
Changes in assets and liabilities							
Accounts receivable, net	(737,026)	(217,555)	(132,994)	(63,514)	(74,019)	(1,225,108)	-
Inventory	(131,477)	-	-	-	-	(131,477)	6,748
Prepaid items	-	-	-	-	-	-	(696,874)
Net pension asset	580	269	28	74	-	951	-
Pension deferred outflows	(106,751)	(49,595)	(5,141)	(13,609)	-	(175,096)	-
Accounts payable	688,337	34,155	14,920	(1,995)	31,450	766,867	484,208
Other accrued payables	(50,523)	(26,143)	(6,355)	(19,919)	-	(102,940)	(21,208)
Compensated absences	(25,929)	(2,923)	(384)	24,358	-	(4,878)	(1,198)
Net pension liability	70,642	32,819	3,402	9,005	-	115,868	-
Pension deferred inflows	37,165	17,266	1,790	4,738	-	60,959	-
Customer deposits	17,066	-	-	-	-	17,066	-
Unearned revenue	(12,997)	-	-	-	-	(12,997)	-
Net cash flows from operating activities	<u>\$ (393,118)</u>	<u>\$ 1,661,710</u>	<u>\$ (230,127)</u>	<u>\$ 1,320,858</u>	<u>\$ 95,407</u>	<u>\$ 2,454,730</u>	<u>\$ 781,275</u>
<b>Schedule of noncash capital and related financing activities:</b>							
Contributions of capital assets	\$ 1,484,525	\$ 953,675	\$ -	\$ 1,385,777	\$ -	\$ 3,823,977	\$ -

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

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The basic financial statements of the City of West Jordan, Utah (the City) have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing GAAP. The more significant of the City's accounting policies are described below:

**A. The Reporting Entity**

The City, incorporated in 1941, is a municipal corporation governed by an elected mayor and six-member council. The reporting entity consists of the primary government and component units. Component units are entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations. Data from these units is combined with data from the primary government. The West Jordan Redevelopment Agency (RDA) and the West Jordan Municipal Building Authority (MBA) are included as blended component units. The RDA, a separate legal entity, is governed by a board composed of the members of the city council. Therefore, the RDA is reported as if it were part of the primary government because of the city's ability to impose its will upon the operations of the RDA. The RDA is reported as a Special Revenue Fund. The MBA, a separate legal entity, is governed by a board composed of the members of the city council. Therefore, the MBA is reported as if it were part of the primary government because of the city's ability to impose its will upon the operations of the MBA. The MBA is reported as a Capital Projects Fund. Separate financial statements are not issued for either of these component units. The City has no discretely presented component units.

**B. Basic Financial Statements – Government-wide Financial Statements**

The basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide financial statements and fund financial statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The statement of net position and the statement of activities are government-wide and include the financial activities of the primary government. Assets and liabilities are reported on a full accrual, economic resource basis, which recognizes all long term assets and receivables as well as long term debt and obligations. The City's net position is reported in three parts; invested in capital assets-net of related debt, restricted net position, and unrestricted net position. The City first utilizes restricted resources to finance qualifying activities. The statement of net position presents the financial condition of the governmental and business-type activities of the City as of the end of the fiscal year.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment, are offset by program revenues. Direct expenses are those which are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basic Financial Statements – Fund Financial Statements**

The financial structure of the City has been organized on the basis of individual funds. Each fund is a self-balancing set of accounts consisting of its assets, liabilities, fund balance or retained earnings, revenue, and expenditures or expenses. Detailed accounting records are maintained for each individual fund; however, to provide maximum interest earnings on all idle funds of the City, all cash of the City is pooled for investment purposes. Interest earnings are allocated based upon a percentage method using the month-end cash balances of the individual funds. The various funds are summarized by type in the basic financial statements.

These statements focus on the major funds. Major individual governmental funds and major individual enterprise funds are presented in separate columns while non-major funds are aggregated and then presented in a single column.

**GOVERNMENTAL FUND TYPES**

The focus of the governmental funds' measurement (in the fund financial statements) is upon determination of financial position (sources, uses and balances of financial resources). The following is a description of the governmental funds of the City:

*General Fund* – The General Fund is the primary operating fund of the City. It is used to account for all financial resources except those to be accounted for in another fund. Administrative services rendered to other funds are charged to such funds and are shown as charges for services.

*Special Revenue Funds* – Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

*Capital Projects Funds* – The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of the major capital facilities of the City other than those financed by the proprietary funds.

The following four funds are presented as major funds in the financial statements; (1) the General Fund, (2) the Redevelopment Agency, to account for the financial activity of the Agency which derives its revenue from tax increment financing that will be utilized to rehabilitate and develop the defined redevelopment area, (3) the Municipal Building Authority, a capital project fund used to account for the construction of municipal buildings constructed in the City and service related debt from lease revenues collected, and (4) the Road Capital Improvement Fund, a capital project fund used to account for major road projects.

**PROPRIETARY FUND TYPES**

The proprietary 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 a liability is incurred, regardless of the timing of related cash flows. The cities proprietary funds consist of:

*Enterprise Funds* – Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The existing enterprise funds account for construction, operation, maintenance, related debt, and property, plant and equipment within each fund. The City-owned water utility, wastewater utility, solid waste service, storm water service, and streetlights are presented as major funds.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basic Financial Statements – Fund Financial Statements (Continued)**

*Internal Service Funds* – Internal Service Funds are used to account for the financing of goods or services provided to other departments or agencies of the City on a cost-reimbursement basis. The City maintains internal service funds for fleet management, information technologies (computer replacement & management), and insurance/claims.

**D. Measurement Focus and Basis of Accounting**

The government-wide financial statements and the proprietary fund 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 a liability is incurred. The proprietary fund statements distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund’s principal ongoing operations. Operating revenues are charges for services. Operating expenses include costs of services as well as materials, contracts, personnel, and depreciation. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

Unbilled services in the proprietary funds have been recorded as revenue and accounts receivable at June 30, 2017. The accounts receivable for these revenues are reported net of the allowance for doubtful accounts.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become measurable and available. “Available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property tax, sales tax, franchise tax, inter-governmental revenue, ambulance service revenue, and interest earned in the current period are accrued and reported as revenue. All other revenues are not subject to accrual because they are either not available soon enough to pay liabilities of the current period or are not measurable. Expenditures are recorded when fund liabilities are incurred. Exceptions to this rule are (a) principal and interest on long term debt, which are recorded as fund liabilities only when due, and (b) compensated absences, which are recorded as a liability only when payment is due. Fund liabilities and expenditures are recorded for compensated absence amounts when employment is terminated.

The effect of interfund activity has generally been eliminated from the government-wide financial statements in accordance GAAP.

**E. Capital Assets**

Capital assets are defined by the City as assets with a cost of \$20,000 or greater and an estimated useful life of at least three years. Capital assets are recorded at historical costs or estimated historical cost. Donated capital assets are recorded at estimated acquisition value as of the date of donation. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Capital outlays are recorded as expenditures of the governmental funds and capital assets of the proprietary funds. In accordance with GAAP, all City infrastructure has been capitalized. Infrastructure includes all transportation corridors as well as storm sewer systems.

**CITY OF WEST JORDAN  
NOTES TO FINANCIAL STATEMENTS (Continued)  
JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Capital Assets (Continued)**

All capital assets are depreciated using the straight-line basis over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	45
Building Improvements	15
Computer Equipment	3
Machinery and Equipment	5-15
Vehicles	5-15
Improvements other than Buildings	20
Roads	30
Sidewalk	45
Storm Sewer	45
Water and Sewer Systems	50

**F. Intangible Asset**

The City has an intangible asset related to South Valley Water Reclamation Facility (SVWRF). The City has capitalized their contributions that helped build the SVWRF sewage treatment plant for which the City has certain capacity rights for sewage treatment.

**G. Cash, Cash Equivalents, and Investments**

Cash and cash equivalents include amounts in demand deposits as well as short term investments with an original maturity date of less than 90 days. Investments are stated at cost, which approximates fair value in accordance with GASB 72, *Fair Value Measurement and Application*.

**H. Restricted Assets**

Restricted assets include cash and investments that are legally restricted to their use. Impact fees are restricted within the capital projects, water, and sewer funds. Also, cash and investments are held by trustees for the debt service payments on bonded debt and for acquisition and construction of capital projects.

**I. Inventory**

Inventory is valued at cost using the first-in first-out method (FIFO). The cost is recorded as an expenditure at the time individual items are used (Consumption Method). Reported inventories are equally offset by fund balance non-spendable which indicates that they do not constitute available spendable resources even though they are component of current assets.

**J. Prepaid Expenditures**

Prepaid amounts appear in the General Fund for the Western Stampede fund for expenditures related to the July 4th celebrations. Reported prepaid expenditures are equally offset by fund balance non-spendable which indicates that they do not constitute available spendable resources.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Investment in Joint Venture**

The City has an investment in Trans-Jordan Cities Landfill, a joint venture. The City's 21.19% interest in this joint venture is accounted for using the equity method. The City's equity interest represents its explicit, measurable right to the net present or future resources of the joint ventures. Under this method, the Solid Waste Fund (Enterprise Fund) records its share of the joint venture's net income or loss for each period. This joint venture does not meet the criteria for inclusion in the City's financial reports as a component unit because the City does not exercise administrative control. The complete financial statements for the Trans-Jordan Landfill, for the year ended June 30, 2017, can be obtained from the Trans-Jordan Landfill at 10873 South 7200 West, South Jordan, Utah 84095.

**L. Compensated Absences**

Vacation is earned on a biweekly basis at a rate determined by an employee's years of service. Proprietary funds recognize an expense for all accrued vacation amounts when the vacation is earned. Governmental funds recognize an expenditure when vacation leave is used by employees or at termination. Comp-time is earned by non-exempt employees at a rate of time and one-half, while exempt employees earn comp time on an hour for hour basis. Exempt employees can earn a maximum of 80 hours of comp-time annually. The recognition of a liability is treated similarly to vacation.

Employees also accumulate sick leave on a biweekly basis. Each year employees are eligible to be paid out 25% of their current year accrued, unused sick leave. Governmental funds recognize an expenditure when the sick leave is used. Proprietary funds recognize 25% of the current year accrued, unused sick leave at the end of the fiscal year.

In the governmental funds, the liability for compensated absences is reported only if they have matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement). These compensated absences are typically liquidated through the General Fund. The noncurrent portion of these amounts for government funds is recognized within the government-wide statements and will appear as a reconciling item between the fund and government-wide statements and the fund statements.

**M. Deferred outflows/inflows of resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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



**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**N. Unearned Revenue**

Unearned revenue arises when resources are received by the City before it has earned them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has earned the resources, the revenue is recognized.

**O. Interfund Transactions**

During the course of normal operations, the City has transactions between funds to distribute administrative costs. These transactions are generally reflected as a reduction to the originally booked expenditure. In addition, short term loans have been made between funds and are reflected as “due to, due from” on the respective funds’ balance sheets.

**P. Taxes**

On or before June 22 of each year, the City sets the property tax rate for various municipal purposes. If the City intends to increase property tax revenues above the certified tax rate, state law requires the City to provide public notice to property owners and hold public hearings. When these special public hearings are necessary, the adoption of the final budget is made subsequent to June 22. All property taxes levied by the City are assessed and collected by Salt Lake County. Taxes are attached as an enforceable lien as of January 1, are levied as of October 1, and are due November 30; any delinquent taxes are subject to a penalty. Unless the delinquent taxes and penalties are paid before January 15, a lien is attached to the property, and the amount of taxes and penalties bears interest from January 1 until paid. If after five years, delinquent taxes have not been paid, the County sells the property at a tax sale. Tax collections are remitted to the City from the County on a monthly basis.

Sales taxes and telecommunications related taxes are collected by the Utah State Tax Commission and remitted to the City monthly.

Franchise taxes are collected by natural gas, electric utilities, and cable television companies and remitted to the City periodically.

**Q. Fund Equity Classification**

Presentation of net position is classified in the government-wide financial statements as net position and is displayed in three components:

1. Invested in capital assets, net of related debt - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted net position – consists of net position with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
3. Unrestricted net position – all other net position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Q. Fund Equity Classification (Continued)**

The governmental fund equity is presented as Fund Balance; and is further classified as Non-spendable, Restricted, Committed, Assigned or Unassigned.

1. Non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact.
2. Restricted fund balance is fund balance with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.
3. Committed fund balance classification include those funds that can only be used for specific purpose pursuant to constraints imposed by formal action of the City Council (ordinance for the City, RDA and MBA), which is this government's highest level of decision making authority and remain binding unless removed in the same manner.
4. Assigned fund balance classification includes amounts that are constrained by the government's intent to use the funds for specific purposes, but are neither restricted nor committed, as established by the City Council. The City Council has authorized the City Manager to recommend accounts to be included in assigned fund balance. This also includes all remaining amounts that are reported in governmental funds, other than the General Fund that are not classified as non-spendable, restricted nor committed or in the General Fund, that are intended to be used for specific purposes.
5. Unassigned fund balance classification is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

When restricted, committed, assigned, or unassigned resources are available for use, it is the City's policy to use restricted resources first, followed by committed, and assigned resources, and then unassigned resources as they are needed.

**R. Contributions of Capital**

Contributions of capital in the proprietary fund financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

**S. Estimates and Assumptions**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**T. Budgets**

Utah State statute establishes budgetary procedures for the City. The basis of accounting applied to each fund budget is the same basis as the related fund's financial statements. Accordingly, the Budgetary Comparison Schedule for the General Fund presents actual expenditures in accordance with the accounting principles generally accepted in the United States on a basis consistent with the legally adopted budget as amended.

In accordance with state law, all appropriations lapse at the end of the budget year. However, unexpended capital projects may be re-appropriated. The following are the legal procedures followed by the City:

1. On or before the first regularly scheduled meeting of the City Council in May, the City Manager, authorized under state statute to be appointed Budget Officer, submits a proposed operating budget for all governmental fund types and an operating and capital budget for all proprietary fund types for the subsequent fiscal year. The budget documents include financing sources and the proposed budget amounts requested by the department heads along with the proposed budget amounts requested by the City Manager.
2. A public hearing is held to receive input on all aspects of the proposed budget. The hearing is preceded by a notice in the local newspaper. The notice is given at least seven days before the hearing and includes the time, date, and place of the hearing. All budget documents are required to be available for public inspection ten days prior to the public hearing.
3. On or before June 30, a final balanced budget must be adopted for the subsequent fiscal year beginning July 1. If a tax increase is proposed, a hearing must be held on or before August 10, which does not conflict with other taxing entities that have proposed a tax increase. At this time the final balanced budget is adopted.
4. The City Manager, acting as Budget Officer, has the authority to transfer budget appropriations between individual line items within any department of any budgetary fund. Budgetary control is maintained at the department level for the General Fund and at the fund level for all other funds.
5. The City Council, by resolution, has the authority to transfer budget appropriations between the individual departments of any budgetary fund.
6. A public hearing, as required in (2) above, must be held to increase the total appropriations of any one governmental fund type. However, after the original public hearing, operating and capital budgets of proprietary fund types may be increased by resolution without an additional hearing.
7. The appropriate director or department head is the authorized officer charged with the responsibility of staying within the department budget and authorizing no expenditures in excess of said budget as required by the Utah Fiscal Procedures Act.
8. Monthly financial reports are prepared by the Finance Director and reviewed by the City Manager. They are also presented to the City Council. These reports contain a budgetary statement showing a comparison of budget to actual for all budgetary funds of the City.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**T. Budgets (Continued)**

9. Budgets for the governmental funds are prepared on the modified accrual basis of accounting. Accordingly, the Budgetary Comparison Schedule for the General Fund presents actual expenditures in accordance with the accounting principles generally accepted in the United States on a basis consistent with the legally adopted budgets as amended. Encumbrances lapse at year end and are automatically re-appropriated and re-encumbered as part of the subsequent year's budget.

**U. 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.

**NOTE 2 CASH, CASH EQUIVALENTS, AND INVESTMENTS**

The City's deposits and investments are governed by the Utah Money Management Act (Utah Code, Title 51, Chapter 7) and rules of the State of Utah Money Management Council. Also, the City has its own written investment policies. City funds are invested only in the following: (1) negotiable or nonnegotiable deposits of qualified depositories (see definition of "qualified depository" in the Utah Money Management Act), (2) repurchase agreements with qualified depositories or certified dealers, acting as principal for securities of the United States Treasury or other authorized investments (only if these securities are delivered to the custody of the City Treasurer or the City's safekeeping bank or are conducted with a qualified depository), (3) commercial paper which is rated P-1 by Moody's Investor Services or A-1 by Standard and Poor's, Inc. and having a remaining term to maturity of 270 days or less (commercial paper can be purchased directly from the issuer provided proper delivery and safekeeping procedures are followed with a qualified depository or the City Treasurer's safekeeping bank or trust company), (4) bankers' acceptances that are eligible for discount at a federal reserve bank and which have a remaining term to maturity of 270 days or less, (5) negotiable certificates of deposit of \$100,000 or more which have a remaining term to maturity of 365 days or less, (6) obligations of the United States Treasury including United States Treasury Bills, United States Treasury Notes, and United States Treasury Bonds, and (7) the Utah Public Treasurer's Investment Fund which is a pooled investment fund managed by the Utah State Treasurer. The City maintains pooled cash and investments that are available for use by all funds. The pooled interest earned is allocated to the funds based on average month-end cash and investment balances.

Cash	\$	8,435,395
Bond trust accounts		29,981,730
Utah Public Treasurer's Investment Fund		59,292,147
<b>Total</b>	<b>\$</b>	<b>97,709,272</b>
Included in the accompanying statement of net assets as follows:		
Cash and cash equivalents	\$	43,874,054
Restricted assets - cash and cash equivalents		53,835,218
<b>Total</b>	<b>\$</b>	<b>97,709,272</b>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 2 CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)**

**A. Cash Deposits**

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of a failure of the counter party, the City will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. The city complies with the custody requirement of the Utah Money Management Act and Rules of the Money Management Council. All investment securities are required to be held by the public treasurer, in safekeeping by a bank or trust company, or in a book-entry-only record maintained by a securities depository, in the federal book entry system or in the book-entry records of the issuer of the security in the name of the public entity. All investment securities are held in a qualified depository certified by the Commissioner of Financial Institutions as adhering to the rules of the Utah Money Management Council or in the book-entry records of the issuer of the security.

The Act requires the depositing of public funds only in a “qualified depository” or a “permitted depository”. A “qualified depository” is a Utah depository institution which complies with capital ratios and public deposit limits established by rule of the Council and which has been certified by the State Commissioner of Financial Institutions for deposit of public funds. A “permitted depository” is an out-of- state financial institution that meets quality criteria established by rule of the Council. The City’s deposits are insured up to \$250,000 per institution by the Federal Deposit Insurance Corporation. The deposits in the bank in excess of the insured amount are uninsured and uncollateralized. Uninsured deposits are not collateralized nor are they required to be by State statute. At June 30, 2017 the bank balance was \$10,225,873. Of this amount, \$500,000 was covered by federal depository insurance, and the remaining bank balance of \$9,725,873 was uninsured. Deposits are not collateralized nor are they required to be by the State statute. The City does not have a formal policy relating to custodial credit risk for deposits.

**B. Investments**

The Money Management Act defines the types of securities authorized as appropriate investments and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with issuers of investment securities.

As of June 30, 2017, the City had the following investment:

<u>Investment Type</u>	<u>Amount</u>	<u>Investment Maturity</u>
<u>Debt Securities</u>		
Utah Public Treasurer's Investment Fund	\$ 59,292,147	54.71

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City’s policy for managing its exposure to interest rate risk is to comply with the Money Management Act. Section 51-7-11 of the Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Money Management Act further limits the remaining term to maturity on all investments in commercial paper, bankers’ acceptances, fixed rate negotiable deposits, and fixed rate corporate obligations to 270 days or less. In addition, variable rate negotiable deposits and variable rate securities may not have a remaining term to final maturity exceeding two years.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 2 CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)**

**B. Investments (Continued)**

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy for reducing its exposure to credit risk is to comply with the Money Management Act. The Act details authorized investments which are high-grade securities and, therefore, subject to very little credit risk except in the most unusual and unforeseen circumstances. The City's only investment is with the Utah Public Treasurer's Investment Fund and the Fund is unrated as to credit risk.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty, the City will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. The City does not have a formal policy for managing custodial credit risk.

All of the City's investments at June 30, 2017 were with the Utah Public Treasurer's Investment Fund and therefore are not categorized as to custodial credit risk. Additional information regarding the Utah Public Treasurer's Investment Fund is available in Note 3.

Concentration of Credit Risk – Investments

Concentration of credit risk is the risk of a loss attributed to the magnitude of a government's investment in a single issuer. The City's policy for reducing the risk of loss is to comply with the Rules of the Money Management Council. Rule 17 of the Money Management Council limits investments in single issuer of commercial paper and corporate obligations to between 5-10% depending upon the total dollar amount held in the portfolio. The Money Management Council limitations do not apply to securities issued by the U.S. government and its agencies.

**C. Restricted Assets, Restricted Fund Balance and Restricted Net position**

Assets are reported as restricted when external constraints are placed on the use of the assets, these constraints change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors or imposed by law.

Below is a schedule of restricted cash, related liabilities and the resulting restricted fund balance:

	<u>Restricted Cash</u>	<u>Liabilities - Restricted Cash</u>	<u>Restricted Fund Balance</u>
<b>Governmental Activities</b>			
Restricted for bond proceeds, debt service and repair and replace reserves	\$ 27,388,646	\$ 2,331,246	\$ 25,057,400
Restricted for impact fees	7,591,677	623,839	6,967,838
Restricted for Class B & C Road projects	6,639,136	40,503	6,598,633
Restricted for grant purposes	4,989,251	-	4,989,251
Restricted for community development	175,578	-	175,578
Restricted for developer and customer deposits	2,160,093	2,160,093	-
Total Governmental Activities	<u>\$ 48,944,381</u>	<u>\$ 5,155,681</u>	<u>\$ 43,788,700</u>
<b>Business-type Activities</b>			
Restricted for bond proceeds, debt service and repair and replace reserves	\$ 2,593,083	\$ -	\$ 2,593,083
Restricted for impact fees	2,254,909	1,068,679	1,186,230
Restricted for developer and customer deposits	42,845	42,845	-
Total Business-type Activities	<u>\$ 4,890,837</u>	<u>\$ 1,111,524</u>	<u>\$ 3,779,313</u>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 2 CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)**

**C. Restricted Assets, Restricted Fund Balance and Restricted Net position (Continued)**

Fund balances are presented on the governmental fund balance sheets, in compliance with Governmental Accounting Standards Board, Statement 54. The detail of the fund balances categories is presented below.

	<u>Major Governmental Funds</u>				<u>Total Major Governmental Funds</u>
	<u>General</u>	<u>Redevelopment Agency</u>	<u>Municipal Building Authority</u>	<u>Road Capital Improvement Fund</u>	
Nonspendable:					
Prepaid items	\$ 56,792	\$ -	\$ -	\$ -	\$ 56,792
Restricted for:					
Externally imposed by creditors					
Bond proceeds	-	-	24,659,369	-	24,659,369
Less Liability	-	-	(2,331,246)	-	(2,331,246)
Debt reserve	-	1,195,569	-	-	1,195,569
Customer deposits	2,160,093	-	-	-	2,160,093
Less Liability	(2,160,093)	-	-	-	(2,160,093)
Imposed by law or legislation					
Capital projects - impact fee	-	-	-	4,767,641	4,767,641
Less liability	-	-	-	(616,216)	(616,216)
Capital projects - grant revenue	-	-	-	4,989,251	4,989,251
Capital projects - C Road	6,082,439	-	-	556,697	6,639,136
Less liability	(40,503)	-	-	(235,403)	(275,906)
Total restricted	6,041,936	1,195,569	22,328,123	9,461,970	39,027,598
Assigned for:					
Encumbrance carry-overs	46,728	-	48,598	-	95,326
Municipal building authority	-	-	2,023,270	-	2,023,270
Redevelopment agency	-	5,868,252	-	-	5,868,252
Total assigned	46,728	5,868,252	2,071,868	-	7,986,848
Unassigned	10,692,587	-	-	(469,342)	10,223,245
Total fund balances	<u>\$ 16,838,043</u>	<u>\$ 7,063,821</u>	<u>\$ 24,399,991</u>	<u>\$ 8,992,628</u>	<u>\$ 57,294,483</u>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 2 CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)**

**C. Restricted Assets, Restricted Fund Balance and Restricted Net position (Continued)**

	Special Revenue Funds			Capital Projects Funds			Total Nonmajor Governmental Funds
	Fairway Estates	Highland	Kraftmaid SID	Capital Support	Park Capital Improvement Fund	Building Capital Improvement Fund	
Nonspendable:							
Loans receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 689,081
Restricted for:							
Externally imposed by creditors							
Bond Proceeds	-	-	1,417	1,140	1,531,043	108	1,533,708
Imposed by law or legislation							
Capital projects - impact fee	-	-	-	-	2,169,307	654,729	2,824,036
Less liability	-	-	-	-	(4,381)	(3,242)	(7,623)
Grant Proceeds	-	-	-	-	-	175,578	175,578
Total restricted	-	-	1,417	1,140	3,695,969	651,595	4,525,699
Assigned for:							
Encumbrance carry-overs	-	-	-	-	-	-	27,794
Respective funds	43,354	14,761	321,339	1,075,220	-	608,731	2,100,999
Total assigned	43,354	14,761	321,339	1,075,220	-	608,731	2,128,793
Unassigned	-	-	-	-	(875,064)	-	(875,064)
Total fund balances	\$ 43,354	\$ 14,761	\$ 322,756	\$ 1,076,360	\$ 2,820,905	\$ 1,260,326	\$ 6,468,509

**NOTE 3 EXTERNAL INVESTMENT POOL**

The Public Treasurer's Investment Fund (PTIF) is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act, Chapter 51-7, Utah Code Annotated, 1953, as amended. The Act establishes the Money Management Council, which oversees the activities of the State Treasurer and the PTIF. The Act details the investments that are authorized which are high-grade securities and, therefore, there is very little credit risk except in the most unusual and unforeseen circumstances. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah and participants share proportionally in any realized gains or losses on investments.

The PTIF has securities maturing on a regular basis to fund day-to-day operating expenses. However, due to the current lack of liquidity in financial markets, if the need arose to liquidate an investment prior to maturity, a substantial loss would be realized. Any loss will be allocated fairly to pool participants. Large, extraordinary withdrawals by participants will be reviewed on a case by case basis until liquidity returns to the markets. The PTIF allocates income and issues statements on a monthly basis. The PTIF operates and reports to participants on an amortized cost basis. The participants' balance is their investment deposited in the PTIF plus their share of income, gains and losses, net of administration fees, which are allocated to each participant on the ratio of each participant's share to the total funds in the PTIF. Additional information is available at the Utah State Treasurer's Office.

As of June 30, 2017, the City had \$59,292,147 invested in the PTIF, which had a fair value of \$59,571,962 for a gain of \$279,815. The City measures its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than quoted market prices; and,
- *Level 3:* Unobservable inputs

The fair value of the PTIF investments is measured using Level 2 inputs as noted above.



**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 3 EXTERNAL INVESTMENT POOL (Continued)**

The table below shows statistical information about the investment pool:

Investment Type	Investment Percentage
Corporate bonds and notes	77.03%
Money market accounts and certificates of deposit	11.38%
Commercial paper	9.34%
Repos	2.25%
	100.00%

**NOTE 4 CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2017 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 160,433,842	\$ 476,742	\$ -	\$ 160,910,584
Construction in progress	8,193,504	7,786,428	(7,195,912)	8,784,020
Total capital assets not being depreciated	168,627,346	8,263,170	(7,195,912)	169,694,604
Capital assets, being depreciated:				
Machinery and equipment	18,854,493	1,909,931	(1,843,230)	18,921,194
Computer equipment	1,936,791	116,717	-	2,053,508
Buildings and building improvements	29,370,824	96,864	-	29,467,688
Improvements other than buildings	30,242,331	16,167,225	-	46,409,556
Infrastructure	209,739,587	11,968,320	-	221,707,907
Total capital assets being depreciated	290,144,026	30,259,057	(1,843,230)	318,559,853
Less accumulated depreciation for:				
Machinery and equipment	(13,608,775)	(1,947,671)	1,828,986	(13,727,460)
Computer equipment	(1,068,501)	(448,873)	-	(1,517,374)
Buildings and building improvements	(10,419,756)	(693,186)	-	(11,112,942)
Improvements other than buildings	(16,029,334)	(1,673,530)	-	(17,702,864)
Infrastructure	(125,846,563)	(5,266,412)	-	(131,112,975)
Total accumulated depreciation	(166,972,929)	(10,029,672)	1,828,986	(175,173,615)
Total capital assets, being depreciated, net	123,171,097	20,229,385	(14,244)	143,386,238
<b>Governmental activities capital assets, net</b>	<b>\$ 291,798,443</b>	<b>\$ 28,492,555</b>	<b>\$ (7,210,156)</b>	<b>\$ 313,080,842</b>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 4 CAPITAL ASSETS (Continued)**

<b>Business-type activities:</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
Capital assets, not being depreciated:				
Land	\$ 4,498,262	\$ -	\$ -	\$ 4,498,262
Water rights	283,731	-	-	283,731
Total capital assets not being depreciated	<u>4,781,993</u>	<u>-</u>	<u>-</u>	<u>4,781,993</u>
Capital assets, being depreciated:				
Buildings	321,357	-	-	321,357
Improvements other than buildings	216,518,547	12,319,585	-	228,838,132
Machinery and equipment	2,132,117	-	-	2,132,117
Total capital assets being depreciated	<u>218,972,021</u>	<u>12,319,585</u>	<u>-</u>	<u>231,291,606</u>
Less accumulated depreciation for:				
Buildings	(230,757)	(5,693)	-	(236,450)
Improvements other than buildings	(67,282,780)	(4,457,473)	-	(71,740,253)
Machinery and equipment	(2,105,696)	(10,028)	-	(2,115,724)
Total accumulated depreciation	<u>(69,619,233)</u>	<u>(4,473,194)</u>	<u>-</u>	<u>(74,092,427)</u>
Total capital assets, being depreciated, net	<u>149,352,788</u>	<u>7,846,391</u>	<u>-</u>	<u>157,199,179</u>
<b>Business-type activities capital assets, net</b>	<u><u>\$ 154,134,781</u></u>	<u><u>\$ 7,846,391</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 161,981,172</u></u>

Depreciation expense was charged to functions/programs of the primary government as follows:

<b>Governmental activities:</b>	
General government	\$ 739,604
Community development	48,887
Police	428,969
Fire	476,286
Public works (includes depreciation on general infrastructure assets)	6,438,278
Parks and recreation	1,897,648
<b>Total depreciation expense-governmental activities</b>	<u><u>\$ 10,029,672</u></u>
<b>Business-type activities:</b>	
Water	\$ 2,404,308
Sewer	1,066,372
Storm	1,002,514
<b>Total depreciation expense-business-type activities</b>	<u><u>\$ 4,473,194</u></u>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 5 INTANGIBLE ASSETS**

South Valley Water Reclamation Facility (SVWRF) was created by an Interlocal Cooperative Agreement dated June 23, 1978 for the purpose of developing, acquiring, constructing, financing, maintaining and repairing, owning and operating a regional sewage and water treatment plant and related facilities located in the south part of Salt Lake County, Utah. On May 20, 2004, the Interlocal Agreement was amended for the purpose of converting SVWRF to a separate legal entity (a special district under State law rather than a joint administrative entity) and to clarify ownership status, facilitate transfers of ownership, and clarify capacity rights. The City has determined that this should be accounted for using the cost method, rather than the equity method.

During fiscal year 2012, SVWRF completed an expansion project increasing the operation from 38 MGD (Million Gallons per Day) to 50 MGD. The right to the capacity has been adjusted in accordance with the proportion of the expansion paid by the participating entity. Participation in plant expansion is not required.

The following entities have rights to the Facility's capacity as of December 31, 2016 as follows:

	<u>Percent</u>	<u>MGD</u>
South Valley Sewer District	32.40%	16.20
City of West Jordan	36.44%	18.22
Sandy Suburban Improvement District	17.32%	8.66
Midvalley Improvement District	7.68%	3.84
Midvale City Corporation	6.16%	3.08
Total	<u>100.00%</u>	<u>50.00</u>

Each entity appoints one member to the board, and voting power is not related to ownership. Therefore, each entity is equal to another for voting privileges. Each entity is billed its share of operating costs based on the entity's metered usage. The City paid operating costs of \$4,191,127 and capital contributions of \$0 to SVWRF for the fiscal year ended June 30, 2017. The City annually assesses whether an impairment of this intangible has occurred. Impairment would occur if SVWRF could not provide the capacity the City has a right to receive.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 6 LONG TERM DEBT**

Long-term obligations at June 30, 2017 consist of the following:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
<b>Governmental Activities:</b>					
Bonds payable:					
2005 RDA tax increment revenue bonds	\$ 1,230,000	\$ -	\$ (700,000)	\$ 530,000	\$ 530,000
2013 Sales tax revenue bonds	2,720,000	-	(310,000)	2,410,000	320,000
2015 Sales tax revenue bonds	5,930,000	-	(610,000)	5,320,000	625,000
2016 MBA lease revenue bonds	-	24,960,000	-	24,960,000	-
2008 Special assessment bonds	3,008,000	-	(302,000)	2,706,000	135,000
2014 General obligation refunding bonds	6,045,000	-	(625,000)	5,420,000	635,000
Plus: unamortized premiums	-	2,315,356	(61,392)	2,253,964	-
Less: unamortized discounts	(25,555)	-	6,269	(19,286)	-
<b>Total bonds payable</b>	<b>18,907,445</b>	<b>27,275,356</b>	<b>(2,602,123)</b>	<b>43,580,678</b>	<b>2,245,000</b>
Other liabilities:					
Capital leases	2,769,018	-	(698,895)	2,070,123	693,674
Contract payable	590,000	-	(140,000)	450,000	145,000
Compensated absences	6,885,813	458,656	(528,541)	6,815,928	3,123,736
<b>Total other liabilities</b>	<b>10,244,831</b>	<b>458,656</b>	<b>(1,367,436)</b>	<b>9,336,051</b>	<b>3,962,410</b>
<b>Total governmental activities long term liabilities</b>	<b>\$ 29,152,276</b>	<b>\$ 27,734,012</b>	<b>\$ (3,969,559)</b>	<b>\$ 52,916,729</b>	<b>\$ 6,207,410</b>
<b>Business-type Activities:</b>					
Bonds payable:					
2013 Water revenue bonds	\$ 5,065,000	\$ -	\$ (675,000)	\$ 4,390,000	\$ 690,000
2016 Storm drain revenue bonds	6,525,000	-	(585,000)	5,940,000	610,000
<b>Total bonds payable</b>	<b>11,590,000</b>	<b>-</b>	<b>(1,260,000)</b>	<b>10,330,000</b>	<b>1,300,000</b>
Other liabilities:					
Compensated absences	253,607	27,055	(31,933)	248,729	128,538
<b>Total business-type activities long term liabilities</b>	<b>\$ 11,843,607</b>	<b>\$ 27,055</b>	<b>\$ (1,291,933)</b>	<b>\$ 10,578,729</b>	<b>\$ 1,428,538</b>

**Governmental Activities:**

**2005 RDA Tax Increment Revenue Bonds**

The RDA issued 2005 tax increment revenue bonds in the amount of \$8,020,000 to pay for infrastructure and improvements in the redevelopment area. The bonds are due in annual installments of \$530,000 and \$700,000 through June of 2018; interest at 4.790% to 5.375%, to be repaid by taxes levied on property in one of the City's redevelopment areas.

	\$ 530,000
Less: Unamortized Discount	(9,164)
<b>Total 2005 RDA Tax Increment Revenue Bonds</b>	<b>520,836</b>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 6 LONG TERM DEBT (Continued)**

2013 Sales Tax Revenue Bonds

On December 20, 2013, the City issued \$3,335,000 in Sales Tax Revenue Bonds, Series 2013, which have a maturity date of April 15, 2024 with an interest rate of 2.290%. Currently the bond annual principal installments are due in payments of \$310,000 to \$370,000 beginning in October 2014 through April 2024, secured by the City's sales tax revenue. \$ 2,410,000

2015 Sales Tax Revenue Bonds

On April 15, 2015, the City issued \$6,530,000 in Sales Tax Revenue Bonds, Series 2015, which have a maturity date of October 15, 2024 with an interest rate of 2.05%. Currently the bond annual principal installments are due in payments of \$595,000 to \$715,000 beginning in October 2015 through October 2024, secured by the City's sales tax revenue. 5,320,000

2016 MBA Lease Revenue Bonds

On December 1, 2016, the MBA issued \$24,960,000 in Lease Revenue Bonds, Series 2016, to finance the construction of a new public works facility. Principal is due in annual installments beginning October 2018, interest at 3% to 5% due in semi-annual installments beginning April 2017. The final payment is due October 2038. The bonds are secured by lease payments between the MBA and the City. 24,960,000

Plus: Unamortized Premium 2,253,964

Total 2016 MBA Lease Revenue Bonds 27,213,964

2008 Special Assessment Bonds

On January 28, 2008, the City issued special assessment bonds in the amount of \$4,497,000 to finance infrastructure within the KraftMaid Special Assessment District (SID). Interest only payments at 4.45% are due in annual installments of \$200,117 beginning in June 2010 through June 2013. In 2014 and 2017 the city made early principal payments of \$1,489,000 and \$302,000, respectively. The bond annual principal installments are due in payments of \$135,000 to \$905,000, beginning in June 2018 through June 2022. The bonds are to be repaid by assessments levied on property within the KraftMaid SID. 2,706,000

Less: Unamortized Discount (10,122)

Total 2008 Special Assessment Bonds 2,695,878

2014 General Obligation Refunding Bonds

On February 6, 2014, the City issued \$7,260,000 in General Obligation Refunding Bonds, Series 2014, which have a maturity date of April 1, 2025 with interest rates between 0.85% to 3.30%, to refund \$7,240,000 of the outstanding Series 2016 General Obligation Refunding Bonds with interest rates of 3.70% to 4.00%. 5,420,000

Capital Leases

On May 31, 2013, the City entered into a lease agreement as lessee for financing the acquisition of a new sewer vacuum truck. The original amount of the lease was \$346,498. The terms of the lease require annual payments of \$53,045 through May 2019, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 2.37%. 102,435

**CITY OF WEST JORDAN  
NOTES TO FINANCIAL STATEMENTS (Continued)  
JUNE 30, 2017**

**NOTE 6 LONG TERM DEBT (Continued)**

On May 1, 2012, the City entered into a lease agreement as lessee for financing the acquisition of two new fire engines in the amount of \$1,279,552. The terms of the lease require annual payments of \$192,543 through May 2018, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 1.77%. \$ 189,198

In February 2014, the City entered into a lease agreement as lessee for financing the acquisition of six new trucks in the amount of \$1,125,000. The terms of the lease require annual payments of \$168,760 through February 2020, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 1.66%. 489,925

On July 15, 2014, the City entered into a lease agreement as lessee for financing the acquisition of commercial lawn mowers in the amount of \$135,000. The terms of the lease require one annual payment between \$34,608 and \$32,901 through July of 2017, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 1.7%. 34,030

On December 15, 2014, the City entered into a lease agreement as lessee for financing the acquisition of three utility vehicles in the amount of \$619,000. The terms of the lease require one annual payment, between \$93,741 and 83,288 through December 2020, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 1.99%. 357,026

On December 3, 2015, the City entered into a lease agreement as lessee for financing the acquisition of two utility vehicles, two bobtail trucks and two dump trucks in the amount of \$1,256,991. The terms of the lease require one annual payment, between \$172,567 and \$190,248 through December 2021, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 1.97%. 897,509

Total Capital Leases - Governmental Activities 2,070,123

Contract Payable

The City borrowed \$2,090,000 from HUD to finance the construction of a senior center. The contract payable is due to HUD in annual principal installments of \$65,000 to \$155,000 through August of 2019; interest at 7.5% to 7.9%. 450,000

**Business-type activities:**

2013 Water Revenue Bonds

On November 19, 2013, the City issued \$6,045,000 in Water Revenue Bonds, which have a maturity date of June 1, 2023, at an interest rate of 2.2%. The series 2013 bonds were issued to finance water system improvements throughout the City. Secured by revenue from the water fund. 4,390,000

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 6 LONG TERM DEBT (Continued)**

2016 Storm Drain Revenue Bonds

On January 26, 2016, the City issued \$6,525,000 in Storm Drain Revenue Bonds, which have a maturity date of September 1, 2026, at an interest rate of 1.93%. The series 2016 bonds were issued to finance storm drain system improvements throughout the City. Secured by revenue from the storm drain fund.

\$ 5,940,000

As of June 30, 2017, annual debt service requirements to maturity are as follows:

Year Ending June 30,	Governmental Activities - Revenue Bonds					
	2005 RDA Tax Increment		2013 Sales Tax		2015 Sales Tax	
	Principal	Interest	Principal	Interest	Principal	Interest
2018	\$ 530,000	\$ 28,488	\$ 320,000	\$ 51,525	\$ 625,000	\$ 93,140
2019	-	-	325,000	44,140	635,000	81,422
2020	-	-	335,000	36,583	645,000	69,518
2021	-	-	345,000	28,797	660,000	57,381
2022	-	-	355,000	20,782	675,000	44,966
2023-2027	-	-	730,000	16,832	2,080,000	58,497
Total	530,000	\$ 28,488	\$ 2,410,000	\$ 198,658	\$ 5,320,000	\$ 404,922
Less: unamortized discount	(9,164)					
Total	\$ 520,836					

Year Ending June 30,	Governmental Activities - Revenue Bonds			Governmental Activities - Bonds		
	2016 MBA Lease		2008 Special Assessment		2014 General Obligation Refunding	
	Principal	Interest	Principal	Interest	Principal	Interest
2018	\$ -	\$ 1,141,950	\$ 135,000	\$ 120,417	\$ 635,000	\$ 119,968
2019	720,000	1,131,150	755,000	114,410	645,000	111,396
2020	745,000	1,105,450	815,000	80,812	655,000	101,721
2021	775,000	1,075,050	905,000	44,545	670,000	90,258
2022	805,000	1,043,450	96,000	4,272	680,000	76,858
2023-2027	4,670,000	4,576,250	-	-	2,135,000	129,831
2028-2032	6,010,000	3,248,000	-	-	-	-
2033-2037	7,680,000	1,575,025	-	-	-	-
2038-2039	3,555,000	143,700	-	-	-	-
Total	24,960,000	\$ 15,040,025	2,706,000	\$ 364,455	\$ 5,420,000	\$ 630,031
Less: unamortized discount	-		(10,122)			
Plus: unamortized premium	2,253,964		-			
Total	\$ 27,213,964		\$ 2,695,878			

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 6 LONG TERM DEBT (Continued)**

Year Ending June 30,	Governmental Activities - Contract Payable		Business-type Activities - Revenue Bonds			
	Principal	Interest	2013 Water		2016 Storm Drain	
			Principal	Interest	Principal	Interest
2018	\$ 145,000	\$ 11,905	\$ 690,000	\$ 96,580	\$ 610,000	\$ 114,642
2019	150,000	7,455	710,000	81,400	625,000	102,869
2020	155,000	2,558	725,000	65,780	635,000	90,807
2021	-	-	740,000	49,830	645,000	78,551
2022	-	-	755,000	33,550	660,000	66,103
2023-2027	-	-	770,000	16,940	2,765,000	134,714
Total	\$ 450,000	\$ 21,917	\$ 4,390,000	\$ 344,080	\$ 5,940,000	\$ 587,685

**NOTE 7 CAPITAL LEASES**

The City has entered into certain capital lease agreements under which the related equipment will become the property of the City when the terms of the lease agreement are met. The following is a schedule by year of future minimum lease payments as of June 30, 2017.

Year Ending June 30,	Governmental Activities
2018	732,945
2019	505,794
2020	452,749
2021	283,989
2022	190,248
Total minimum lease payments	2,165,725
Less: Amount representing interest	(95,603)
Present value of net minimum lease payments	\$ 2,070,123

Equipment and related accumulated depreciation under capital leases are as follows:

Cost of equipment	\$ 4,909,787
Accumulated depreciation	(2,261,478)
	\$ 2,648,308

**NOTE 8 DEFERRED INFLOWS OF RESOURCES**

Unavailable Property Taxes

In conjunction with the implementation of GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions" the City has accrued a property tax receivable and a deferred inflow of resources for unavailable property tax revenue in the General Fund, Redevelopment Agency, Capital Support, and Fairway Estates in the amounts of \$11,980,614, \$636,345, \$758,718, and \$10,103 respectively.



**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 8 DEFERRED INFLOWS OF RESOURCES (Continued)**

Property taxes in the governmental funds are recorded using the modified accrual basis of accounting, wherein revenues are recognized when they are both measurable and available (expected to be received within 60 days). Property taxes attach as an enforceable lien on property as of the first day of January. Taxes are levied on October 1, and then are due and payable at November 30. Since the property tax to be levied on October 1, 2017 is not expected to be received within 60 days after the year ended June 30, 2017, the City is required to record a receivable and a deferred inflow of resource of the estimated amount of the total property tax to be levied on October 1, 2017.

Unavailable Ambulance Revenue

Ambulance revenue in the governmental fund is recorded using the modified accrual basis of accounting, wherein revenues are recognized when they are both measurable and available (expected to be received within 60 days). A portion of the ambulance receivable at June 30, 2017 was not received within 60 days therefore the City is required to record a receivable and a deferred inflow of resources of \$367,607.

**NOTE 9 PLEDGED REVENUES**

A tax increment bond and a special assessment bond have been issued to finance infrastructure within the KraftMaid Special Improvement District. The bonds are payable solely from the incremental property tax generated by the increased property tax in the district. Incremental property taxes were projected to produce 140% of the debt service requirements over the life of the bonds. The first bond was issued through the redevelopment agency in 2005 in the amount of \$8,020,000. The principal and interest remaining on the bonds is \$558,488, payable through fiscal year 2018. For the current year, principal and interest paid was \$700,000 and \$65,938, respectively. The second bond was issued in 2008 through the KraftMaid SID in the amount of \$4,497,000. The principal and interest remaining on the bonds is \$3,070,455, payable through fiscal year 2022. In the current year, principal and interest paid was \$302,000 and \$133,856, respectively. Total incremental property tax revenues were \$1,373,123.

**NOTE 10 RECEIVABLES**

**A. Accounts Receivable**

Receivables as of June 30, 2017 for the government's individual major funds, nonmajor funds, proprietary funds, and internal service funds, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Redevelopment Agency</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Receivables				
Accounts	\$ 1,527,495	\$ -	\$ 3,553	\$ 1,531,048
Taxes	17,238,609	636,345	769,082	18,644,036
Loans	-	-	689,081	689,081
Gross Receivables	18,766,104	636,345	1,461,716	20,864,165
Less: allowance for uncollectibles	(625,925)	-	-	(625,925)
Net total receivables	<u>\$ 18,140,179</u>	<u>\$ 636,345</u>	<u>\$ 1,461,716</u>	<u>\$ 20,238,240</u>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 10 RECEIVABLES (Continued)**

	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Storm Water</u>	<u>Streetlight</u>	<u>Total Enterprise Funds</u>
Receivables						
Accounts	\$ 3,591,447	\$ 1,129,086	\$ 637,062	\$ 431,366	\$ 74,859	\$ 5,863,820
Less: allowance for uncollectibles	<u>(74,054)</u>	<u>(2,994)</u>	<u>(7,600)</u>	<u>(3,485)</u>	<u>(840)</u>	<u>(88,973)</u>
Net total receivables	<u>\$ 3,517,393</u>	<u>\$ 1,126,092</u>	<u>\$ 629,462</u>	<u>\$ 427,881</u>	<u>\$ 74,019</u>	<u>\$ 5,774,847</u>

**B. Loans Receivable**

Loans receivable consist of rehabilitation loans and down payment assistance loans made with Federal grant monies. These loans bear interest at rates ranging from 0% to 6.61%, depending on the borrower's income level and family size. Certain loans are received in monthly or annual installments; others are due upon the sale or transfer of ownership of the related property. At June 30, 2017, the outstanding balance of the loans is \$689,081.

**NOTE 11 RETIREMENT PLANS**

Plan Description

Eligible plan participants are provided with pensions through the Utah Retirement Systems. The Utah Retirement Systems are comprised of the following Pension Trust Funds:

**Defined Benefit Plans**

- Public Employees Noncontributory Retirement System (Noncontributory System);
- Public Employees Contributory Retirement System (Contributory System);
- Firefighters Retirement System (Firefighters System); Are multiple employer, cost sharing, retirement systems.
- Public Safety Retirement System (Public Safety System) is a mixed agent and cost-sharing; multiple-employer public employee retirement system;
- Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System) is a multiple employer cost sharing, public employee retirement system;
- Tier 2 Public Safety and Firefighter Contributory Retirement system (Tier 2 Public Safety and Firefighters 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.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 11 RETIREMENT PLANS (Continued)**

Benefits Provided

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

**Summary of Benefits by System**

<b>System</b>	<b>Final Average Salary</b>	<b>Years of service required and/or age eligible for benefit</b>	<b>Benefit percentage per year of service</b>	<b>COLA**</b>
Noncontributory System	Highest 3 Years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	2.0% per year all years	Up to 4%
Contributory System	Highest 5 Years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	1.25% per year to June 1975; 2.00% per year July 1975 to present	Up to 4%
Public Safety System	Highest 3 Years	20 years any age 10 years age 60 4 years age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 2.5% or 4% depending upon employer
Firefighters System	Highest 3 Years	20 years any age 10 years age 60 4 years age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 4%
Tier 2 Public Employees System	Highest 5 Years	35 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.50% per year all years	Up to 2.5%
Tier 2 Public Safety and Firefighter System	Highest 5 Years	25 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%

\* *with actuarial reductions*

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

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 11 RETIREMENT PLANS (Continued)**

Contributions

As a condition of participation in the Systems, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the 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 as of June 30, 2017 are as follows:

<b>Utah Retirement Systems</b>	<b>Employee</b>	<b>Employer</b>	<b>Employer 401(k)</b>
<b>Contributory System:</b>			
11 Local Government Div - Tier 1	6.00%	14.46%	N/A
111 Local Government Div - Tier 2	N/A	14.91%	1.78%
<b>Noncontributory System</b>			
15 Local Government Div - Tier 1	N/A	18.47%	N/A
<b>Public Safety System</b>			
<b>Contributory</b>			
122 Tier 2 DB Hybrid Public Safety	N/A	20.39%	1.33%
<b>Noncontributory</b>			
49 Other Div B with 2.5% COLA	N/A	32.20%	N/A
<b>Firefighters Retirement System</b>			
32 Other Division B	16.71%	6.66%	N/A
132 Tier 2 DB Hybrid Firefighters	N/A	10.75%	1.33%
<b>Tier 2 DC Only</b>			
211 Local Government	N/A	6.69%	10.00%
222 Public Safety	N/A	9.72%	12.00%
232 Firefighters	N/A	0.08%	12.00%

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

For fiscal year ended June 30, 2017, the employer and employee contributions to the Systems were as follows:

<b>System</b>	<b>Employer Contributions</b>	<b>Employee Contributions</b>
Noncontributory System	\$ 1,883,503	N/A
Contributory System	8,864	\$ 3,678
Public Safety System	1,907,382	-
Firefighters System	320,243	367,848
Tier 2 Public Employees System	442,470	-
Tier 2 Public Safety and Firefighter	231,630	-
Tier 2 DC Only System	33,012	N/A
Tier 2 DC Public Safety and Firefighter System	22,731	N/A
<b>Total Contributions</b>	<b>\$ 4,849,835</b>	<b>\$ 371,526</b>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 11 RETIREMENT PLANS (Continued)**

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.

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

At June 30, 2017, we reported a net pension asset of \$13,613 and a net pension liability of \$14,594,167.

	<u>(Measurement Date): December 31, 2016</u>			<b>Proportionate Share December 31, 2015</b>	<b>Change (Decrease)</b>
	<b>Net Pension Asset</b>	<b>Net Pension Liability</b>	<b>Proportionate Share</b>		
Noncontributory System	\$ -	\$ 7,782,348	1.2119729%	1.2273040%	-0.0153311%
Contributory	-	92,702	0.2825332%	0.4138862%	-0.1313530%
Public Safety System	-	5,865,818	9.4109506%	9.0737310%	0.3372196%
Firefighters System	-	820,411	5.5464135%	5.4646755%	0.0817380%
Tier 2 Public Employees System	-	32,888	0.2948270%	0.2704988%	0.0243282%
Tier 2 Public Safety and Firefighter	13,613	-	1.5682947%	2.0154316%	-0.4471369%
	<u>\$ 13,613</u>	<u>\$ 14,594,167</u>			

The net pension asset and liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2016 and rolled-forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the employer's actual contributions to the Systems during the plan year over the total of all employer contributions to the System during the plan year.

For the year ended June 30, 2017, we recognized pension expense of \$4,882,497.

At June 30, 2017 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 2,074,479	\$ 1,186,165
Changes in assumptions	3,200,697	1,060,820
Net difference between projected and actual earnings on pension plan investments	4,600,817	1,356,008
Changes in proportion and differences between contributions and proportionate share of contributions	519,875	62,596
Contributions subsequent to the measurement date	2,420,033	-
	<u>\$ 12,815,901</u>	<u>\$ 3,665,589</u>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 11 RETIREMENT PLANS (Continued)**

\$2,420,033 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, 2016.

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:

<b>Year ended December 31,</b>	<b>Net Deferred Outflows (Inflows) of Resources</b>
2017	\$ 1,954,865
2018	1,960,801
2019	2,043,025
2020	386,399
2021	346,567
Thereafter	38,618
	\$ 6,730,275

Actuarial Assumptions

The total pension liability in the December 31, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 Percent
Salary increases	3.35 – 10.35 percent, average, including inflation
Investment rate of return	7.20 percent, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the January 1, 2016, valuation were based on the results of an actuarial experience study for the five year period ending December 31, 2013.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class 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.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 11 RETIREMENT PLANS (Continued)**

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Expected Return Arithmetic Basis</u>		
	<u>Target Asset Allocation</u>	<u>Real Return Arithmetic Basis</u>	<u>Long Term expected portfolio real rate of return</u>
Equity securities	40%	7.06%	2.82%
Debt securities	20%	0.80%	0.16%
Real assets	13%	5.10%	0.66%
Private equity	9%	11.30%	1.02%
Absolute return	18%	3.15%	0.57%
Cash and cash equivalents	0%	0.00%	0.00%
<b>Totals</b>	<b>100%</b>		<b>5.23%</b>
	<u>Inflation</u>		<u>2.60%</u>
	<u>Expected arithmetic nominal return</u>		<u>7.83%</u>

The 7.20% assumed investment rate of return is comprised of an inflation rate of 2.60%, a real return of 4.60% that is net of investment expense.

Discount rate

The discount rate used to measure the total pension liability was 7.20 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. The discount rate was reduced to 7.20 percent from 7.50 percent from the prior measurement period.

Sensitivity of the Proportionate Share of the Net Pension Asset and Liability to Changes in the Discount Rate

The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.20 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

<u>System</u>	<u>1% Decrease (6.20%)</u>	<u>Discount Rate (7.20%)</u>	<u>1% Increase (8.20%)</u>
Noncontributory System	\$ 16,119,883	\$ 7,782,349	\$ 825,134
Contributory System	223,166	92,702	(17,200)
Public Safety System	12,155,492	5,865,818	725,759
Firefighters System	7,830,284	820,411	(4,961,934)
Tier 2 Public Employees System	223,856	32,888	(112,391)
Tier 2 Public Safety and Firefighter	95,246	(13,614)	(97,270)
<b>Total</b>	<b>\$ 36,647,927</b>	<b>\$ 14,580,554</b>	<b>\$ (3,637,902)</b>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 11 RETIREMENT PLANS (Continued)**

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 Contributions 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.

City of West Jordan participates in the following Defined Contribution Savings Plans with Utah Retirement Systems:

- 401(k) Plan
- 457(b) Plan
- HRA Plan

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

	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b><i>401(k) Plan</i></b>			
Employer Contributions	\$ 275,388	\$ 138,634	\$ 77,353
Employee Contributions	8,895	6,345	6,505
<b><i>457 Plan</i></b>			
Employer Contributions	\$ 73,318	\$ 59,777	\$ 53,065
Employee Contributions	27,574	24,408	17,669
<b><i>HRA Plan</i></b>			
Employer Contributions	\$ -	\$ -	\$ 2,097
Employee Contributions	N/A	N/A	N/A

**NOTE 12 DEFERRED COMPENSATION PLAN**

The City offers its employees a deferred compensation plan (the plan) through ICMA Retirement Corporation or through the Utah State Retirement System (USRS) created in accordance with Internal Revenue Code (IRC) Section 457. The ICMA plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in this plan is optional. The USRS plan is only available to part-time employees on a noncontributory basis. Both investment plans are managed by the plans' trustee under one of four investment options or a combination thereof. The choice of investment options are made by the participants. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. These investments are within the legal provisions of the State of Utah.

Defined Contribution Money Purchase Plan

The City also participates in insured, contributory defined contribution retirement plans administered by ICMA Retirement Corporation. Under the plan, the City contributes amounts from 0% to 32.2% depending upon the defined contribution system to which each employee class belongs. Employees are classified as follows: Management, General Employees, Police, and Fire.



**CITY OF WEST JORDAN  
NOTES TO FINANCIAL STATEMENTS (Continued)  
JUNE 30, 2017**

**NOTE 12 DEFERRED COMPENSATION PLAN (Continued)**

An employee is vested immediately with the first contribution to ICMA Retirement Corporation. Contributions to the plan were authorized by Council resolution. The plan was established by, and can be amended by City Council. No other federal or state laws obligate the City to participate in this plan. The program is pursuant to section 401(A) and 401(C) the Internal Revenue Service Code. Withdrawals of monies, per federal law are subject to a mandatory withdrawal penalty in the amount of 10% unless the employee has attained the age of 59 1/2. Most of the City's full-time employees participate in the ICMA Retirement Corporation.

Sick Leave Conversions

At retirement employees may choose to participate in the City's health insurance programs at their own cost. Qualified employees may convert their sick leave balance, upon leaving City employment, to pay for continued medical and dental insurance premiums. To qualify for the City's sick leave conversion benefit, an employee must be a full-time employee with at least ten (10) years of service with the City or five (5) years of service with the City at age 60 to be considered a retired employee with the City of West Jordan.

The percentage of convertible sick leave hours varies based on the retiree's years of service, as follows: employees with 5 to 9 years of service are eligible to convert 40% of their sick leave hours; employees with 10 to 14 years of service are eligible to convert 50% of their sick leave hours; employees with 15 to 19 years of service are eligible to convert 60% of their sick leave hours; employees with 20 or more years of service are eligible to convert 70% of their sick leave hours. The City's regular health and dental care benefit providers underwrite the retiree's policies and 100% of the cost is the responsibility of the retiree. As of year-end, there were 14 employees participating in this program.

In the governmental funds, the liability for sick leave conversion is reported only if they have matured, (i.e., unused sick leave has been converted to pay a health insurance premium for a retired employee). These conversion costs are typically liquidated through the General Fund. The noncurrent portion of these amounts for government funds is recognized within the government-wide statements. A liability for the sick leave conversion has been accrued in the amount of \$2,454,323 for the governmental funds, and \$107,960 in the proprietary funds, for a total accrual amount of \$2,562,283.

**NOTE 13 REDEVELOPMENT AGENCY**

Tax increment money was generated by the following project areas within the Redevelopment Agency:

Oracle Data Center	\$ 1,359,868
1700 West 6600-7000 South	308,062
1300-1600 West 7800 South	113,641
3200-3600 West 8600 South	7,520
1300-1700 West 9000 South	328,773
Independence Square Area	280,459
Briarwood	9,045
Kraftmaid	<u>1,373,123</u>
Total	<u>\$ 3,780,491</u>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 13 REDEVELOPMENT AGENCY (Continued)**

During the year, the RDA expended monies in the categories below as follows:

Administration Costs	\$	899,273
Interest		67,887
Principal		<u>700,000</u>
<b>Total</b>	<b>\$</b>	<b><u>1,667,160</u></b>

Outstanding loans to finance RDA projects as of June 30, 2017:

Tax increment revenue bonds 2005	\$	530,000
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**NOTE 14 INTERFUND TRANSFERS IN/TRANSFERS OUT**

Interfund transfers during the year ended June 30, 2017 were as follows:

	<b>Transfers In</b>				<b>Total Transfers Out</b>
	<b>Road Capital Improvement</b>	<b>Other Governmental</b>	<b>Streetlight</b>	<b>Internal Service</b>	
<b>Transfers Out</b>					
General	\$ 4,039,131	\$ 300,000	\$ 55,000	\$ -	\$ 4,394,131
Redevelopment agency	-	201,617	-	-	201,617
Water	-	-	-	25,000	25,000
Sewer	-	-	-	25,000	25,000
<b>Total Transfers In</b>	<b>\$ 4,039,131</b>	<b>\$ 501,617</b>	<b>\$ 55,000</b>	<b>\$ 50,000</b>	<b>\$ 4,645,748</b>

The purpose of transfers is to redistribute unrestricted cash to various funds for construction of capital assets or debt service payments. In the entity-wide statements, transfers within governmental activities and business-type activities are eliminated.

**NOTE 15 RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts such as theft; damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains a self-insurance fund to finance its risk of loss uncovered by commercial insurance. The City has insurance policies to cover its major assets, general liability and workers compensation. The City is also self-insured for unemployment.

The City has purchased commercial insurance for workers compensation, property damage to its buildings and damage to its heavy equipment, large fire apparatuses, street sweepers, and sewer trucks. The amounts of settlements for these categories have not exceeded insurance coverage for any of the past three fiscal years. All other City vehicles are not covered for property damage.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 16 INVESTMENT IN JOINT VENTURE**

The City of West Jordan has a 21.19% ownership in the Trans-Jordan Cities Landfill (Trans-Jordan) that is accounted for by the equity method. The primary purpose of the Trans-Jordan is the operation, maintenance, and control of a refuse dumping site situated east of Bingham Canyon in Salt Lake County. Residents and businesses from all member cities and Salt Lake County can use the facility by paying a tipping fee for each refuse load. Trans-Jordan is also used for the disposal of weekly garbage pickups of the cities in Trans-Jordan for which an assessment is charged. In addition to West Jordan, the Trans-Jordan Landfill is owned by the cities of Draper, Midvale, Murray, Riverton, Sandy, and South Jordan that have ownership interests of 10.27%, 5.18%, 8.27%, 11.18%, 29.60%, and 14.31% respectively. The complete financial statements for the Trans-Jordan Landfill for the year ended June 30, 2017 can be obtained from the Trans-Jordan Landfill at 10873 South 7200 West, South Jordan, Utah 84095.

Summary financial information for the Trans-Jordan joint venture at June 30, 2017, and for the year then ended is as follows:

	<u>Trans-Jordan</u>	<u>WJC %</u>
Total Assets	\$ 27,273,209	\$ 5,779,193
Total Liabilities	4,905,463	1,039,468
Total Fund Equity	<u>\$ 22,367,746</u>	<u>\$ 4,739,725</u>
Total Revenues	\$ 8,742,821	1,852,604
Total Expenses	<u>9,183,549</u>	<u>1,945,994</u>
Net Loss Before Contributions	(440,728)	(93,390)
Contributions From Members	<u>-</u>	<u>-</u>
Changes in Net Assets	<u>\$ (440,728)</u>	<u>\$ (93,390)</u>

**NOTE 17 CONDUIT DEBT**

The City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2017, there were three series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the series could not be determined. However, their original issue amounts totaled \$34,072,500.

**NOTE 18 SUBSEQUENT EVENTS**

On August 9, 2017 the Water Fund issued revenue bonds in the amount of \$10,025,000 to finance the acquisition, construction, and completion of improvements to the water system of the City. Principal payments for the bonds are due in annual installments of \$945,000 to \$1,100,000 beginning in 2018 through 2027; interest at 2.25%, secured by water revenue; and to be repaid by the City.

On November 20, 2017, the Redevelopment Agency of the City of West Jordan purchased land and a building for \$12,000,000. The RDA plans to issue bonds in an amount not to exceed \$7,000,000. The bonds will be due in annual installments beginning in 2018 through 2037, interest at a rate not to exceed 12%, with an initial rate not to exceed 6%, and secured by the land and building.

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 19 COMMITMENTS & CONTINGENCIES**

**A. Litigation**

The City is a defendant in a number of lawsuits that have arisen in the normal course of operations. It is not possible to state the ultimate liability, if any, in these matters. However, the City Attorney, after consultation with the City Council, intends to vigorously defend the City's position and is of the opinion that the ultimate resolution of these matters will not have a material adverse effect on the basic financial statements of the City.

**B. Open Contracts**

At year end, the City had open contracts. Work that has been completed, but not yet paid for, is reflected as accounts payable and construction work in progress. The unpaid balance on open contracts for work that has been contracted, but not completed as of year-end, totals \$43,910,448. See detail of open construction contracts in the table below:

<b>Fund</b>	<b>Open Contracts</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
General fund	\$ 34,133	\$ -	\$ 34,133
Municipal Building Authority	23,030,975	-	23,030,975
Road capital	5,589,196	-	5,589,196
Nonmajor	2,811,261	-	2,811,261
Water	-	3,993,374	3,993,374
Sewer	-	3,198,404	3,198,404
Storm water	-	5,253,105	5,253,105
<b>Total</b>	<b>\$ 31,465,565</b>	<b>\$ 12,444,883</b>	<b>\$ 43,910,448</b>

**C. Developer Reimbursements**

The City routinely enters into agreements with developers to reimburse costs of installing public improvements constructed within the City. Terms of the agreement require the City to repay the developers' costs when sufficient impact fee revenues are collected. The impact fees collected must be in excess of funds needed for current projects, before repayment to the developers is required. If sufficient impact fee revenues are not received, the City has no obligation to repay the costs. As of year-end, the City has unpaid developer reimbursement agreements in the amount of \$3,516,244. See detail of developer reimbursements in the table below:

<b>Fund</b>	<b>Developer Reimbursements</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Road capital	\$ 2,255,296	\$ -	\$ 2,255,296
Storm water	-	918,981	918,981
Water	-	276,582	276,582
Sewer	-	65,385	65,385
<b>Total</b>	<b>\$ 2,255,296</b>	<b>\$ 1,260,948</b>	<b>\$ 3,516,244</b>

**CITY OF WEST JORDAN**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**JUNE 30, 2017**

**NOTE 19 COMMITMENTS & CONTINGENCIES (Continued)**

**D. Related Party Debt**

The City is party to an interlocal agreement with South Valley Water Reclamation Facility (SVWRF). SVWRF expanded plant operations from 38 MGD (Million Gallons per Day) to 50 MGD. The cost of plant expansion has been partially funded with debt.

Following is a schedule of the City's estimated share of expansion costs and related debt service Payment:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2018	\$ 695,000	\$ 643,031
2019	720,000	614,250
2020	750,000	579,750
2021	785,000	541,375
2022	830,000	501,000
2023 - 2027	4,810,000	1,824,500
2028 - 2032	4,795,000	493,625
	<u>\$ 13,385,000</u>	<u>\$ 5,197,531</u>

**NOTE 20 PRIOR PERIOD ADJUSTMENTS**

Deposit in Transit

Subsequent to June 30, 2016, the City realized a deposit in transit was not recorded in the Storm Water Fund as of June 30, 2016. The net effect of this accounting required a prior period adjustment increasing net position to proprietary-type activities by \$200,000.

The proprietary-type increase of \$200,000 is only in the Storm Water Fund.

Change of Accounting Method

Management determined that loans receivable in the Nonmajor Governmental Funds do not require an offsetting liability nor does the grant revenue related to the loans require to be matched with expenditures. The offset of the loans receivable has been moved to nonspendable fund balance. The net effect of this accounting required a prior period adjustment increasing net position to governmental-type activities by \$655,547.

The governmental-type increase of \$655,547 is only in the Nonmajor Governmental Funds.

**REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF WEST JORDAN**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**December 31, 2016**  
**Last 10 Fiscal Years \***

<b>For the year ended December 31,</b>	<b>Proportion of the net pension liability (asset)</b>	<b>Proportionate share of the net pension liability (asset)</b>	<b>Covered Payroll</b>	<b>Proportionate share of the net pension liability (asset) as a percentage of its covered- employee payroll</b>	<b>Plan fiduciary net position as a percentage of its covered- employee payroll</b>
<b>Noncontributory Retirement System</b>					
2016	1.2119729%	\$ 7,782,349	\$ 10,382,002	74.96%	87.30%
2015	1.2273040%	6,944,683	10,412,970	66.69%	87.80%
2014	1.1701100%	5,080,893	10,037,607	50.60%	90.20%
<b>Contributory System</b>					
2016	0.2825332%	\$ 92,702	\$ 67,790	136.75%	92.90%
2015	0.4138862%	290,902	176,350	164.96%	85.70%
2014	0.3240027%	93,456	173,319	53.90%	94.00%
<b>Public Safety System</b>					
2016	9.4109506%	\$ 5,865,818	\$ 6,036,397	97.17%	86.10%
2015	9.0737310%	4,427,539	5,659,403	78.23%	87.60%
2014	8.2965555%	3,280,729	5,135,804	63.90%	89.00%
<b>Firefighters Retirement System</b>					
2016	5.5464135%	\$ 820,411	\$ 5,225,937	15.70%	98.40%
2015	5.4646755%	929,860	5,024,250	18.51%	98.10%
2014	4.9048915%	(539,772)	4,487,493	-12.00%	101.30%
<b>Tier 2 Public Employees Retirement System</b>					
2016	0.2948270%	\$ 32,888	\$ 2,417,827	1.36%	95.10%
2015	0.2704988%	(590)	1,747,810	-0.03%	100.20%
2014	0.2024813%	(6,136)	994,300	-0.06%	103.50%
<b>Tier 2 Public Safety and Firefighters Retirement</b>					
2016	1.5682947%	\$ (13,614)	\$ 1,295,752	-1.05%	103.60%
2015	2.0154316%	(29,446)	1,199,072	-2.46%	110.70%
2014	2.0681995%	(30,595)	855,275	-3.60%	120.50%

*\*The 10-year schedule will be built prospectively. The schedule above is only for the years listed.*

**CITY OF WEST JORDAN**  
**SCHEDULE OF CONTRIBUTIONS**  
**June 30, 2017**  
**Last 10 Fiscal Years \***

As of fiscal year ended June 30,	Actuarial Determined Contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered employee payroll
<b>Noncontributory System</b>					
2017	\$ 1,883,503	\$ 1,883,503	\$ -	\$ 10,386,083	18.13%
2016	1,895,144	1,895,144	-	10,456,544	18.12%
2015	1,849,992	1,849,992	-	10,195,584	18.15%
2014	1,688,521	1,688,521	-	9,915,750	17.03%
<b>Contributory System</b>					
2017	\$ 8,864	\$ 8,864	\$ -	\$ 61,298	14.46%
2016	18,197	18,197	-	123,358	14.75%
2015	25,231	25,231	-	174,485	14.46%
2014	22,708	22,708	-	170,991	13.28%
<b>Public Safety System</b>					
2017	\$ 1,907,382	\$ 1,907,382	\$ -	\$ 5,992,379	31.83%
2016	1,871,960	1,871,960	-	5,885,461	31.81%
2015	1,685,006	1,685,006	-	5,322,889	31.66%
2014	1,613,136	1,613,136	-	5,149,019	31.33%
<b>Firefighters System</b>					
2017	\$ 320,243	\$ 320,243	\$ -	\$ 5,165,166	6.20%
2016	318,364	318,364	-	5,133,223	6.20%
2015	299,046	299,046	-	4,707,165	6.35%
2014	177,099	177,099	-	4,766,632	3.72%
<b>Tier 2 Public Employees System*</b>					
2017	\$ 442,470	\$ 442,470	\$ -	\$ 2,976,227	14.87%
2016	315,373	315,373	-	2,116,383	14.90%
2015	210,262	210,262	-	1,398,883	15.03%
2014	115,448	115,448	-	825,825	13.98%
<b>Tier 2 Public Safety and Firefighter System*</b>					
2017	\$ 231,630	\$ 231,630	\$ -	\$ 1,424,489	16.26%
2016	197,640	197,640	-	1,210,354	16.33%
2015	180,387	180,387	-	1,082,932	16.66%
2014	112,573	112,573	-	667,638	16.86%
<b>Tier 2 Public Employees DC Only System*</b>					
2017	\$ 33,012	\$ 33,012	\$ -	\$ 479,860	6.88%
2016	24,459	24,459	-	314,525	7.78%
2015	14,185	14,185	-	168,086	8.44%
2014	9,127	9,127	-	141,643	6.44%
<b>Tier 2 Public Safety and Firefighter DC Only System*</b>					
2017	\$ 22,731	\$ 22,731	\$ -	\$ 284,258	8.00%
2016	20,314	20,314	-	256,941	7.91%
2015	16,194	16,194	-	201,646	8.03%
2014	11,877	11,877	-	139,202	8.53%

*\*Contributions in Tier 2 include an amortization rate to help fund the unfunded liabilities in the Tier 1 Systems. Tier 2 Systems were created effective July 1, 2011.*

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



**CITY OF WEST JORDAN**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**UTAH RETIREMENT SYSTEMS**  
**JUNE 30, 2017**

Changes of Assumptions

The following assumption changes were adopted January 1, 2016. The assumed investment return assumption was decreased from 7.50% to 7.20% and the assumed inflation rate was decreased from 2.75% to 2.60%. With the decrease in the assumed rate of inflation, both the payroll growth and wage inflation assumptions were decreased by 0.15% from the prior year's assumption.

**SUPPLEMENTARY INFORMATION**

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

### Combining Financial Statements – Nonmajor Governmental Funds

#### **Special Revenue Funds**

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Fairway Estates Special Service District – This fund is used to develop and maintain recreation areas within the Fairway Estates subdivision.

Highland Special Improvement District – This fund is used to support ongoing maintenance of the higher level of public improvements contemplated in the Highlands Master Development area.

KraftMaid Special Improvement District – This fund is used to account for the collection of revenue to service debt related to the KraftMaid business development.

#### **Capital Projects Funds**

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

Capital Support Fund – This fund is used to account for the construction of buildings and other improvements.

Park Capital Improvement Fund – This fund is used for the acquisition or construction of major park capital facilities.

Building Capital Improvement Fund – This fund is used to account for impact fee revenue and to construct buildings or major building improvements.

Community Development Block Grant – This fund is used to account for programs funded by Community Development Block Grant funds.

**CITY OF WEST JORDAN  
COMBINING BALANCE SHEET – NONMAJOR  
GOVERNMENTAL FUNDS  
June 30, 2017**

	<u>Special Revenue Funds</u>			
	<u>Fairway Estates</u>	<u>Highland SID</u>	<u>Kraftmaid SID</u>	<u>Total</u>
<b>Assets</b>				
Cash and cash equivalents	\$ 43,115	\$ 12,864	\$ 321,339	\$ 377,318
Accounts receivable - net	-	3,553	-	3,553
Taxes receivable	10,364	-	-	10,364
Loans receivable	-	-	-	-
Due from other governments	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	-	1,417	1,417
<b>Total Assets</b>	<u>\$ 53,479</u>	<u>\$ 16,417</u>	<u>\$ 322,756</u>	<u>\$ 392,652</u>
<b>Liabilities, Deferred Inflows of Resources and Net Position</b>				
<b>Liabilities</b>				
Accounts payable	\$ 22	\$ 1,656	\$ -	\$ 1,678
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Liabilities payable from restricted assets:				
Accounts payable	-	-	-	-
<b>Total Liabilities</b>	<u>22</u>	<u>1,656</u>	<u>-</u>	<u>1,678</u>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue-property taxes	<u>10,103</u>	<u>-</u>	<u>-</u>	<u>10,103</u>
<b>Fund Balances</b>				
Nonspendable	-	-	-	-
Restricted	-	-	1,417	1,417
Assigned	43,354	14,761	321,339	379,454
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<u>43,354</u>	<u>14,761</u>	<u>322,756</u>	<u>380,871</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<u>\$ 53,479</u>	<u>\$ 16,417</u>	<u>\$ 322,756</u>	<u>\$ 392,652</u>

**CITY OF WEST JORDAN  
COMBINING BALANCE SHEET – NONMAJOR  
GOVERNMENTAL FUNDS (Continued)  
June 30, 2017**

<b>Capital Projects Funds</b>					<b>Total Nonmajor Governmental Funds</b>
<b>Capital Support Fund</b>	<b>Park Capital Improvement Fund</b>	<b>Building Capital Improvement Fund</b>	<b>Community Development Block Grant</b>	<b>Total</b>	
\$ 1,075,220	\$ -	\$ 609,243	\$ -	\$ 1,684,463	\$ 2,061,781
-	-	-	-	-	3,553
758,718	-	-	-	758,718	769,082
-	-	-	689,081	689,081	689,081
-	-	-	206,711	206,711	206,711
<u>1,140</u>	<u>3,700,350</u>	<u>654,837</u>	<u>175,578</u>	<u>4,531,905</u>	<u>4,533,322</u>
<u>\$ 1,835,078</u>	<u>\$ 3,700,350</u>	<u>\$ 1,264,080</u>	<u>\$ 1,071,370</u>	<u>\$ 7,870,878</u>	<u>\$ 8,263,530</u>
\$ -	\$ 124,689	\$ 512	\$ 94,895	\$ 220,096	\$ 221,774
-	-	-	2,094	2,094	2,094
-	750,375	-	44,334	794,709	794,709
-	4,381	3,242	-	7,623	7,623
-	<u>879,445</u>	<u>3,754</u>	<u>141,323</u>	<u>1,024,522</u>	<u>1,026,200</u>
<u>758,718</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>758,718</u>	<u>768,821</u>
-	-	-	689,081	689,081	689,081
1,140	3,695,969	651,595	175,578	4,524,282	4,525,699
1,075,220	-	608,731	65,388	1,749,339	2,128,793
-	(875,064)	-	-	(875,064)	(875,064)
<u>1,076,360</u>	<u>2,820,905</u>	<u>1,260,326</u>	<u>930,047</u>	<u>6,087,638</u>	<u>6,468,509</u>
<u>\$ 1,835,078</u>	<u>\$ 3,700,350</u>	<u>\$ 1,264,080</u>	<u>\$ 1,071,370</u>	<u>\$ 7,870,878</u>	<u>\$ 8,263,530</u>

**CITY OF WEST JORDAN**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS**  
**For The Year Ended June 30, 2017**

	<u>Special Revenue</u>			
	<u>Fairway Estates</u>	<u>Highland SID</u>	<u>Kraftmaid SID</u>	<u>Total</u>
<b>Revenues</b>				
Taxes	\$ 10,934	\$ -	\$ -	\$ 10,934
Intergovernmental	-	-	-	-
Charges for services	-	37,085	-	37,085
Impact fees	-	-	-	-
Interest	383	-	7,147	7,530
<b>Total Revenues</b>	<u>11,317</u>	<u>37,085</u>	<u>7,147</u>	<u>55,549</u>
<b>Expenditures</b>				
Community development	-	-	-	-
Parks and recreation	6,530	22,502	-	29,032
Debt service:				
Principal	-	-	302,000	302,000
Interest	-	-	136,876	136,876
Capital outlay:				
Parks	-	-	-	-
Buildings	-	-	-	-
Roads	-	-	-	-
<b>Total Expenditures</b>	<u>6,530</u>	<u>22,502</u>	<u>438,876</u>	<u>467,908</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>4,787</u>	<u>14,583</u>	<u>(431,729)</u>	<u>(412,359)</u>
<b>Other Financing Sources (Uses)</b>				
Transfer in	-	-	201,617	201,617
Transfer out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>201,617</u>	<u>201,617</u>
<b>Net Change in Fund Balances</b>	4,787	14,583	(230,112)	(210,742)
<b>Fund Balance, Beginning</b>	38,567	178	552,868	591,613
<b>Prior Period Adjustment</b>	-	-	-	-
<b>Fund Balance, Ending</b>	<u>\$ 43,354</u>	<u>\$ 14,761</u>	<u>\$ 322,756</u>	<u>\$ 380,871</u>

**CITY OF WEST JORDAN**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For The Year Ended June 30, 2017**

<b>Capital Projects Funds</b>					<b>Total</b>	<b>Total</b>
<b>Capital Support Fund</b>	<b>Park Capital Improvement Fund</b>	<b>Building Capital Improvement Fund</b>	<b>Community Development Block Grant</b>	<b>Total</b>	<b>Nonmajor Governmental Funds</b>	
\$ 1,862,724	\$ -	\$ -	\$ -	\$ 1,862,724	\$ 1,873,658	
125,000	-	-	684,322	809,322	809,322	
-	-	-	-	-	37,085	
-	880,221	279,861	-	1,160,082	1,160,082	
3,497	48,157	13,519	405	65,578	73,108	
<u>1,991,221</u>	<u>928,378</u>	<u>293,380</u>	<u>684,727</u>	<u>3,897,706</u>	<u>3,953,255</u>	
-	-	-	298,279	298,279	298,279	
-	-	-	-	-	29,032	
1,545,000	-	-	140,000	1,685,000	1,987,000	
293,419	-	-	15,877	309,296	446,172	
-	1,427,784	-	-	1,427,784	1,427,784	
-	-	251,513	-	251,513	251,513	
-	-	-	223,783	223,783	223,783	
<u>1,838,419</u>	<u>1,427,784</u>	<u>251,513</u>	<u>677,939</u>	<u>4,195,655</u>	<u>4,663,563</u>	
<u>152,802</u>	<u>(499,406)</u>	<u>41,867</u>	<u>6,788</u>	<u>(297,949)</u>	<u>(710,308)</u>	
243,367	300,000	-	-	543,367	744,984	
-	-	(243,367)	-	(243,367)	(243,367)	
<u>243,367</u>	<u>300,000</u>	<u>(243,367)</u>	<u>-</u>	<u>300,000</u>	<u>501,617</u>	
396,169	(199,406)	(201,500)	6,788	2,051	(208,691)	
680,191	3,020,311	1,461,826	267,712	5,430,040	6,021,653	
-	-	-	655,547	655,547	655,547	
<u>\$ 1,076,360</u>	<u>\$ 2,820,905</u>	<u>\$ 1,260,326</u>	<u>\$ 930,047</u>	<u>\$ 6,087,638</u>	<u>\$ 6,468,509</u>	

**SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE – BUDGET AND ACTUAL**

Special Revenue and Capital Projects Funds



**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCE – BUDGET AND ACTUAL – FAIRWAY ESTATES FUND**  
**For The Year Ended June 30, 2017**

	Budgeted Amounts		Actual Amounts	Variance with final budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 10,907	\$ 10,907	\$ 10,934	\$ 27
Interest	-	-	383	383
<b>Total Revenues</b>	10,907	10,907	11,317	410
<b>Expenditures</b>				
Parks and recreation	9,710	11,693	6,530	\$ 5,163
<b>Total Expenditures</b>	9,710	11,693	6,530	5,163
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	1,197	(786)	4,787	5,573
<b>Net Change in Fund Balance</b>	\$ 1,197	\$ (786)	4,787	\$ 5,573
<b>Fund Balance, Beginning</b>			38,567	
<b>Fund Balance, Ending</b>			\$ 43,354	

**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL - HIGHLAND SID FUND**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for services	\$ 24,000	\$ 24,000	\$ 37,085	\$ 13,085
<b>Total Revenues</b>	<u>24,000</u>	<u>24,000</u>	<u>37,085</u>	<u>13,085</u>
<b>Expenditures</b>				
Parks and recreation	<u>24,000</u>	<u>31,398</u>	<u>22,502</u>	<u>8,896</u>
<b>Total Expenditures</b>	<u>24,000</u>	<u>31,398</u>	<u>22,502</u>	<u>8,896</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>(7,398)</u>	<u>14,583</u>	<u>21,981</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (7,398)</u>	<u>14,583</u>	<u>\$ 21,981</u>
<b>Fund Balance, Beginning</b>			<u>178</u>	
<b>Fund Balance, Ending</b>			<u>\$ 14,761</u>	

**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL - KRAFTMAID SID FUND**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$ -	\$ -	\$ 7,147	\$ 7,147
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>7,147</u>	<u>7,147</u>
<b>Expenditures</b>				
Debt Service:				
Principal	-	-	302,000	(302,000)
Interest	201,617	201,617	136,876	64,741
<b>Total Expenditures</b>	<u>201,617</u>	<u>201,617</u>	<u>438,876</u>	<u>(237,259)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(201,617)</u>	<u>(201,617)</u>	<u>(431,729)</u>	<u>(230,112)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	201,617	201,617	201,617	-
<b>Total Other Financing Sources (Uses)</b>	<u>201,617</u>	<u>201,617</u>	<u>201,617</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>(230,112)</u>	<u>\$ (230,112)</u>
<b>Fund Balance, Beginning</b>			<u>552,868</u>	
<b>Fund Balance, Ending</b>			<u>\$ 322,756</u>	

**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL – MUNICIPAL BUILDING AUTHORITY**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$ 6,000	\$ 6,000	\$ 211,919	205,919
<b>Total Revenues</b>	<u>6,000</u>	<u>6,000</u>	<u>211,919</u>	<u>205,919</u>
<b>Expenditures</b>				
Debt service:				
Interest	1,500	589,306	563,914	25,392
Capital outlay:				
Buildings	<u>15,300,000</u>	<u>26,500,000</u>	<u>4,510,333</u>	<u>21,989,667</u>
<b>Total Expenditures</b>	<u>15,301,500</u>	<u>27,089,306</u>	<u>5,074,247</u>	<u>22,015,059</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(15,295,500)</u>	<u>(27,083,306)</u>	<u>(4,862,328)</u>	<u>22,220,978</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	7,500,000	7,500,000	-	7,500,000
Issuance of debt	7,800,000	17,500,000	24,960,000	(7,460,000)
Premium on issuance of debt	<u>-</u>	<u>-</u>	<u>2,315,356</u>	<u>(2,315,356)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>15,300,000</u>	<u>25,000,000</u>	<u>27,275,356</u>	<u>(2,275,356)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (15,295,500)</u>	<u>\$ (27,083,306)</u>	22,413,028	<u>\$ 22,220,978</u>
<b>Fund Balance, Beginning</b>			<u>1,986,963</u>	
<b>Fund Balance, Ending</b>			<u>\$ 24,399,991</u>	

**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL – CAPITAL SUPPORT FUND**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$ 1,862,724	\$ 1,862,724	\$ 1,862,724	\$ -
Intergovernmental	1,000,000	1,125,000	125,000	(1,000,000)
Interest	2,600	2,600	3,497	897
<b>Total Revenues</b>	<u>2,865,324</u>	<u>2,990,324</u>	<u>1,991,221</u>	<u>(999,103)</u>
<b>Expenditures</b>				
Debt Service:				
Principal	1,545,000	1,545,000	1,545,000	-
Interest	1,014,837	1,014,837	293,419	721,418
<b>Total Expenditures</b>	<u>2,559,837</u>	<u>2,559,837</u>	<u>1,838,419</u>	<u>721,418</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>305,487</u>	<u>430,487</u>	<u>152,802</u>	<u>(277,685)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	243,367	243,367
Transfers out	(38,000,000)	(38,250,000)	-	38,250,000
Issuance of debt	38,000,000	38,000,000	-	38,000,000
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(250,000)</u>	<u>243,367</u>	<u>76,493,367</u>
<b>Net Change in Fund Balance</b>	<u>\$ 305,487</u>	<u>\$ 180,487</u>	<u>396,169</u>	<u>\$ 76,215,682</u>
<b>Fund Balance, Beginning</b>			<u>680,191</u>	
<b>Fund Balance, Ending</b>			<u>\$ 1,076,360</u>	

**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL – ROAD CAPITAL IMPROVEMENT**  
**FUND**  
**For The Year Ended June 30, 2017**

	Budgeted Amounts		Actual Amounts	Variance with final budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 1,750,000	\$ 1,750,000	\$ 80,600	\$ (1,669,400)
Impact fees	1,250,000	1,250,000	2,318,915	1,068,915
Interest	18,000	18,000	95,965	77,965
Miscellaneous	-	-	238,507	238,507
<b>Total Revenues</b>	3,018,000	3,018,000	2,733,987	(284,013)
<b>Expenditures</b>				
Capital outlay:				
Roads	7,163,127	21,060,920	6,207,051	14,853,869
<b>Total Expenditures</b>	7,163,127	21,060,920	6,207,051	14,853,869
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(4,145,127)	(18,042,920)	(3,473,064)	14,569,856
<b>Other Financing Sources (Uses)</b>				
Transfers in	3,750,000	9,370,732	4,039,131	5,331,601
<b>Total Other Financing Sources (Uses)</b>	3,750,000	9,370,732	4,039,131	5,331,601
<b>Net Change in Fund Balance</b>	\$ (395,127)	\$ (8,672,188)	566,067	\$ 19,901,457
<b>Fund Balance, Beginning</b>			8,426,561	
<b>Fund Balance, Ending</b>			\$ 8,992,628	

**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL – PARKS CAPITAL IMPROVEMENT**  
**FUND**  
**For The Year Ended June 30, 2017**

	Budgeted Amounts		Actual Amounts	Variance with final budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 200,000	\$ 200,000	\$ -	\$ (200,000)
Impact fees	485,760	485,760	880,221	394,461
Interest	53,000	53,000	48,157	(4,843)
<b>Total Revenues</b>	738,760	738,760	928,378	189,618
<b>Expenditures</b>				
Capital Outlay:				
Parks	1,308,178	4,628,488	1,427,784	3,200,704
<b>Total Expenditures</b>	1,308,178	4,628,488	1,427,784	3,200,704
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(569,418)	(3,889,728)	(499,406)	(3,390,322)
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	300,000	300,000	-
<b>Total Other Financing Sources (Uses)</b>	-	300,000	300,000	-
<b>Net Change in Fund Balance</b>	\$ (569,418)	\$ (3,589,728)	(199,406)	\$ (3,390,322)
<b>Fund Balance, Beginning</b>			3,020,311	
<b>Fund Balance, Ending</b>			\$ 2,820,905	

**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL – BUILDINGS CAPITAL**  
**IMPROVEMENT FUND**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Impact fees	\$ 170,000	\$ 170,000	\$ 279,861	\$ 109,861
Interest	15,000	15,000	13,519	(1,481)
<b>Total Revenues</b>	<u>185,000</u>	<u>185,000</u>	<u>293,380</u>	<u>108,380</u>
<b>Expenditures</b>				
Capital Outlay:				
Buildings	40,000,000	40,250,000	251,513	39,998,487
<b>Total Expenditures</b>	<u>40,000,000</u>	<u>40,250,000</u>	<u>251,513</u>	<u>39,998,487</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(39,815,000)</u>	<u>(40,065,000)</u>	<u>41,867</u>	<u>40,106,867</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	38,000,000	38,250,000	-	(38,250,000)
Transfers out	(247,700)	(247,700)	(243,367)	4,333
Developer contribution	2,000,000	2,000,000	-	(2,000,000)
<b>Total Other Financing Sources (Uses)</b>	<u>39,752,300</u>	<u>40,002,300</u>	<u>(243,367)</u>	<u>(40,245,667)</u>
<b>Net Change in Fund Balance</b>	<u>\$ (39,815,000)</u>	<u>\$ (62,700)</u>	<u>(201,500)</u>	<u>\$ (138,800)</u>
<b>Fund Balance, Beginning</b>			<u>1,461,826</u>	
<b>Fund Balance, Ending</b>			<u>\$ 1,260,326</u>	



**CITY OF WEST JORDAN**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL – COMMUNITY DEVELOPMENT**  
**BLOCK GRANT FUND**  
**For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$ 685,341	\$ 685,341	\$ 684,322	\$ (1,019)
Interest	-	-	405	405
<b>Total Revenues</b>	<u>685,341</u>	<u>685,341</u>	<u>684,727</u>	<u>(614)</u>
<b>Expenditures</b>				
Community development	524,791	587,295	298,279	289,016
Debt Service:				
Principal	160,000	160,000	140,000	20,000
Interest	-	-	15,877	(15,877)
Capital outlay:				
Roads	150,000	150,000	223,783	(73,783)
<b>Total Expenditures</b>	<u>834,791</u>	<u>897,295</u>	<u>677,939</u>	<u>219,356</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(149,450)</u>	<u>(211,954)</u>	<u>6,788</u>	<u>218,742</u>
<b>Net Change in Fund Balance</b>	<u>\$ 685,341</u>	<u>\$ 685,341</u>	<u>6,788</u>	<u>\$ 438,098</u>
<b>Fund Balance, Beginning</b>			<u>267,712</u>	
<b>Prior Period Adjustment</b>			<u>655,547</u>	
<b>Fund Balance, Ending</b>			<u>\$ 930,047</u>	

## COMBINING FINANCIAL STATEMENTS – INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City and to other government units.

Fleet Operations Fund – This fund is used to account for the costs of operating a maintenance facility for automotive equipment used by other City departments. A service fee is charged to the other departments monthly.

Information Technologies Lease Fund – This fund is used to account for the costs of replacing, updating, or adding computer equipment within the City. A replacement schedule has been implemented ensuring that equipment is replaced in order of the highest need. A service fee is charged to the other departments monthly.

Risk Management – This fund is used to account for the costs of insurance premiums and claims made against the City. Monies are accumulated in this fund to pay premiums for liability and property damage insurance and other claims. The City participates in the Utah Risk Management Mutual Association for its liability and property damage insurance and is responsible for annual premiums as well as 100% of losses above the deductible in an amount equal to 20% of all net loss payments made during the previous five years on behalf of the City.

**CITY OF WEST JORDAN  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET POSITION  
For The Year Ended June 30, 2017**

	<u>Fleet Operations</u>	<u>Information Technologies</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
<b>Assets</b>				
<b>Current Assets</b>				
Cash and cash equivalents	\$ 5,175,327	\$ 1,180,492	\$ 207,915	\$ 6,563,734
Prepaid items	-	-	696,874	696,874
Inventory	38,762	-	-	38,762
<b>Total Current Assets</b>	<u>5,214,089</u>	<u>1,180,492</u>	<u>904,789</u>	<u>7,299,370</u>
<b>Noncurrent Assets</b>				
Capital assets not being depreciated	114,950	-	-	114,950
Capital assets, net of accumulated depreciation	5,169,764	505,898	-	5,675,662
<b>Total Noncurrent Assets</b>	<u>5,284,714</u>	<u>505,898</u>	<u>-</u>	<u>5,790,612</u>
<b>Total Assets</b>	<u>\$ 10,498,803</u>	<u>\$ 1,686,390</u>	<u>\$ 904,789</u>	<u>\$ 13,089,982</u>
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts payable	\$ 390,971	\$ 97,962	\$ 259,669	\$ 748,602
Accrued liabilities	12,914	-	-	12,914
Accrued interest	17,634	-	-	17,634
Compensated absences	24,662	-	-	24,662
Current portion, capital lease payable	659,645	-	-	659,645
<b>Total Current Liabilities</b>	<u>1,105,826</u>	<u>97,962</u>	<u>259,669</u>	<u>1,463,457</u>
<b>Non-current liabilities:</b>				
Compensated absences	19,419	-	-	19,419
Capital lease payable	1,376,448	-	-	1,376,448
<b>Total non-current liabilities</b>	<u>1,395,867</u>	<u>-</u>	<u>-</u>	<u>1,395,867</u>
<b>Total Liabilities</b>	<u>2,501,693</u>	<u>97,962</u>	<u>259,669</u>	<u>2,859,324</u>
<b>Net Position</b>				
Net investment in capital assets	3,248,621	505,898	-	3,754,519
Unrestricted	4,748,489	1,082,530	645,120	6,476,139
<b>Total Net Position</b>	<u>7,997,110</u>	<u>1,588,428</u>	<u>645,120</u>	<u>10,230,658</u>
<b>Total Liabilities and Net Position</b>	<u>\$ 10,498,803</u>	<u>\$ 1,686,390</u>	<u>\$ 904,789</u>	<u>\$ 13,089,982</u>

**CITY OF WEST JORDAN  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET  
POSITION  
For The Year Ended June 30, 2017**

	<u>Fleet Operations</u>	<u>Information Technologies</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
<b>Operating Revenues</b>				
Charges for services - internal	\$ 3,457,427	\$ 200,000	\$ 908,757	\$ 4,566,184
<b>Total Operating Revenues</b>	<u>3,457,427</u>	<u>200,000</u>	<u>908,757</u>	<u>4,566,184</u>
<b>Operating Expenses</b>				
Depreciation	1,769,320	386,213	-	2,155,533
Salaries and benefits	599,390	-	-	599,390
Professional and technical	18,498	-	1,142,341	1,160,839
Supplies and maintenance	1,680,206	116,150	-	1,796,356
<b>Total Operating Expenses</b>	<u>4,067,414</u>	<u>502,363</u>	<u>1,142,341</u>	<u>5,712,118</u>
<b>Operating Income (Loss)</b>	<u>(609,987)</u>	<u>(302,363)</u>	<u>(233,584)</u>	<u>(1,145,934)</u>
<b>Nonoperating Income (Expense)</b>				
Interest earnings	54,011	11,030	-	65,041
Interest expense	(47,171)	-	-	(47,171)
Gain (loss) on disposal of equipment	422,433	-	-	422,433
<b>Total Nonoperating Income (Expense)</b>	<u>429,273</u>	<u>11,030</u>	<u>-</u>	<u>440,303</u>
<b>Income (loss) before transfers</b>	<u>(180,714)</u>	<u>(291,333)</u>	<u>(233,584)</u>	<u>(705,631)</u>
Transfers in	-	-	50,000	50,000
<b>Changes in Net Position</b>	<u>(180,714)</u>	<u>(291,333)</u>	<u>(183,584)</u>	<u>(655,631)</u>
<b>Net Position, Beginning</b>	<u>8,177,824</u>	<u>1,879,761</u>	<u>828,704</u>	<u>10,886,289</u>
<b>Net Position, Ending</b>	<u>\$ 7,997,110</u>	<u>\$ 1,588,428</u>	<u>\$ 645,120</u>	<u>\$ 10,230,658</u>

**CITY OF WEST JORDAN  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
For The Year Ended June 30, 2017**

	<u>Fleet Operations</u>	<u>Information Technologies</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
<b>Cash Flows From Operating Activities</b>				
Receipts from interfund services provided	\$ 3,457,427	\$ 200,000	\$ 908,757	\$ 4,566,184
Payments to suppliers for goods or services	(1,414,578)	(69,455)	(1,679,080)	(3,163,113)
Payments to employees and related benefits	(621,796)	-	-	(621,796)
<b>Net cash flows from operating activities</b>	<u>1,421,053</u>	<u>130,545</u>	<u>(770,323)</u>	<u>781,275</u>
<b>Cash Flows From Non-Capital Financing Activities:</b>				
Transfers from other funds	-	-	50,000	50,000
<b>Net cash flows from non-capital financing activities</b>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>
<b>Cash Flows From Capital and Related Financing Activities:</b>				
Acquisition of capital assets	(1,804,805)	(116,718)	-	(1,921,523)
Payments made on capital leases	(647,539)	-	-	(647,539)
Interest paid on capital leases	(50,797)	-	-	(50,797)
Proceeds from sale of capital assets	436,677	-	-	436,677
<b>Net cash flows from capital and related financing activities</b>	<u>(2,066,464)</u>	<u>(116,718)</u>	<u>-</u>	<u>(2,183,182)</u>
<b>Cash Flows From Investing Activities</b>				
Interest on investments	54,011	11,030	-	65,041
<b>Net cash flows from investing activities</b>	<u>54,011</u>	<u>11,030</u>	<u>-</u>	<u>65,041</u>
<b>Net Increase (Decrease) In Cash and Cash Equivalents</b>	(591,400)	24,857	(720,323)	(1,286,866)
<b>Cash and Cash Equivalents, Beginning</b>	<u>5,766,727</u>	<u>1,155,635</u>	<u>928,238</u>	<u>7,850,600</u>
<b>Cash and Cash Equivalents, Ending</b>	<u>\$ 5,175,327</u>	<u>\$ 1,180,492</u>	<u>\$ 207,915</u>	<u>\$ 6,563,734</u>
<b>Reconciliation of operating income to net cash flows from operating activities</b>				
Earnings (loss) from operations	\$ (609,987)	\$ (302,363)	\$ (233,584)	\$ (1,145,934)
Adjustments to reconcile earnings (loss) to net cash flows from operating activities:				
Depreciation	1,769,320	386,213	-	2,155,533
Changes in assets and liabilities:				
Inventory	6,748	-	-	6,748
Prepaid items	-	-	(696,874)	(696,874)
Accounts payable	277,378	46,695	160,135	484,208
Other accrued payables	(21,208)	-	-	(21,208)
Compensated absences	(1,198)	-	-	(1,198)
<b>Net cash flows from operating activities</b>	<u>\$ 1,421,053</u>	<u>\$ 130,545</u>	<u>\$ (770,323)</u>	<u>\$ 781,275</u>

## **STATISTICAL SECTION**

**STATISTICAL SECTION**  
**INTRODUCTION**  
(Unaudited)

The Statistical Section of the Comprehensive Annual Financial Report for the City of West Jordan presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules provide information to help the reader understand how the City's financial performance and economic condition have changed over time.	93-105
<b>Revenue Capacity</b> These schedules present information to help the reader assess the City's most significant local revenue sources: sales taxes and property taxes	106-112
<b>Debt Capacity</b> These schedules provide information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	113-123
<b>Demographic and Economic Information</b> These schedules present demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place	124-125
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	126-130

*Note: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.*

**CITY OF WEST JORDAN  
SCHEDULE 1  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2008	2009	2010	2011	2012
Governmental activities					
Invested in capital assets, net of related debt	\$ 254,489,657	\$ 257,846,259	\$ 281,944,748	\$ 276,142,424	\$ 255,043,663
Restricted	13,780,323	17,459,735	16,705,648	17,176,241	15,204,118
Unrestricted	23,859,937	21,460,099	15,392,021	19,002,545	19,212,938
Total governmental activities net assets	<u>292,129,917</u>	<u>296,766,093</u>	<u>314,042,417</u>	<u>312,321,210</u>	<u>289,460,719</u>
Business-type activities					
Invested in capital assets, net of related debt	99,404,483	102,008,613	107,511,850	105,552,765	146,127,052
Restricted	14,371,221	5,602,588	4,474,702	6,472,563	3,520,764
Unrestricted	17,783,716	26,631,846	26,375,873	29,796,131	23,746,191
Total business-type activities net assets	<u>131,559,420</u>	<u>134,243,047</u>	<u>138,362,425</u>	<u>141,821,459</u>	<u>173,394,007</u>
Primary government					
Invested in capital assets, net of related debt	353,894,140	359,854,872	389,456,598	381,695,189	401,170,715
Restricted	28,151,544	23,062,323	21,180,350	23,648,804	18,724,882
Unrestricted	41,643,653	48,091,945	41,767,894	48,798,676	42,959,129
Total primary government net assets	<u>\$ 423,689,337</u>	<u>\$ 431,009,140</u>	<u>\$ 452,404,842</u>	<u>\$ 454,142,669</u>	<u>\$ 462,854,726</u>



**CITY OF WEST JORDAN  
SCHEDULE 1 (continued)  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
Governmental activities					
Invested in capital assets, net of related debt	\$ 252,858,540	\$ 260,066,438	\$ 259,058,234	\$ 269,723,910	\$ 267,165,192
Restricted	15,709,625	19,888,028	20,911,236	18,571,046	43,553,297
Unrestricted	25,927,735	28,212,230	22,568,244	15,756,710	14,999,012
Total governmental activities net assets	<u>294,495,900</u>	<u>308,166,696</u>	<u>302,537,714</u>	<u>304,051,666</u>	<u>325,717,501</u>
Business-type activities					
Invested in capital assets, net of related debt	146,812,580	150,964,781	159,663,409	168,603,708	174,147,470
Restricted	3,974,690	3,860,284	1,073,020	5,490,390	3,779,313
Unrestricted	27,604,860	29,815,550	31,166,704	23,932,208	26,112,614
Total business-type activities net assets	<u>178,392,130</u>	<u>184,640,615</u>	<u>191,903,133</u>	<u>198,026,306</u>	<u>204,039,397</u>
Primary government					
Invested in capital assets, net of related debt	399,671,120	411,031,219	418,721,643	438,327,618	441,312,662
Restricted	19,684,315	23,748,312	21,984,256	24,061,436	47,332,610
Unrestricted	53,532,595	58,027,780	53,734,948	39,688,918	41,111,626
Total primary government net assets	<u>\$ 472,888,030</u>	<u>\$ 492,807,311</u>	<u>\$ 494,440,847</u>	<u>\$ 502,077,972</u>	<u>\$ 529,756,898</u>

**CITY OF WEST JORDAN  
SCHEDULE 2  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2008	2009	2010	2011	2012
<b>Expenses</b>					
<b>Governmental activities</b>					
General government	\$ 9,746,551	\$ 9,764,413	\$ 9,627,266	\$ 9,204,699	\$ 7,386,329
Community development	2,109,908	2,402,580	2,852,768	4,430,459	3,079,432
Police	13,972,204	14,986,605	14,921,245	14,368,579	13,795,007
Fire	8,649,704	8,936,255	9,353,437	8,949,115	9,396,340
Public works	12,489,299	12,182,007	16,794,385	14,836,808	11,661,882
Parks and recreation	3,410,474	3,461,999	3,339,110	4,065,496	3,365,411
Interest on long-term debt	1,928,458	1,691,323	1,588,550	1,330,674	1,085,725
<b>Total governmental activities</b>	<b>52,306,598</b>	<b>53,425,182</b>	<b>58,476,761</b>	<b>57,185,830</b>	<b>49,770,126</b>
<b>Business-type activities</b>					
Water	13,090,117	12,335,078	12,159,629	12,496,849	13,499,824
Sewer	6,488,427	6,110,727	6,480,880	6,935,784	5,528,029
Solid waste	3,735,913	3,883,289	3,656,295	3,771,748	3,817,376
Storm Water	-	-	-	-	1,396,140
Streetlight	-	-	-	-	-
<b>Total business-type activities</b>	<b>23,314,457</b>	<b>22,329,094</b>	<b>22,296,804</b>	<b>23,204,381</b>	<b>24,241,369</b>
<b>Total primary government expenses</b>	<b>\$ 75,621,055</b>	<b>\$ 75,754,276</b>	<b>\$ 80,773,565</b>	<b>\$ 80,390,211</b>	<b>\$ 74,011,495</b>
<b>Program Revenues</b>					
<b>Governmental activities</b>					
<b>Charges for services</b>					
General government	\$ 6,319,951	\$ 6,800,536	\$ 7,573,566	\$ 8,016,942	\$ 3,014,444
Community development	1,583,019	2,411,231	1,475,898	1,690,057	1,893,432
Police	252,266	547,971	548,533	749,985	828,015
Fire	1,015,782	1,025,915	854,380	1,294,747	1,538,673
Public works	5,911,063	4,733,786	817,446	1,446,393	1,832,517
Parks and recreation	862,782	270,929	355,798	351,241	427,743
Operating grants and contributions	884,265	3,141,675	3,404,029	3,478,389	3,675,138
Capital grants and contributions	6,021,089	3,725,269	2,750,186	2,393,179	2,908,877
<b>Total governmental activities</b>	<b>22,850,217</b>	<b>22,657,312</b>	<b>17,779,836</b>	<b>19,420,933</b>	<b>16,118,839</b>

**CITY OF WEST JORDAN  
SCHEDULE 2 (continued)  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
<b>Expenses</b>					
<b>Governmental activities</b>					
General government	\$ 8,182,881	\$ 10,686,318	\$ 7,929,819	\$ 8,594,338	\$ 8,223,556
Community development	2,501,360	3,825,771	2,955,072	2,890,182	3,570,638
Police	13,942,290	14,705,289	15,465,279	17,946,143	18,972,747
Fire	9,005,992	9,816,334	8,555,754	10,659,715	11,195,725
Public works	12,874,347	14,175,755	14,002,468	16,189,593	13,781,430
Parks and recreation	3,574,050	4,144,507	4,055,172	4,238,244	5,560,894
Interest on long-term debt	861,782	803,748	627,550	657,805	1,353,240
<b>Total governmental activities</b>	<b>50,942,702</b>	<b>58,157,722</b>	<b>53,591,114</b>	<b>61,176,020</b>	<b>62,658,230</b>
<b>Business-type activities</b>					
Water	13,698,113	15,132,025	16,113,765	17,441,884	19,962,566
Sewer	6,597,816	7,606,052	7,997,176	8,019,906	8,046,401
Solid waste	4,189,136	3,639,087	4,070,686	4,138,162	4,440,314
Storm Water	1,734,665	1,982,908	2,011,798	2,741,802	2,725,263
Streetlight	-	-	-	-	589,456
<b>Total business-type activities</b>	<b>26,219,730</b>	<b>28,360,072</b>	<b>30,193,425</b>	<b>32,341,754</b>	<b>35,764,000</b>
<b>Total primary government expenses</b>	<b>\$ 77,162,432</b>	<b>\$ 86,517,794</b>	<b>\$ 83,784,539</b>	<b>\$ 93,517,774</b>	<b>\$ 98,422,230</b>
<b>Program Revenues</b>					
<b>Governmental activities</b>					
<b>Charges for services</b>					
General government	\$ 2,306,462	\$ 5,611,682	\$ 2,122,238	\$ 2,445,318	\$ 2,167,320
Community development	2,277,240	2,333,176	2,340,831	2,729,430	3,496,111
Police	856,497	866,135	867,960	936,072	963,457
Fire	1,597,259	1,405,916	1,605,451	2,014,099	1,809,865
Public works	1,489,053	1,263,039	1,258,748	1,078,120	847,858
Parks and recreation	238,959	258,422	255,239	236,072	255,371
Operating grants and contributions	3,776,881	3,702,428	3,991,215	4,228,434	4,469,189
Capital grants and contributions	2,338,469	13,962,510	3,114,390	5,176,082	23,998,270
<b>Total governmental activities</b>	<b>14,880,820</b>	<b>29,403,308</b>	<b>15,556,072</b>	<b>18,843,627</b>	<b>38,007,441</b>

**CITY OF WEST JORDAN  
SCHEDULE 2 (continued)  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2008	2009	2010	2011	2012
Business-type activities					
Charges for services					
Water	10,827,252	10,733,630	10,474,173	12,885,254	14,071,562
Sewer	5,880,083	6,139,043	6,427,663	7,548,753	7,790,530
Solid waste	4,386,064	4,033,183	3,955,366	4,089,160	4,149,462
Storm Water	-	-	-	-	806,368
Streetlight	-	-	-	-	-
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	2,724,600	3,925,345	4,333,621	2,141,867	3,867,206
Total business-type activities	23,817,999	24,831,201	25,190,823	26,665,034	30,685,128
Total primary government program revenues	<u>\$ 46,668,216</u>	<u>\$ 47,488,513</u>	<u>\$ 42,970,659</u>	<u>\$ 46,085,967</u>	<u>\$ 46,803,967</u>
Net (Expense)/Revenue					
Governmental activities	\$ (29,456,381)	\$ (30,767,870)	\$ (40,696,925)	\$ (37,764,897)	\$ (33,651,287)
Business-type activities	503,542	2,502,107	2,894,019	3,460,653	6,443,759
Total primary government net (expense)/revenue	<u>\$ (28,952,839)</u>	<u>\$ (28,265,763)</u>	<u>\$ (37,802,906)</u>	<u>\$ (34,304,244)</u>	<u>\$ (27,207,528)</u>
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes	\$ 9,575,021	\$ 9,608,570	\$ 10,127,235	\$ 10,494,095	\$ 9,811,737
Tax increments for redevelopment agency	2,584,234	2,679,868	2,714,436	2,651,201	2,282,629
Sales taxes	16,256,386	14,598,750	13,404,929	13,559,906	14,467,761
Franchise taxes	4,919,397	6,383,768	6,911,183	7,129,083	7,409,499
Fee-in-lieu of property taxes	1,048,851	1,081,519	976,689	992,661	814,006
Gain on sale of capital assets	-	-	113,745	780,903	188,175
Earnings on investments	2,002,604	697,912	205,146	157,793	179,373
Miscellaneous	487,383	287,215	44,312	909,826	261,443
Transfers	(1,248,421)	66,444	60,000	63,458	(21,118,076)
Total governmental activities	35,625,455	35,404,046	34,557,675	36,738,926	14,296,547
Business-type activities					
Gain on sale of capital assets	-	-	-	-	389,957
Earnings on investments	751,109	247,964	88,210	61,839	115,005
Transfers	1,248,421	(66,444)	(60,000)	(63,458)	21,118,076
Total business-type activities	1,999,530	181,520	28,210	(1,619)	21,623,038
Total primary government	<u>\$ 37,624,985</u>	<u>\$ 35,585,566</u>	<u>\$ 34,585,885</u>	<u>\$ 36,737,307</u>	<u>\$ 35,919,585</u>
Change in Net Position					
Governmental activities	\$ 6,169,074	\$ 4,636,176	\$ (6,139,250)	\$ (1,025,971)	\$ (19,354,740)
Business-type activities	2,503,072	2,683,627	2,922,229	3,459,034	28,066,797
Total primary government	<u>\$ 8,672,146</u>	<u>\$ 7,319,803</u>	<u>\$ (3,217,021)</u>	<u>\$ 2,433,063</u>	<u>\$ 8,712,057</u>

**CITY OF WEST JORDAN  
SCHEDULE 2 (continued)  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
Business-type activities					
Charges for services					
Water	15,117,355	16,480,954	15,777,748	16,077,931	17,260,761
Sewer	7,642,599	8,350,251	8,485,034	8,120,428	8,804,803
Solid waste	4,242,337	4,032,845	4,140,013	4,032,383	4,231,374
Storm Water	1,540,476	1,869,019	1,777,496	2,173,073	2,966,459
Streetlight	-	-	-	-	727,432
Operating grants and contributions	-	-	3,185,887	2,353,563	184,367
Capital grants and contributions	4,631,560	3,835,397	2,617,774	4,027,761	7,121,524
Total business-type activities	<u>33,174,327</u>	<u>34,568,466</u>	<u>35,983,952</u>	<u>36,785,139</u>	<u>41,296,720</u>
Total primary government program revenues	<u>\$ 48,055,147</u>	<u>\$ 63,971,774</u>	<u>\$ 51,540,024</u>	<u>\$ 55,628,766</u>	<u>\$ 79,304,161</u>
Net (Expense)/Revenue					
Governmental activities	\$ (36,061,882)	\$ (28,754,414)	\$ (38,035,042)	\$ (42,332,393)	\$ (24,650,789)
Business-type activities	<u>6,954,597</u>	<u>6,208,394</u>	<u>5,790,527</u>	<u>4,443,385</u>	<u>5,532,720</u>
Total primary government net (expense)/revenue	<u>\$ (29,107,285)</u>	<u>\$ (22,546,020)</u>	<u>\$ (32,244,515)</u>	<u>\$ (37,889,008)</u>	<u>\$ (19,118,069)</u>
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes	\$ 12,949,847	\$ 12,668,980	\$ 12,378,578	\$ 12,735,526	\$ 12,912,284
Tax increments for redevelopment agency	2,794,439	3,398,395	3,824,806	3,977,946	3,772,971
Sales taxes	15,161,672	15,976,144	16,845,871	17,371,482	18,583,140
Franchise taxes	7,964,188	8,112,830	7,871,219	7,805,965	7,931,648
Fee-in-lieu of property taxes	1,143,559	999,394	1,010,266	1,013,610	1,034,558
Gain on sale of capital assets	102,560	28,548	723,340	278,510	422,433
Earnings on investments	195,920	213,766	198,997	294,968	514,856
Miscellaneous	247,671	947,153	552,430	817,616	494,187
Transfers	925,000	80,000	(1,950,000)	50,000	(5,000)
Total governmental activities	<u>41,484,856</u>	<u>42,425,210</u>	<u>41,455,507</u>	<u>44,345,623</u>	<u>45,661,077</u>
Business-type activities					
Gain on sale of capital assets	189,161	-	-	-	-
Earnings on investments	135,529	120,091	112,917	183,577	275,371
Transfers	(925,000)	(80,000)	1,950,000	(50,000)	5,000
Total business-type activities	<u>(600,310)</u>	<u>40,091</u>	<u>2,062,917</u>	<u>133,577</u>	<u>280,371</u>
Total primary government	<u>\$ 40,884,546</u>	<u>\$ 42,465,301</u>	<u>\$ 43,518,424</u>	<u>\$ 44,479,200</u>	<u>\$ 45,941,448</u>
Change in Net Position					
Governmental activities	\$ 5,422,974	\$ 13,670,796	\$ 3,420,465	\$ 2,013,230	\$ 21,010,288
Business-type activities	<u>6,354,287</u>	<u>6,248,485</u>	<u>7,853,444</u>	<u>4,576,962</u>	<u>5,813,091</u>
Total primary government	<u>\$ 11,777,261</u>	<u>\$ 19,919,281</u>	<u>\$ 11,273,909</u>	<u>\$ 6,590,192</u>	<u>\$ 26,823,379</u>

**CITY OF WEST JORDAN  
SCHEDULE 3  
FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2008	2009	2010	2011	2012
General Fund					
Reserved	\$ 5,204,521	\$ 4,598,621	\$ 2,851,500	\$ -	\$ -
Unreserved	6,057,814	3,268,157	1,809,974	-	-
Nonspendable	-	-	-	282,415	6,313
Restricted	-	-	-	4,411,953	6,002,475
Committed	-	-	-	-	-
Assigned	-	-	-	18,931	620,108
Unassigned	-	-	-	5,015,139	8,262,619
<b>Total general fund</b>	<b>11,262,335</b>	<b>7,866,778</b>	<b>4,661,474</b>	<b>9,728,438</b>	<b>14,891,515</b>
All Other Governmental Funds					
Reserved	12,578,879	16,334,218	14,339,295	-	-
Unreserved, reported in:					
Capital projects funds	9,458,035	10,347,383	10,933,091	-	-
Special revenue funds	685,985	1,039,201	2,223,725	-	-
Nonspendable	-	-	-	48,070	80,180
Restricted	-	-	-	12,461,286	9,201,643
Committed	-	-	-	1,001,680	1,849,200
Assigned	-	-	-	10,564,353	7,184,366
Unassigned	-	-	-	-	-
<b>Total all other governmental funds</b>	<b>22,722,899</b>	<b>27,720,802</b>	<b>27,496,111</b>	<b>24,075,389</b>	<b>18,315,389</b>
<b>Total governmental funds</b>	<b>\$ 33,985,234</b>	<b>\$ 35,587,580</b>	<b>\$ 32,157,585</b>	<b>\$ 33,803,827</b>	<b>\$ 33,206,904</b>

Note: Fund balance classifications changed in 2011 as part of the implementation of GASB 54.

**CITY OF WEST JORDAN  
SCHEDULE 3 (continued)  
FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	90,343	160,717	163,491	167,409	56,792
Restricted	6,307,594	5,794,095	5,232,878	6,502,179	6,041,936
Committed	-	-	-	-	-
Assigned	597,766	568,305	769,975	892,983	46,728
Unassigned	13,042,225	12,513,823	11,362,288	9,424,742	10,692,587
Total general fund	<u>20,037,928</u>	<u>19,036,940</u>	<u>17,528,632</u>	<u>16,987,313</u>	<u>16,838,043</u>
All Other Governmental Funds					
Reserved	-	-	-	-	-
Unreserved, reported in:					
Capital projects funds	-	-	-	-	-
Special revenue funds	-	-	-	-	-
Nonspendable	-	-	-	-	689,081
Restricted	9,402,031	14,093,933	15,678,358	12,068,867	37,746,764
Committed	500,000	500,000	-	-	-
Assigned	10,896,667	11,501,153	13,969,887	9,406,182	10,068,913
Unassigned	(133,766)	(60,012)	-	-	(1,579,809)
Total all other governmental funds	<u>20,664,932</u>	<u>26,035,074</u>	<u>29,648,245</u>	<u>21,475,049</u>	<u>46,924,949</u>
Total governmental funds	<u>\$ 40,702,860</u>	<u>\$ 45,072,014</u>	<u>\$ 47,176,877</u>	<u>\$ 38,462,362</u>	<u>\$ 63,762,992</u>

**CITY OF WEST JORDAN  
SCHEDULE 4  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2008	2009	2010	2011	2012
<b>Revenues</b>					
Taxes	\$ 34,383,889	\$ 34,352,462	\$ 34,134,473	\$ 34,826,946	\$ 34,785,632
Licenses and permits	1,695,805	1,673,568	1,673,932	1,680,397	1,805,455
Intergovernmental	4,352,402	8,472,052	4,198,469	5,242,493	6,287,634
Charges for services	2,185,107	2,751,936	2,993,569	3,640,563	3,753,976
Fines and forfeitures	1,959,221	1,799,419	1,663,079	1,928,949	1,738,670
Interfund charges	3,968,247	4,041,904	4,608,585	4,692,945	4,188,392
Impact fees	2,752,946	3,326,905	2,513,126	1,326,688	1,261,709
Interest	1,653,469	468,217	220,715	167,323	207,240
Donations	-	-	-	-	-
Miscellaneous	489,512	626,272	240,797	984,730	498,536
<b>Total revenues</b>	<b>53,440,598</b>	<b>57,512,735</b>	<b>52,246,745</b>	<b>54,491,034</b>	<b>54,527,244</b>
<b>Expenditures</b>					
General government	9,444,899	9,303,529	8,665,800	8,813,422	8,784,265
Community development	2,889,794	2,366,317	2,813,022	3,408,062	3,150,767
Police	13,837,413	13,968,643	13,878,366	13,768,480	13,175,846
Fire	8,385,349	8,498,186	8,951,999	8,606,718	8,603,467
Public works	6,210,680	6,084,022	5,514,854	5,093,640	4,892,084
Parks and recreation	2,471,939	2,276,192	2,162,521	2,728,228	2,030,602
Debt Service					
Principal payments	3,963,380	4,035,472	4,214,011	4,088,184	7,790,116
Interest and fiscal charges	1,897,585	1,703,130	1,542,530	1,329,180	1,058,828
Bond issuance costs	45,686	-	-	-	-
Capital outlay	8,731,613	7,342,494	9,057,433	5,373,215	6,074,326
<b>Total expenditures</b>	<b>57,878,338</b>	<b>55,577,985</b>	<b>56,800,536</b>	<b>53,209,129</b>	<b>55,560,301</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(4,437,740)</b>	<b>1,934,750</b>	<b>(4,553,791)</b>	<b>1,281,905</b>	<b>(1,033,057)</b>



**CITY OF WEST JORDAN**  
**SCHEDULE 4 (continued)**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
<b>Revenues</b>					
Taxes	\$ 40,013,705	\$ 41,155,743	\$ 41,930,740	\$ 43,077,434	\$ 44,279,206
Licenses and permits	1,743,329	2,135,523	2,392,798	2,762,043	2,796,975
Intergovernmental	5,043,243	4,919,958	4,904,124	5,589,575	6,089,224
Charges for services	4,316,123	4,401,716	4,623,638	4,882,395	3,111,151
Fines and forfeitures	1,488,686	1,477,766	1,481,938	1,366,330	1,283,137
Interfund charges	3,901,211	3,913,136	-	-	-
Impact fees	1,317,061	1,868,390	2,641,465	2,685,500	3,478,997
Interest	228,085	231,655	204,022	307,477	611,590
Donations	-	-	-	-	-
Miscellaneous	774,167	538,036	98,876	237,737	820,659
<b>Total revenues</b>	<b>58,825,610</b>	<b>60,641,923</b>	<b>58,277,601</b>	<b>60,908,491</b>	<b>62,470,939</b>
<b>Expenditures</b>					
General government	9,295,043	10,209,762	8,489,415	9,086,241	7,789,359
Community development	2,653,183	3,924,630	3,095,117	2,714,401	3,523,369
Police	13,896,329	14,536,544	16,160,702	17,500,251	18,005,651
Fire	9,449,440	9,606,907	9,993,547	10,896,351	10,665,418
Public works	5,291,603	5,356,121	4,897,352	5,739,055	4,942,593
Parks and recreation	2,374,055	2,909,834	3,088,446	2,744,266	3,681,506
Debt Service					
Principal payments	2,450,627	10,850,927	2,656,543	3,217,890	2,738,356
Interest and fiscal charges	813,288	791,967	549,982	583,431	1,079,496
Bond issuance costs	-	-	-	-	-
Capital outlay	5,882,971	16,094,544	12,236,500	16,646,394	12,620,464
<b>Total expenditures</b>	<b>52,106,539</b>	<b>74,281,236</b>	<b>61,167,604</b>	<b>69,128,280</b>	<b>65,046,212</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>6,719,071</b>	<b>(13,639,313)</b>	<b>(2,890,003)</b>	<b>(8,219,789)</b>	<b>(2,575,273)</b>

**CITY OF WEST JORDAN  
SCHEDULE 4 (continued)  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2008	2009	2010	2011	2012
Other Financing Sources (Uses)					
Issuance of debt	4,497,000	-	-	-	3,290,000
Discount on issuance of debt	(26,982)	-	-	-	-
Premium on issuance of debt	-	-	-	-	-
Issuance of capital lease	-	-	220,000	-	-
Road project proceeds	-	-	-	-	-
Developer contributions	-	-	-	-	-
Sale of capital assets	2,936	8,645	234,834	747,390	-
Transfers in	7,036,428	6,912,152	8,615,346	4,783,521	5,191,299
Transfers out	(7,834,299)	(7,253,201)	(8,784,092)	(5,069,776)	(4,539,413)
Total other financing sources (uses)	<u>3,675,083</u>	<u>(332,404)</u>	<u>286,088</u>	<u>461,135</u>	<u>3,941,886</u>
Net change in fund balances	<u>\$ (762,657)</u>	<u>\$ 1,602,346</u>	<u>\$ (4,267,703)</u>	<u>\$ 1,743,040</u>	<u>\$ 2,908,829</u>
Debt service as a percentage of noncapital expenditures	12.0%	11.8%	10.9%	10.8%	17.2%

Note: Noncapital expenditures are total expenditures less capital outlay and expenditures for capitalized assets included within the functional expenditure categories.

**CITY OF WEST JORDAN**  
**SCHEDULE 4 (continued)**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
Other Financing Sources (Uses)					
Issuance of debt	-	10,595,000	6,530,000	-	24,960,000
Discount on issuance of debt	-	-	-	-	-
Premium on issuance of debt	-	-	-	-	2,315,356
Issuance of capital lease	-	-	135,009	-	-
Road project proceeds	-	9,900,000	-	-	-
Developer contributions	-	683,467	-	-	-
Sale of capital assets	-	-	164,500	4,552	-
Transfers in	6,206,245	11,684,277	11,587,254	3,032,210	4,784,115
Transfers out	(5,429,359)	(14,854,277)	(13,587,254)	(3,032,210)	(4,839,115)
Total other financing sources (uses)	<u>776,886</u>	<u>18,008,467</u>	<u>4,829,509</u>	<u>4,552</u>	<u>27,220,356</u>
Net change in fund balances	<u>\$ 7,495,957</u>	<u>\$ 4,369,154</u>	<u>\$ 1,939,506</u>	<u>\$ (8,215,237)</u>	<u>\$ 24,645,083</u>
Debt service as a percentage of noncapital expenditures	6.6%	19.4%	6.2%	7.1%	6.8%

**CITY OF WEST JORDAN  
SCHEDULE 5  
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS**

Fiscal Year	Property Tax (1)	Motor Vehicle Fee-in-lieu of Property Tax	Sales Tax	Franchise Tax (2)	Total
2008	\$ 12,159,255	\$ 1,048,851	\$ 16,256,386	\$ 4,919,397	\$ 34,383,889
2009	12,288,438	1,081,519	14,598,750	6,383,768	34,352,475
2010	12,841,671	976,689	13,404,929	6,911,183	34,134,472
2011	13,145,296	992,661	13,559,906	7,129,083	34,826,946
2012	12,094,366	814,006	14,467,761	7,409,499	34,785,632
2013	15,744,286	1,143,559	15,161,672	7,964,188	40,013,705
2014	16,067,375	999,394	15,976,144	8,112,830	41,155,743
2015	16,203,384	1,010,266	16,845,871	7,871,219	41,930,740
2016	16,713,472	1,013,610	17,371,482	7,805,965	42,904,529
2017	16,685,255	1,034,558	18,583,140	7,931,648	44,234,601
Growth					
2008-2017	37.2%	-1.4%	14.3%	61.2%	28.6%

(1) Includes penalties and interest.

(2) A telecommunications tax was implemented in 2009.

**CITY OF WEST JORDAN  
SCHEDULE 6  
DIRECT TAXABLE SALES BY CATEGORY  
LAST TEN CALENDAR YEARS**

Calendar Year	Category				Total	City Direct Sales Tax Rate
	Retail	Services	Business Equipment & Utilities	Other		
2007	\$ 896,521,301	\$ 77,333,631	\$ 203,463,655	\$ 126,530,263	\$1,303,848,850	1.000 %
2008	840,773,887	80,591,718	298,670,106	102,267,897	1,322,303,608	1.000
2009	828,022,960	82,399,762	259,685,855	32,070,469	1,202,179,046	1.000
2010	793,464,695	103,958,444	254,839,010	32,502,668	1,184,764,817	1.000
2011	721,045,458	247,509,130	221,084,342	41,939,927	1,231,578,857	1.000
2012	742,836,960	262,226,673	239,780,736	45,668,906	1,290,513,275	1.000
2013	775,684,054	359,063,551	185,857,212	36,431,721	1,357,036,538	1.000
2014	789,609,154	367,672,604	204,421,596	53,965,617	1,415,668,971	1.000
2015	826,025,346	390,211,536	205,074,080	59,512,570	1,480,823,532	1.000
2016	851,709,139	400,680,330	202,872,948	73,223,845	1,528,486,262	1.000

Source: Utah State Tax Commission

**CITY OF WEST JORDAN  
SCHEDULE 7  
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS**

Fiscal Year	Primary Residential Property	Other Property	Less: Adjustments	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2008	\$3,511,535,262	\$1,748,285,317	\$399,449,078	\$4,860,371,501	0.001856	\$8,132,894,884	59.76
2009	3,536,115,426	2,109,356,697	380,599,510	5,264,872,613	0.001810	8,538,657,472	61.66
2010	3,148,488,044	1,996,323,713	411,371,675	4,733,440,082	0.002080	7,720,847,429	61.31
2011	3,119,933,190	1,936,404,242	348,844,042	4,707,493,390	0.002128	7,609,010,042	61.87
2012	3,015,103,177	1,938,017,434	374,382,067	4,578,738,544	0.002069	7,420,023,210	61.71
2013	2,844,974,289	1,965,996,252	464,953,994	4,346,016,547	0.002674	7,138,676,777	60.88
2014	3,048,600,250	2,075,413,401	521,909,837	4,602,103,814	0.002562	7,618,322,946	60.41
2015	3,361,903,767	2,191,420,614	492,165,439	5,061,158,942	0.002368	8,303,972,918	60.95
2016	3,595,378,140	2,345,525,635	517,707,149	5,423,196,626	0.002251	8,882,576,799	61.05
2017	3,857,227,834	2,451,495,056	477,751,077	5,830,971,813	0.002139	9,464,636,572	61.61

Note: Property in Salt Lake County is reassessed once every five years on average. The county assesses non-residential property at actual value and assesses residential property at 55 percent of actual value. Estimated actual value of residential property is calculated by dividing assessed value by 55 percent. Tax rates are per dollar of assessed value.

Sources: Utah State Tax Commission; Salt Lake County Auditor's Office

**CITY OF WEST JORDAN  
SCHEDULE 8  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year	Total Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2008	\$ 9,847,784	\$ 9,327,041	94.71	\$ 286,962	\$ 9,614,003	97.63
2009	10,259,693	9,351,921	91.15	341,370	9,693,291	94.48
2010	10,564,715	9,722,647	92.03	448,949	10,171,595	96.28
2011	10,784,995	10,091,756	93.57	271,188	10,362,944	96.09
2012	10,135,638	9,533,958	94.06	253,939	9,787,897	96.57
2013	12,678,409	12,321,900	97.19	267,384	12,589,284	99.30
2014	13,017,951	12,671,927	97.34	249,050	12,920,977	99.26
2015	13,166,025	12,919,871	98.13	207,548	13,127,419	99.71
2016	13,353,233	13,056,003	97.77	136,954	13,192,957	98.80
2017	13,535,866	13,250,088	97.89	-	13,250,088	97.89

Source: Salt Lake County Treasurer

**CITY OF WEST JORDAN  
SCHEDULE 9  
DIRECT AND OVERLAPPING SALES TAX RATES  
LAST TEN FISCAL YEARS**

Fiscal Year	City Direct Rate (1)	Overlapping Rates				Total
		State of Utah	Salt Lake County	Mass Transit	Botanical, Cultural, Zoo	
2008	1.000	4.650	0.500	0.550	0.100 %	6.800 %
2009	1.000	4.700	0.500	0.550	0.100	6.850
2010	1.000	4.700	0.500	0.550	0.100	6.850
2011	1.000	4.700	0.500	0.550	0.100	6.850
2012	1.000	4.700	0.500	0.550	0.100	6.850
2013	1.000	4.700	0.500	0.550	0.100	6.850
2014	1.000	4.700	0.500	0.550	0.100	6.850
2015	1.000	4.700	0.500	0.550	0.100	6.850
2016	1.000	4.700	0.500	0.550	0.100	6.850
2017	1.000	4.700	0.500	0.550	0.100	6.850

Note: Overlapping rates are those of other governments and agencies that apply to taxable sales within the City.

(1) Of the total sales taxes assessed by municipalities within the state, 50 percent is distributed based on point of sale and 50 percent is pooled and distributed based on population.

Source: Utah State Tax Commission



**CITY OF WEST JORDAN  
SCHEDULE 10  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Fiscal Year	City Direct Rates (1)			Overlapping Rates			
	Operating	Debt Service	Total Direct	Salt Lake County	Jordan School District	Other	Total
2008	0.001686	0.000170	0.001856	0.002511	0.006617	0.000725	0.011709
2009	0.001654	0.000156	0.001810	0.002431	0.006150	0.000692	0.011083
2010	0.001906	0.000174	0.002080	0.002842	0.005980	0.000825	0.011727
2011	0.001953	0.000175	0.002128	0.003176	0.006485	0.000881	0.012670
2012	0.002003	0.000066	0.002069	0.003300	0.007319	0.000912	0.013600
2013	0.002481	0.000193	0.002674	0.003420	0.007360	0.000919	0.014373
2014	0.002384	0.000178	0.002562	0.003935	0.007132	0.000891	0.014520
2015	0.002218	0.000150	0.002368	0.003751	0.006700	0.000841	0.013660
2016	0.002111	0.000140	0.002251	0.003214	0.006872	0.000824	0.013161
2017	0.002009	0.000130	0.002139	0.003010	0.006906	0.000790	0.012845

Note: Overlapping rates are those of other governments and agencies that apply to property owners within the City. Tax rates are per dollar of assessed value.

(1) The City's certified property tax rate may be increased only by a majority vote of the city council, after holding one or more truth-in-taxation public hearings.

Source: Utah State Tax Commission

**CITY OF WEST JORDAN  
SCHEDULE 11  
PRINCIPAL SALES TAX PAYERS  
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2017			2008		
	Sales Tax (1)	Rank	Percentage of Total Sales Tax (1)	Sales Tax (1)	Rank	Percentage of Total Sales Tax (1)
Smith's	N/A	1	N/A	N/A	2	N/A
Wal-Mart Stores	N/A	2	N/A	N/A	1	N/A
Rocky Mountain Power	N/A	3	N/A	N/A	5	N/A
Sam's Club	N/A	4	N/A	N/A	3	N/A
The Home Depot	N/A	5	N/A	N/A	7	N/A
Target	N/A	6	N/A	N/A	4	N/A
BMC West	N/A	7	N/A	N/A	8	N/A
Lowe's	N/A	8	N/A	N/A	6	N/A
Sysco Foods	N/A	9	N/A	N/A	9	N/A
SME Industries	N/A	10	N/A	N/A		N/A
Stock Building Supply	N/A		N/A	N/A	10	N/A
<b>Total</b>	<b>\$ 5,364,832</b>		<b>28.87 %</b>	<b>\$ 4,480,299</b>		<b>27.56 %</b>

(1) Sales tax information is considered proprietary and cannot be shown by individual payer, so the group is shown in the aggregate.

N/A = Not applicable

Source: Utah State Tax Commission

**CITY OF WEST JORDAN  
SCHEDULE 12  
PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2017			2008		
	Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Jordan Landing LLC	\$ 125,798,800	1	2.16 %	\$ 128,532,600	1	2.64 %
Jordan Valley Medical Ctr	60,503,400	2	1.04	31,026,200	3	0.64
Mtn America Credit Union	49,163,300	3	0.84	23,598,800	6	0.49
Oracle America Inc	47,436,200	4	0.81	-		-
Boeing	43,158,300	5	0.74	-		0.00
Willowcove Intntl LLC	32,097,450	6	0.55	26,098,710	5	0.54
Campus View LLC	29,118,600	7	0.50	-		-
Serengeti Springs	22,962,142	8	0.39	-		-
Southwillow LLC	21,711,030	9	0.37	-		-
Broadmoor Village LLC	21,334,940	10	0.37	-		-
Masco Cabinet Group LLC	-		-	58,806,600	2	1.21
WRI West Jordan LLC	-		-	26,616,600	4	0.55
Wal-Mart Stores	-		-	19,593,300	8	0.40
Sysco Foods	-		-	17,775,100	9	0.37
Dannon Company Inc	-		-	21,647,000	7	0.45
Grand Central Inc	-		-	16,281,400	10	0.33
<b>Total</b>	<b>\$ 453,284,162</b>		<b>7.77 %</b>	<b>\$ 369,976,310</b>		<b>7.61 %</b>

Source: Salt Lake County Assessor

**CITY OF WEST JORDAN  
SCHEDULE 13  
RATIOS OF OUSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Governmental Activities							
Fiscal Year	General Obligation Bonds	Lease Revenue Bonds	Sales Tax Revenue Bonds	Excise Tax Road Bonds	Tax		Notes Payable to Developers
					Increment Revenue Bonds	Special Assessment Bonds	
2008	\$ 10,015,000	\$ 5,185,000	\$ 6,410,000	\$ 1,550,000	\$ 7,615,000	\$ 4,497,000	\$ 1,264,681
2009	9,590,000	4,705,000	4,910,000	1,050,000	6,605,000	4,497,000	1,244,209
2010	9,145,000	4,200,000	3,360,000	540,000	5,520,000	4,497,000	837,708
2011	8,685,000	3,675,000	1,725,000	-	4,730,000	4,497,000	837,708
2012	8,210,000	3,290,000	-	-	3,960,000	4,497,000	-
2013	7,700,000	2,485,000	-	-	3,225,000	4,497,000	-
2014	7,260,000	1,670,000	3,335,000	-	2,535,000	3,008,000	-
2015	6,665,000	840,000	9,690,000	-	1,880,000	3,008,000	-
2016	6,045,000	-	8,650,000	-	1,230,000	3,008,000	-
2017	5,420,000	24,960,000	7,735,000	-	530,000	2,706,000	-

Note: Amounts shown do not include deferred amounts related to discounts, premiums, or refunding activities. Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) See Schedule 22 for personal income and population data.

**CITY OF WEST JORDAN  
SCHEDULE 13 (continued)  
RATIOS OF OUSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Capital Leases	Contracts Payable	Utility Revenue Bonds	Capital Leases			
2008	\$ 704,204	\$ 1,530,000	\$ 3,790,000	\$ 143,000	\$ 42,703,885	1.11	\$ 416
2009	574,059	1,430,000	2,465,000	-	37,070,268	0.93	357
2010	644,762	1,325,000	1,040,000	-	31,109,470	0.83	296
2011	778,951	1,215,000	2,530,000	-	28,673,659	0.75	270
2012	1,617,873	1,850,000	1,710,000	-	25,134,873	0.61	235
2013	1,480,783	1,480,000	1,030,000	-	21,897,783	0.50	203
2014	2,105,811	1,355,000	6,380,000	-	27,648,811	0.62	255
2015	2,239,565	725,000	5,730,000	-	30,777,565	0.65	279
2016	2,769,019	590,000	11,590,000	-	33,882,019	0.68	304
2017	2,070,123	450,000	10,330,000	-	54,201,123	1.03	477

**CITY OF WEST JORDAN  
SCHEDULE 14  
RATIOS OF GENERAL BONDED DEBT OUSTANDING  
LAST TEN FISCAL YEARS**

Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property (1)	Per Capita (2)
	General Obligation Bonds	Other Bonds	Total		
2008	\$ 10,015,000	\$ 29,047,000	\$ 39,062,000	0.80 %	\$ 380
2009	9,590,000	24,232,000	33,822,000	0.64	326
2010	9,145,000	19,157,000	28,302,000	0.60	270
2011	8,685,000	17,157,000	25,842,000	0.55	243
2012	8,210,000	13,457,000	21,667,000	0.47	203
2013	7,700,000	11,237,000	18,937,000	0.44	175
2014	7,260,000	16,928,000	24,188,000	0.53	223
2015	6,665,000	21,148,000	27,813,000	0.55	252
2016	6,045,000	24,478,000	30,523,000	0.56	274
2017	5,420,000	46,261,000	51,681,000	0.89	455

Note: Amounts shown do not include deferred amounts related to discounts, premiums, or refunding activities.

(1) See Schedule 7 for property value data.

(2) See Schedule 22 for population data.

**CITY OF WEST JORDAN  
SCHEDULE 15  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
LAST TEN FISCAL YEARS**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to West Jordan (1)</u>	<u>Estimated Amount Applicable to West Jordan</u>
Jordan School District	\$ 64,515,000	32.68 %	\$ 21,083,502
Salt Lake County	194,540,000	6.89	<u>13,403,806</u>
Total overlapping debt			34,487,308
City of West Jordan (2)	\$ 43,871,123	100.00	<u>43,871,123</u>
Total direct and overlapping debt			<u><u>\$ 78,358,431</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of West Jordan. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by dividing the City's taxable assessed value by each overlapping unit's total taxable assessed value.

(2) Amounts shown do not include deferred amounts related to discounts, premiums, or refunding activities.

Sources: Utah State Tax Commission; Jordan School District; Salt Lake County Auditor's Office

**CITY OF WEST JORDAN  
SCHEDULE 16  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	Fiscal Year				
	2008	2009	2010	2011	2012
Debt Limit	\$ 325,315,795	\$ 341,546,299	\$ 308,833,897	\$ 304,360,402	\$ 296,800,928
Total debt applicable to limit (1)	<u>10,015,000</u>	<u>9,590,000</u>	<u>9,145,000</u>	<u>8,685,000</u>	<u>8,210,000</u>
Legal debt margin	<u>\$ 315,300,795</u>	<u>\$ 331,956,299</u>	<u>\$ 299,688,897</u>	<u>\$ 295,675,402</u>	<u>\$ 288,590,928</u>
Total debt applicable to the limit as a percentage of debt limit	3.08%	2.81%	2.96%	2.85%	2.77%

Legal Debt Margin Calculation for Fiscal Year 2017

Estimated market value	\$ 9,464,636,572
Debt limit (4% of market value)	378,585,463
Debt applicable to limit (1)	<u>5,420,000</u>
Legal debt margin	<u>\$ 373,165,463</u>

(1) Amounts shown do not include deferred amounts related to discounts, premiums, or refunding activities.

Sources: Utah State Tax Commission; Salt Lake County Auditor's Office



**CITY OF WEST JORDAN  
SCHEDULE 16 (continued)  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	Fiscal Year				
	2013	2014	2015	2016	2017
Debt Limit	\$ 285,547,071	\$ 304,732,918	\$ 332,158,917	\$ 355,303,072	\$ 378,585,463
Total debt applicable to limit (1)	<u>7,700,000</u>	<u>7,260,000</u>	<u>6,665,000</u>	<u>6,045,000</u>	<u>5,420,000</u>
Legal debt margin	<u>\$ 277,847,071</u>	<u>\$ 297,472,918</u>	<u>\$ 325,493,917</u>	<u>\$ 349,258,072</u>	<u>\$ 373,165,463</u>
Total debt applicable to the limit as a percentage of debt limit	2.70%	2.38%	2.01%	1.70%	1.43%

**CITY OF WEST JORDAN  
SCHEDULE 17  
PLEGDED-REVENUE COVERAGE  
WATER REVENUE BONDS  
LAST TEN FISCAL YEARS**

Fiscal Year	Gross Revenues(1)	Operating Expenses(2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 12,514,128	\$ 10,951,456	\$ 1,562,672	\$ 1,585,000	\$ 92,225	\$ 1,677,225	0.93
2009	12,770,209	10,243,566	2,526,643	1,325,000	155,390	1,480,390	1.71
2010	12,330,587	10,044,419	2,286,168	1,425,000	101,065	1,526,065	1.50
2011	13,678,673	10,425,154	3,253,519	1,035,000	68,819	1,103,819	2.95
2012	15,822,089	11,362,423	4,459,666	820,000	66,057	886,057	5.03
2013	16,172,170	11,593,674	4,578,496	680,000	41,576	721,576	6.35
2014	17,001,425	12,816,500	4,184,925	695,000	93,949	788,949	5.30
2015	16,965,634	13,657,873	3,307,761	650,000	140,542	790,542	4.18
2016	16,955,828	14,965,284	1,990,544	665,000	126,060	791,060	2.52
2017	18,291,855	17,402,966	888,889	675,000	111,430	786,430	1.13

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

- (1) Total revenues (including interest and impact fees).
- (2) Total operating expenses exclusive of depreciation.

**CITY OF WEST JORDAN  
SCHEDULE 18  
PLEGDED-REVENUE COVERAGE  
STORM DRAIN REVENUE BONDS  
LAST TEN FISCAL YEARS**

Fiscal Year	Gross Revenues(1)	Operating Expenses(2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ N/A	\$ N/A	\$ N/A	\$ -	\$ -	\$ -	N/A
2009	N/A	N/A	N/A	-	-	-	N/A
2010	N/A	N/A	N/A	-	-	-	N/A
2011	N/A	N/A	N/A	-	-	-	N/A
2012	N/A	N/A	N/A	-	-	-	N/A
2013	N/A	N/A	N/A	-	-	-	N/A
2014	N/A	N/A	N/A	-	-	-	N/A
2015	N/A	N/A	N/A	-	-	-	N/A
2016	N/A	N/A	N/A	-	-	-	N/A
2017	4,750,119	1,584,739	3,165,380	585,000	138,176	723,176	4.38

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) Total revenues (including interest and impact fees).

(2) Total operating expenses exclusive of depreciation.

N/A = Not applicable

**CITY OF WEST JORDAN  
SCHEDULE 19  
PLEGGED-REVENUE COVERAGE  
SALES TAX REVENUE BONDS  
LAST TEN FISCAL YEARS**

Fiscal Year	Sales Tax Revenue	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2008	\$ 16,256,386	\$ 1,480,000	\$ 369,875	\$ 1,849,875	8.79
2009	14,598,750	1,500,000	310,675	1,810,675	8.06
2010	13,404,929	1,550,000	250,675	1,800,675	7.44
2011	13,559,906	1,635,000	184,800	1,819,800	7.45
2012	14,467,761	1,725,000	94,875	1,819,875	7.95
2013	15,161,672	-	-	-	N/A
2014	15,976,144	-	24,396	24,396	654.87
2015	16,845,871	310,000	72,822	382,822	44.00
2016	17,371,482	905,000	193,546	1,098,546	15.81
2017	18,583,140	920,000	174,154	1,094,154	16.98

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

N/A = Not applicable

**CITY OF WEST JORDAN  
SCHEDULE 20  
PLEGGED-REVENUE COVERAGE  
TAX INCREMENT REVENUE BONDS  
LAST TEN FISCAL YEARS**

Fiscal Year	Tax Increment Revenue	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2008	\$ 2,584,234	\$ 940,000	\$ 434,413	\$ 1,374,413	1.88
2009	2,679,868	1,010,000	390,213	1,400,213	1.91
2010	2,714,436	1,085,000	341,565	1,426,565	1.90
2011	2,651,201	790,000	289,315	1,079,315	2.46
2012	2,282,629	770,000	249,341	1,019,341	2.24
2013	2,794,439	735,000	209,686	944,686	2.96
2014	3,398,395	690,000	171,466	861,466	3.94
2015	3,824,806	655,000	135,103	790,103	4.84
2016	3,977,946	650,000	100,388	750,388	5.30
2017	3,772,971	700,000	65,938	765,938	4.93

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

**CITY OF WEST JORDAN  
SCHEDULE 21  
PLEGDED-REVENUE COVERAGE  
HUD CONTRACT PAYABLE  
LAST TEN FISCAL YEARS**

Fiscal Year	Community Development Block Grant Revenue	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2008	\$ 501,969	\$ 95,000	\$ 121,167	\$ 216,167	2.32
2009	743,878	100,000	114,127	214,127	3.47
2010	451,102	105,000	106,740	211,740	2.13
2011	613,096	110,000	98,865	208,865	2.94
2012	496,435	115,000	26,078	141,078	3.52
2013	647,419	120,000	25,240	145,240	4.46
2014	514,068	125,000	23,886	148,886	3.45
2015	500,955	130,000	21,879	151,879	3.30
2016	455,691	135,000	19,224	154,224	2.95
2017	684,322	140,000	15,877	155,877	4.39

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

**CITY OF WEST JORDAN  
SCHEDULE 22  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

Fiscal Year	Population	Personal Income (1)	Per Capita Personal Income (2)	Unemployment Rate (3)
2008	102,660	\$ 3,858,373,440	\$ 37,584	2.5 %
2009	103,740	4,006,023,840	38,616	3.4
2010	104,969	3,763,243,619	35,851	7.1
2011	106,286	3,816,623,974	35,909	7.7
2012	106,954	4,100,402,452	38,338	6.6
2013	108,062	4,374,457,822	40,481	5.3
2014	108,362	4,440,349,674	40,977	4.4
2015	110,171	4,701,106,741	42,671	3.7
2016	111,273	4,973,012,916	44,692	3.4
2017	113,699	5,279,499,366	46,434	3.2

(1) Estimates of total personal income are derived by multiplying per capita personal income amounts by the corresponding population.

(2) Per capita personal income amounts are for Salt Lake County. The amounts shown are for the calendar year that ended during the specified fiscal year, e.g., amounts for calendar year 2016 are shown in fiscal year 2017.

(3) Unemployment rates are for the Salt Lake City, UT metropolitan area. The rates shown are for the calendar year that ended during the specified fiscal year, e.g., rates for calendar year 2016 are shown in fiscal year 2017.

Sources: Population information provided by the U.S Census Bureau. Per capita personal income information provided by the U.S. Department of Commerce, Bureau of Economic Analysis. Unemployment rates provided by the U.S. Department of Labor, Bureau of Labor Statistics.

**CITY OF WEST JORDAN  
SCHEDULE 23  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO**

Employer	2017			2008		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Jordan School District	3,452	1	5.58 %	2,575	1	6.18 %
Jordan Valley Medical Center	781	2	1.26	667	3	1.60
Smith's	739	3	1.19	364	9	0.87
West Jordan City	620	4	1.00	566	6	1.36
Sysco Intermountain Food Services	443	5	0.72	538	7	1.29
Mountain America Credit Union	405	6	0.65	355	10	0.85
SME Industries	375	7	0.61	375	8	0.90
Wal-Mart	372	8	0.60	581	4	1.39
Northstar Manufacturing	323	9	0.52	-	-	-
National Benefit Services	238	10	0.38	-	-	-
Masco Retail Cabinet Group	-	-	0.00	798	2	1.91
Fairchild Semi-conductor	-	-	0.00	575	5	1.38
<b>Total</b>	<b>7,748</b>		<b>12.52 %</b>	<b>7,394</b>		<b>17.74 %</b>

Sources: West Jordan Business License Division; Jordan School District; U.S. Department of Labor, Bureau of Labor Statistics



**CITY OF WEST JORDAN  
SCHEDULE 24  
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY  
FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General government										
Mayor & city council	4.60	4.60	4.56	4.62	4.62	4.62	5.11	5.61	5.25	4.00
Administration	15.90	15.10	6.45	6.07	7.07	10.42	8.84	8.84	9.40	10.00
Finance/Admin. services	23.33	23.33	31.51	29.25	30.00	30.35	33.74	34.74	35.86	34.75
Information Technologies	7.00	7.00	-	-	-	-	-	-	-	-
Facilities	6.93	6.93	4.00	4.00	4.00	4.00	5.00	5.27	5.44	5.00
Attorney	11.00	11.00	10.00	11.90	12.50	15.38	18.50	19.50	20.00	14.01
Court	11.00	11.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Community development										
Planning & zoning	10.50	10.50	11.29	9.79	9.79	7.10	7.50	7.90	8.90	8.00
Economic development	-	-	1.71	1.71	1.71	0.40	-	1.00	1.00	1.00
Building safety	11.62	10.20	9.23	9.23	9.23	8.23	8.23	8.23	8.10	9.00
Police										
Support services	62.50	64.50	61.97	60.62	61.52	72.50	67.00	68.00	68.00	71.00
Line services	89.25	90.10	89.78	89.13	89.23	82.53	84.30	85.30	85.30	84.30
Animal control	6.00	6.00	6.28	6.28	9.28	9.00	9.50	9.50	9.50	9.50
Fire	85.00	86.00	86.00	86.00	86.00	85.00	85.00	85.00	85.00	86.50
Public works										
Public works admin.	7.00	6.75	6.00	6.00	6.00	5.26	5.26	5.26	5.00	9.00
Engineering	24.40	24.90	17.75	17.75	17.25	15.61	15.96	16.69	16.79	21.75
Streets	24.00	24.00	21.60	21.10	23.10	22.09	22.03	23.03	23.49	26.00
Storm drain	2.00	2.00	2.00	-	-	-	-	-	-	-
Fleet operations	8.00	9.00	7.00	7.00	8.00	8.47	6.12	8.12	8.12	8.00
Parks and recreation	18.00	18.00	15.00	15.00	14.00	14.75	15.00	16.00	16.00	17.00
Water	18.00	17.25	18.00	19.00	17.00	17.54	19.38	21.38	21.68	19.00
Sewer	11.00	11.00	11.00	13.00	12.00	9.07	9.26	11.26	12.96	12.00
Solid waste	1.50	1.50	1.90	2.40	2.40	2.10	2.05	2.05	2.05	3.00
Stormwater	-	-	-	-	-	9.12	9.12	11.12	10.22	8.00
<b>Total</b>	<b>458.53</b>	<b>460.66</b>	<b>433.03</b>	<b>429.85</b>	<b>434.70</b>	<b>443.54</b>	<b>446.90</b>	<b>463.80</b>	<b>468.06</b>	<b>470.81</b>

Note: Full-time equivalent employees shown are based on authorized positions as determined by the salary schedule and the personnel budgets for the specified year.

Source: West Jordan Human Resources Division

**CITY OF WEST JORDAN  
SCHEDULE 25  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year				
	2008	2009	2010	2011	2012
Community development					
Residential building permits issued	721	641	770	611	682
Commercial building permits issued	267	270	232	188	211
Police					
Calls for service	54,506	55,183	65,186	66,820	62,414
Arrests	3,437	3,738	3,719	3,654	3,514
Violations cited	16,996	13,452	13,686	14,610	13,170
Fire					
Medical responses	3,586	3,448	3,441	3,562	3,792
Fire responses	1,558	1,356	1,286	1,233	1,218
Water					
Residential accounts serviced	19,852	19,877	19,923	20,072	20,315
Commercial accounts serviced	1,381	1,416	1,489	1,549	1,569
Average daily consumption (thousands of gallons)	18,092	17,613	16,015	16,596	18,530
Sewer					
Sewer line miles inspected	38	37	41	39	22
Sewer line miles cleaned	99	113	112	124	93

Note: Indicators are not available for the general government, public works, parks & recreation, or solid waste functions. Some of the amounts shown are for the calendar year that ended during the specified fiscal year, e.g., amounts for calendar year 2016 would be shown in fiscal year 2017.

Sources: West Jordan Community Development Department, Police Department, Fire Department, and Public Works Department

**CITY OF WEST JORDAN  
SCHEDULE 25 (continued)  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year				
	2013	2014	2015	2016	2017
Community development					
Residential building permits issued	727	809	965	1,406	2,003
Commercial building permits issued	186	197	229	226	237
Police					
Calls for service	61,501	60,017	64,291	64,019	60,645
Arrests	3,042	2,981	2,900	3,677	2,846
Violations cited	11,113	12,144	13,868	15,165	13,797
Fire					
Medical responses	3,798	3,902	4,341	4,191	4,950
Fire responses	1,879	1,760	1,934	1,059	1,280
Water					
Residential accounts serviced	20,545	20,761	21,055	21,544	21,679
Commercial accounts serviced	1,567	1,605	1,657	1,664	1,749
Average daily consumption (thousands of gallons)	18,817	18,517	17,488	19,054	20,503
Sewer					
Sewer line miles inspected	18	20	13	23	27
Sewer line miles cleaned	83	87	88	111	94

**CITY OF WEST JORDAN  
SCHEDULE 26  
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year				
	2008	2009	2010	2011	2012
Police					
Marked patrol vehicles (1)	71	75	77	77	77
Fire					
Fire stations	4	4	4	4	4
Fire engines	6	6	6	6	6
Ambulances	5	5	5	5	5
Public works					
Street miles	335	328	309	316	329
Parks and recreation					
Park acreage	304	321	329	331	336
Baseball/softball diamonds	19	19	19	19	19
Soccer fields	24	24	20	20	20
Water					
Water main miles (2)	343	347	360	362	378
Storage capacity (thousands of gallons)	30,500	30,500	30,500	30,500	30,500

Note: Indicators are not available for the general government, community development, sewer, or solid waste functions.

(1) Beginning in 2015, the Police Department began to lease (rent) patrol vehicles on a three-year rotational basis. The program will be phased in over a three-year time period.

(2) During 2017, the Public Works Department refined the process for recording water main infrastructure, resulting in a net reduction to water main inventory.

Sources: West Jordan Police Department, Fire Department, and Public Works Department

**CITY OF WEST JORDAN  
SCHEDULE 26 (continued)  
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year				
	2013	2014	2015	2016	2017
Police					
Marked patrol vehicles (1)	77	77	49	29	13
Fire					
Fire stations	4	4	4	4	4
Fire engines	6	6	6	6	6
Ambulances	5	5	5	5	6
Public works					
Street miles	329	334	336	339	343
Parks and recreation					
Park acreage	338	348	354	354	342
Baseball/softball diamonds	19	19	19	19	19
Soccer fields	20	20	20	20	20
Water					
Water main miles (2)	380	436	439	445	417
Storage capacity (thousands of gallons)	30,500	30,500	37,500	37,500	37,500

The mission of the Legal Department (pictured below) is to provide timely and authoritative legal advice to the city and its officials; defend the city's legal rights, operations and interests; and prosecute those who violate public policy, trust or the criminal code.

