

Comprehensive Annual Financial Report

FY 2017-2018 | For the Fiscal Year Ended June 30, 2018



City of West Jordan

State of Utah

Comprehensive Annual Financial Report

For The Year Ended June 30, 2018

**CITY OF WEST JORDAN
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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 7, 2018

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, 2018 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, 2018, 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, 2018 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 113,921 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 4.2 percent in the second quarter of 2018. 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 2017, March 2018 and June 2018. 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 111.9 as of June 2018, which has decreased during the current year. The Zion's Bank Consumer Price Index posted a 2.9% increase in June 2018, when compared to the same month the prior year. In West Jordan, the US Bureau of Labor Statistics reports the unemployment rate continues at a low percentage, from 3.7% in 2014 to 3.4% in 2015 and 3.2% in 2016 to 2.7% in 2017, reaching 3.3% through June 30, 2018. 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, 2017. 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
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**

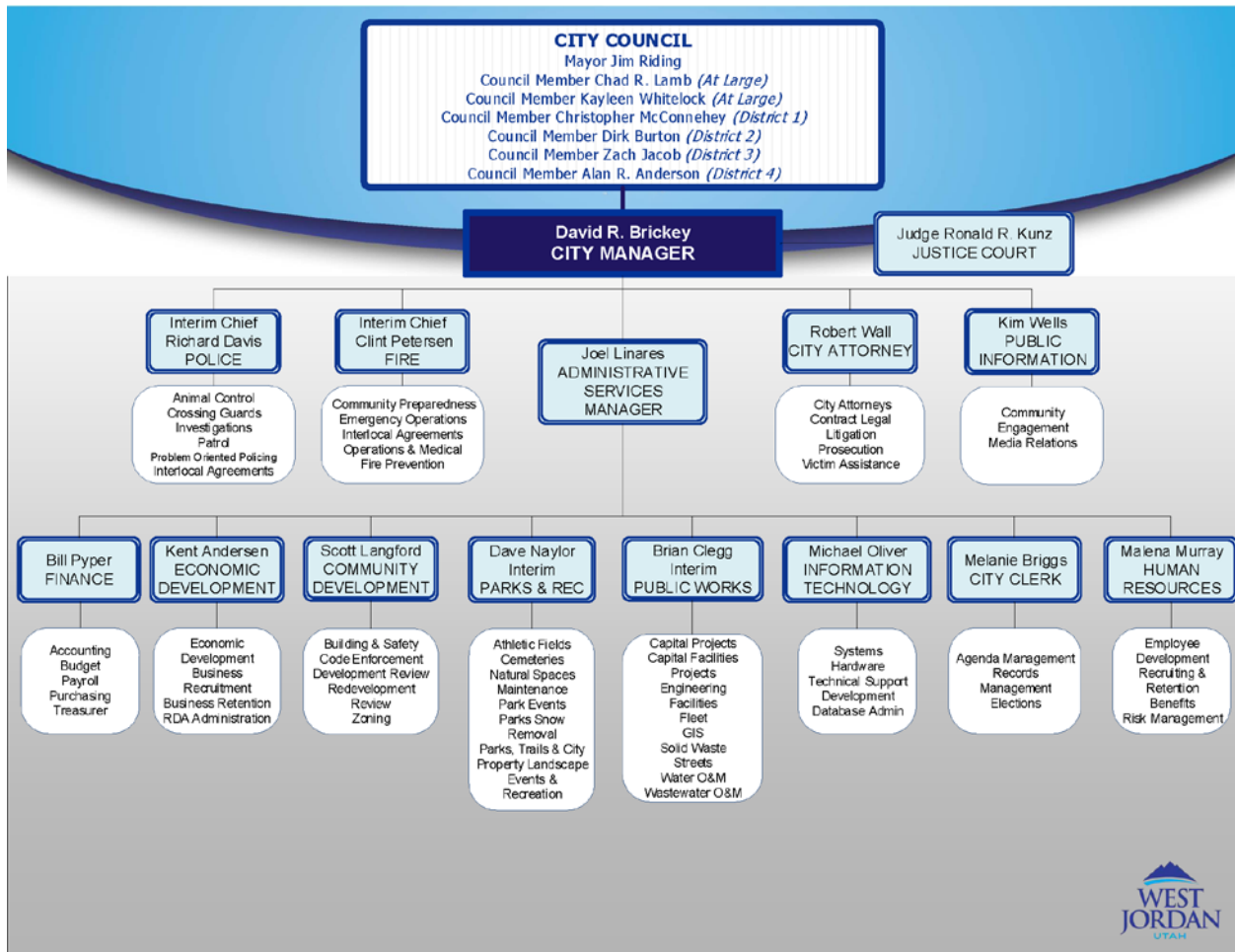
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO

CITY OF WEST JORDAN ORGANIZATIONAL STRUCTURE JUNE 30, 2018



**CITY OF WEST JORDAN
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2018**

PRINCIPAL OFFICIALS AS OF THE DATE OF THE REPORT (JUNE 30, 2018)

<u>Title</u>	<u>Name</u>
Mayor	Jim Riding
Mayor Pro-Tem/Councilmember	Alan R. Andersen
Councilmember	Dick Burton
Councilmember	Zach Jacob
Councilmember	Chad R. Lamb
Councilmember	Christopher McConnehey
Councilmember	Kayleen Whitelock
City Manager	David R. Brickey
Administrative Services Manager	Joel Linares
City Attorney	Robert Wall
City Clerk	Melanie Briggs
City Treasurer	David Zobell
Chief Information Officer	Michael Oliver
Community Development Director	Scott Langford
Economic Development Director	Kent Andersen
Finance Director	Bill Pyper
Interim Fire Chief	Clint Petersen
Human Resources/Risk	Malena Murray
Justice Court Judge	Ronald Kunz
Interim Parks and Recreation	Dave Naylor
Interim Police Chief	Richard Davis
Interim Public Works Director	Brian Clegg

FINANCIAL SECTION



KEDDINGTON & CHRISTENSEN, CPAS

CERTIFIED PUBLIC ACCOUNTANTS

Gary K. Keddington, CPA

Phyl R. Warnock, CPA

Marcus K. Arbuckle, CPA

Steven M. Rowley, CPA

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of City Council
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, 2018, 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, 2018, 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 inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of West Jordan, Utah's basic financial statements. 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 basic 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. Such 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 combining and individual nonmajor fund statements and budgetary comparison schedules 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 7, 2018, 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 7, 2018

**CITY OF WEST JORDAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
For The Year Ended June 30, 2018**

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, 2018. 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 \$14,818,509. The governmental net position increased by \$5,012,615 and the business-type net position increased by \$9,805,894.

At the close of the current fiscal year, the assets of the City exceeded its liabilities by \$544,575,407. Of this amount, \$21,320,221 (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 \$53,383,812, a decrease of \$10,379,180 in comparison with the prior year.

The unassigned fund balance for the General fund at year end was \$11,345,241 or approximately 22.8% of total General fund expenditures. The total fund balance for the General fund has decreased by \$284,439, 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, 2018

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, 2018**

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, 2018, the City's assets exceeded liabilities by \$544,575,407. By far the largest portion, approximately 88.6%, 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.

City of West Jordan's Net Position

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Current and other assets	\$ 89,500,474	\$ 93,775,857	\$ 38,574,506	\$ 36,097,818	\$ 128,074,980	\$ 129,873,675
Capital assets	326,014,388	313,080,842	201,853,235	184,477,470	527,867,623	497,558,312
Total assets	<u>415,514,862</u>	<u>406,856,699</u>	<u>240,427,741</u>	<u>220,575,288</u>	<u>655,942,603</u>	<u>627,431,987</u>
Total deferred outflows of resources	14,199,236	12,259,012	862,705	742,040	15,061,941	13,001,052
Other liabilities	10,779,778	9,893,183	7,871,881	5,641,964	18,651,659	15,535,147
Long-term liabilities outstanding	62,439,588	66,665,895	18,962,731	11,423,730	81,402,319	78,089,625
Total liabilities	<u>73,219,366</u>	<u>76,559,078</u>	<u>26,834,612</u>	<u>17,065,694</u>	<u>100,053,978</u>	<u>93,624,772</u>
Total deferred inflows of resources	25,764,616	16,839,132	610,543	212,237	26,375,159	17,051,369
Net position:						
Net investment in capital assets	289,376,266	267,165,192	193,304,926	174,147,470	482,681,192	441,312,662
Restricted	30,654,737	43,553,297	9,919,257	3,779,313	40,573,994	47,332,610
Unrestricted	10,699,113	14,999,012	10,621,108	26,112,614	21,320,221	41,111,626
Total net position	<u>\$ 330,730,116</u>	<u>\$ 325,717,501</u>	<u>\$ 213,845,291</u>	<u>\$ 204,039,397</u>	<u>\$ 544,575,407</u>	<u>\$ 529,756,898</u>

A portion of the City's total Net Position, \$40,573,994 (or 7.5%), 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 \$21,320,221 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, 2018**

City of West Jordan's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program revenues:						
Charges for services	\$ 9,652,429	\$ 9,539,982	\$ 36,537,893	\$ 33,990,829	\$ 46,190,322	\$ 43,530,811
Operating grants and contributions	4,557,199	4,469,189	60,800	16,747	4,617,999	4,485,936
Capital grants and contributions	12,322,861	23,998,270	9,235,168	7,121,524	21,558,029	31,119,794
General revenues:						
Property taxes	17,767,543	17,719,813	-	-	17,767,543	17,719,813
Sales taxes	19,922,143	18,583,140	-	-	19,922,143	18,583,140
Other taxes	7,651,704	7,931,648	-	-	7,651,704	7,931,648
Other revenues	5,252,120	1,431,476	481,090	442,991	5,733,210	1,874,467
Total revenues	77,125,999	83,673,518	46,314,951	41,572,091	123,440,950	125,245,609
Expenses:						
General government	8,439,151	8,223,556	-	-	8,439,151	8,223,556
Community development	4,164,418	3,570,638	-	-	4,164,418	3,570,638
Police	18,781,823	18,972,747	-	-	18,781,823	18,972,747
Fire	11,379,022	11,195,725	-	-	11,379,022	11,195,725
Public works	22,290,768	13,781,430	-	-	22,290,768	13,781,430
Parks and recreation	5,540,635	5,560,894	-	-	5,540,635	5,560,894
Interest on long-term debt	1,567,567	1,353,240	-	-	1,567,567	1,353,240
Water	-	-	19,449,729	19,962,566	19,449,729	19,962,566
Sewer	-	-	9,094,867	8,046,401	9,094,867	8,046,401
Solid waste	-	-	4,289,067	4,440,314	4,289,067	4,440,314
Storm water	-	-	3,302,722	2,725,263	3,302,722	2,725,263
Streetlight	-	-	322,672	589,456	322,672	589,456
Total expenses	72,163,384	62,658,230	36,459,057	35,764,000	108,622,441	98,422,230
Increase in net position before transfers	4,962,615	21,015,288	9,855,894	5,808,091	14,818,509	26,823,379
Transfers	50,000	(5,000)	(50,000)	5,000	-	-
Increase in net position	5,012,615	21,010,288	9,805,894	5,813,091	14,818,509	26,823,379
Net position - beginning of year	325,717,501	304,051,666	204,039,397	198,026,306	529,756,898	502,077,972
Prior period adjustment	-	655,547	-	200,000	-	855,547
Net position - end of year	\$ 330,730,116	\$ 325,717,501	\$ 213,845,291	\$ 204,039,397	\$ 544,575,407	\$ 529,756,898

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 \$5,012,615. Key elements of the City governmental activities are as follows:

- The City received \$11,675,409 less 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 \$1,339,003. 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, 2018**

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.

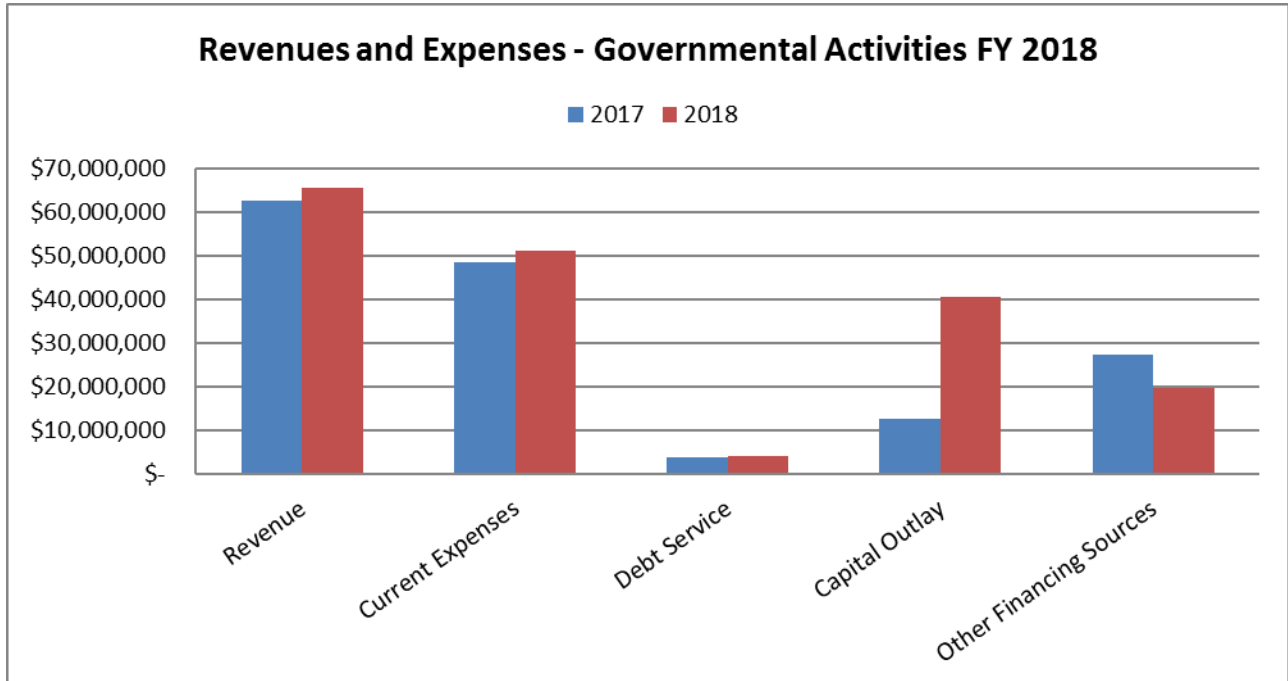
In the current year, business-type activities increased the City’s net position by \$9,805,894. Key elements of this increase are as follows:

- The City’s business-type activities received \$60,800 from operating grants and contributions and \$9,235,168 from capital grants and contributions.
- The majority of these contributions include capital assets donated to the City by developers (\$5,104,773) and impact fees (\$4,130,395) 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 \$2,547,064 over the previous year.

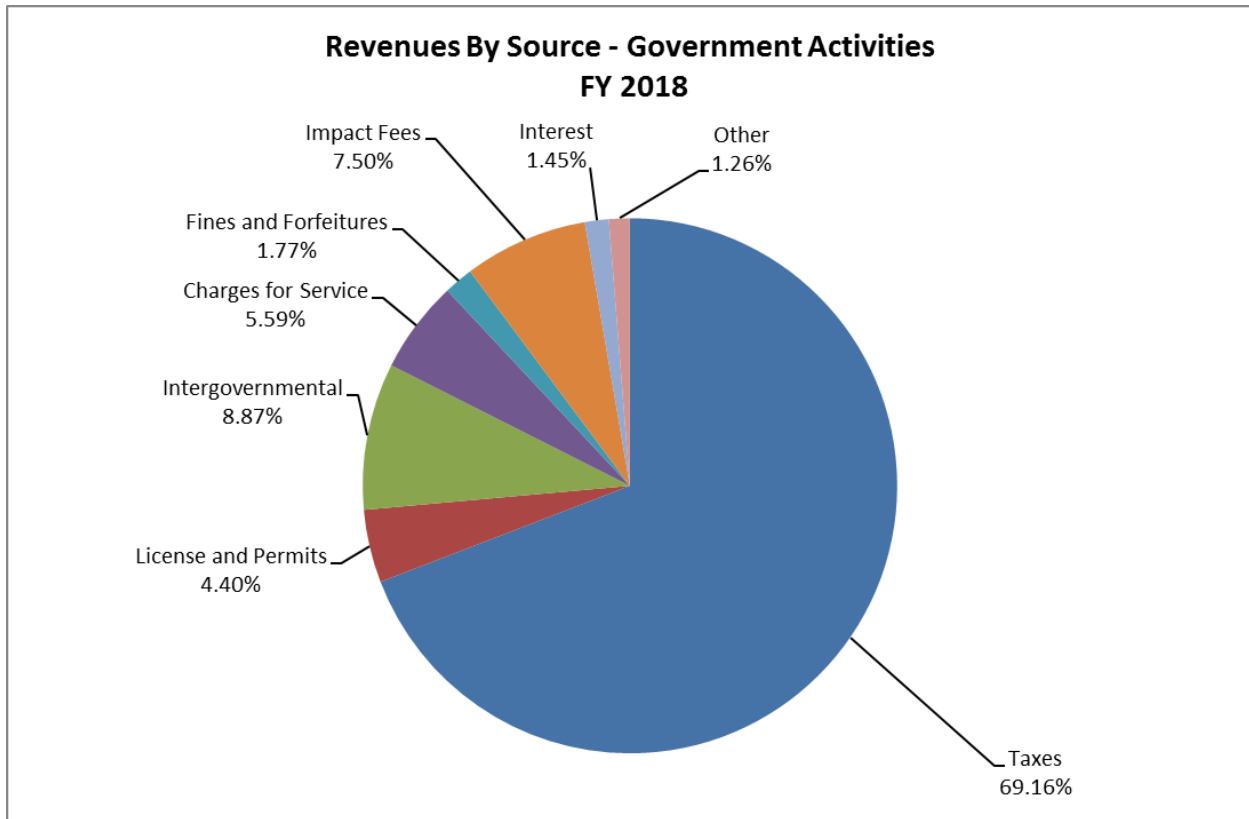
Financial Analysis of the Government’s Funds

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 2018 governmental activities:



**CITY OF WEST JORDAN
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For The Year Ended June 30, 2018**



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 \$53,383,812, a net decrease from the previous year of \$10,379,180.

Of the ending fund balance, 1.4% (\$762,521) is in a non-spendable form, including prepaid expenditures and receivables.

Another 53.9% (\$28,747,490) 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 \$23,873,801, and represents the amounts available for spending at the government's discretion. Of this total, 77.6% (\$18,534,382) is assigned and 22.4% (\$5,339,419) is unassigned.

CITY OF WEST JORDAN
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For The Year Ended June 30, 2018

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 \$11,345,241 and \$148,124 respectively. Total fund balance reached \$16,553,604. 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 22.8% of total General fund expenditures, while total fund balance represents 33.3% of that same amount.

The City's total General fund fund balance experienced a \$284,439 decrease during the current fiscal year. Total revenues in the General fund were \$1,230,996 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 \$1,091,055. 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, 2018, the City's General fund unassigned fund balance is 21.2% of fiscal year 2018 General fund revenues.

Unassigned fund balance was \$11,345,241, an increase in comparison to the prior year unassigned fund balance in the amount of \$652,654.

The Redevelopment Agency fund had a total fund balance of \$9,851,913, an increase from the previous year in the amount of \$2,788,092. The increase results from an increase in the sale of capital assets and a decrease in expenditures. The Redevelopment Agency fund has fund balance restricted for debt service in the amount of \$1,843,453. During the current fiscal year, a building was purchased for \$12,030,059 and later sold for \$12,919,444.

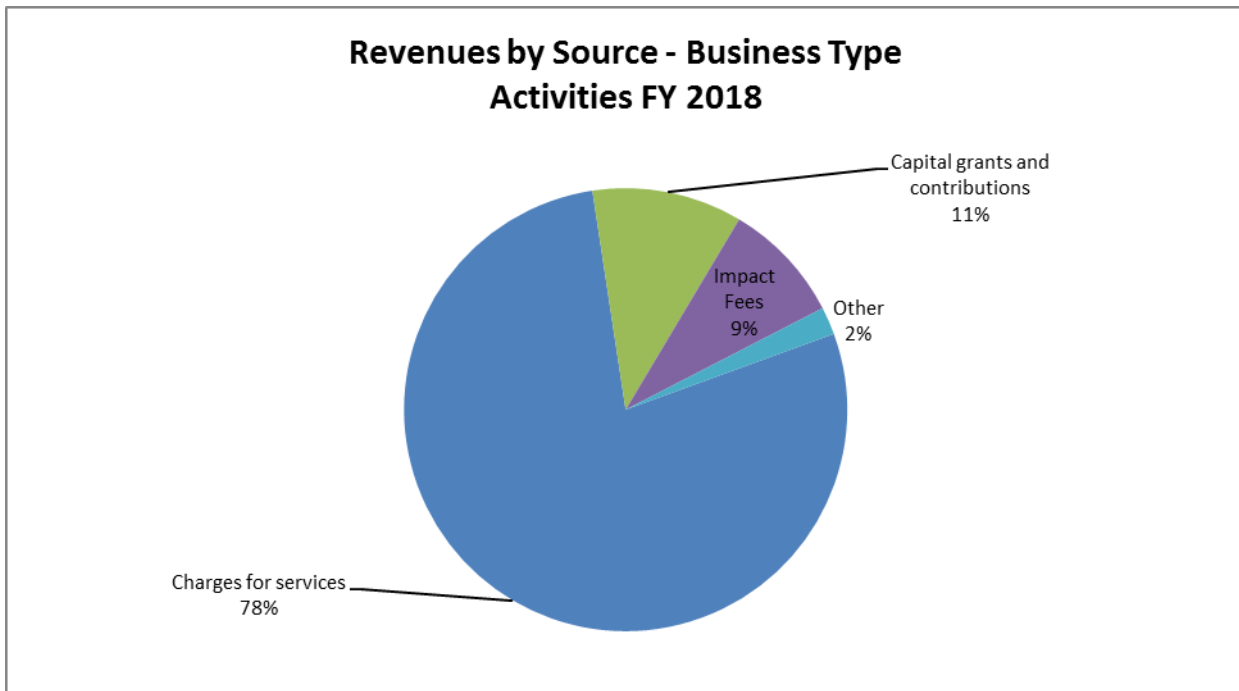
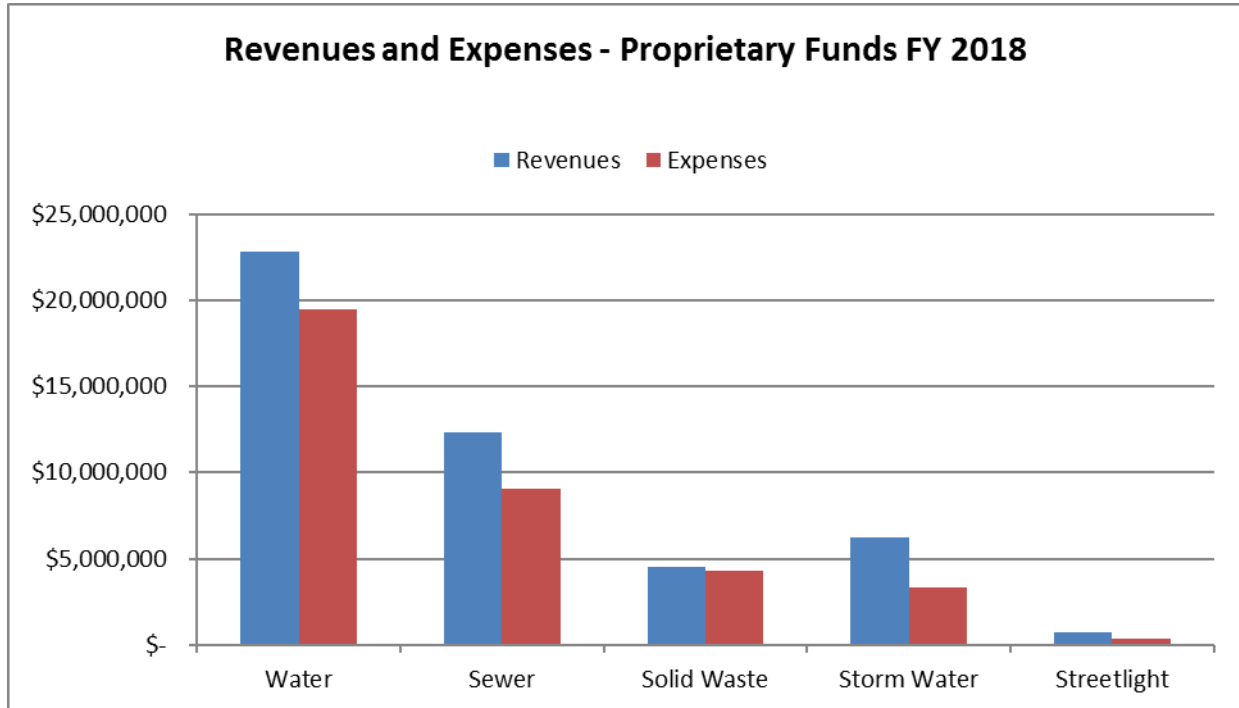
The Municipal Building Authority has a fund balance of \$5,863,565, a decrease in the amount of \$18,536,426 from the prior year. The Municipal Building Authority incurred capital outlay expenditures of \$17,705,093 and a total of \$18,848,543 in expenditures during the current fiscal year.

The Road Capital Improvement fund has a total fund balance of \$7,336,726, a decrease from the prior year of \$1,655,902. 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.

**CITY OF WEST JORDAN
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For The Year Ended June 30, 2018**

Following is a graph that displays the revenues and expenses, and a graph the displays revenue by source for the City's fiscal 2018 enterprise funds, which are the business activities:



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.

**CITY OF WEST JORDAN
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For The Year Ended June 30, 2018**

At the end of the year, unrestricted net position in the water fund was a deficit of \$8,708,156. In the current year, the water fund had a net operating loss of \$250,815, compared to an operating loss of \$2,546,513 in fiscal year 2017.

Unrestricted net position of the sewer fund was \$7,645,691 as of June 30, 2018. This total increased due to the fund having an operating income of \$315,759. The unrestricted net position in solid waste are \$5,882,415. This total decreased due to the fund having an operating loss of \$178,400. Unrestricted net position in the storm water fund was \$5,534,026 as of June 30, 2018. This total decreased due to the fund having an operating loss of \$42,363.

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 \$6,491,137 and can be briefly summarized as follows:

- Budgeted intergovernmental, charges for service, and miscellaneous revenues were increased \$187,389, \$6,700, and \$1,524,050, respectively.
- Budgeted expenditures for event, finance, and facilities were increased \$15,000, \$12,000, and \$193,077, respectively.
- Budgeted transfers out to the Road Capital, Park Capital, and Redevelopment Agency were increased \$6,041,936, \$9,200,000, and \$50,000, respectively.
- Budgeted expenditures (not including C-Road Projects and transfers out) increased in the amount of \$595,340, reflecting increased budget in the following departments: general government, community development, police, public works, and parks and recreation. The amount budgeted for the sale of capital assets was increased by \$7,678,000

Based on budgeted revenues and expenditures, fund balance was projected to decrease in the amount of \$13,450,836. During the year, expenditures were \$7,287,702 less than budgeted, while transfers out were \$8,013,793 less than budgeted. The transfers were primarily due to C-Road capital projects that were budgeted, but not completed in fiscal year 2018. Sale of capital assets was \$904,102 less than budget. 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 fund balance decrease in the amount of \$284,439.

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, 2018 amounts to \$527,867,623, (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 \$5,104,773.
- The City spent the following amounts for improvements over the course of the fiscal year: \$8,710,713 on roads, \$1,453,529 on parks, \$30,308,776 on buildings, \$4,802,143 on storm water, \$6,903,506 on water, and \$3,528,550 on sewer.

**CITY OF WEST JORDAN
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For The Year Ended June 30, 2018**

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

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$ 157,742,436	\$ 160,910,584	\$ 4,498,262	\$ 4,498,262	\$ 162,240,698	\$ 165,408,846
Water rights	-	-	283,731	283,731	283,731	283,731
Intangible	-	-	23,821,896	22,496,298	23,821,896	22,496,298
Infrastructure	87,220,406	90,594,932	-	-	87,220,406	90,594,932
Buildings	17,784,296	18,354,746	79,214	84,907	17,863,510	18,439,653
Improvements other than buildings	27,017,579	28,706,692	152,380,742	157,097,879	179,398,321	185,804,571
Machinery and equipment	6,484,223	5,729,868	13,114	16,393	6,497,337	5,746,261
Construction in progress	29,765,448	8,784,020	20,776,276	-	50,541,724	8,784,020
	<u>\$ 326,014,388</u>	<u>\$ 313,080,842</u>	<u>\$ 201,853,235</u>	<u>\$ 184,477,470</u>	<u>\$ 527,867,623</u>	<u>\$ 497,558,312</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 \$71,288,899 in outstanding long-term debt.

City of West Jordan's Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenue bonds	\$ 31,745,000	\$ 33,220,000	\$ 18,110,000	\$ 10,330,000	\$ 49,855,000	\$ 43,550,000
Special assessment bonds	2,571,000	2,706,000	-	-	2,571,000	2,706,000
General obligation bonds	4,785,000	5,420,000	-	-	4,785,000	5,420,000
Unamortized premiums	2,148,721	2,253,964	-	-	2,148,721	2,253,964
Unamortized discounts	(8,435)	(19,286)	-	-	(8,435)	(19,286)
Capital leases	4,551,005	2,070,123	-	-	4,551,005	2,070,123
Other liabilities	7,119,444	7,265,928	267,164	248,729	7,386,608	7,514,657
	<u>\$ 52,911,735</u>	<u>\$ 52,916,729</u>	<u>\$ 18,377,164</u>	<u>\$ 10,578,729</u>	<u>\$ 71,288,899</u>	<u>\$ 63,495,458</u>

The City's total debt (including compensated absences and other long-term liabilities) increased in the amount of \$7,793,441 during the current fiscal year. The net change is a result of normally scheduled debt service payments in the amount of \$4,490,000, capital leases and contracts payable \$1,501,816, and amortization of discounts, premiums and refunding cost in the amount of \$94,392. During fiscal year 2018, the City issued lease revenue bonds in the amount of \$10,025,000 to construct water infrastructure and capital leases of \$3,837,698. The City also had an increase in compensated absences of \$16,951.

The City's bond rating is Aa3 for its lease revenue bonds, sales tax bonds, and general obligation bonds. The City has \$4,785,000 in outstanding general obligation debt as of June 30, 2018. 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 \$409,690,416.

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 2018, sales tax revenue increased 7.2% over the previous year. Sales tax revenue for fiscal year 2019 is budgeted to be slightly higher than fiscal year 2018. The most recent sales tax revenue estimates project actual sales tax revenues to be slightly above the original budget.

During the Fiscal Year 2019 budget process, the City approved several major capital projects.

CITY OF WEST JORDAN
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For The Year Ended June 30, 2018

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, 2018

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 26,792,658	\$ 16,565,697	\$ 43,358,355
Accounts receivable, net	1,553,826	5,203,109	6,756,935
Taxes receivable	21,032,565	-	21,032,565
Loans receivable	653,163	-	653,163
Intergovernmental receivable	238,507	-	238,507
Internal balances	318,722	(318,722)	-
Prepaid items	109,358	-	109,358
Inventory	39,265	1,002,594	1,041,859
Investment in joint venture	-	5,169,291	5,169,291
Restricted assets:			
Cash and cash equivalents	37,524,402	10,876,451	48,400,853
Intangible	-	23,821,896	23,821,896
Capital assets not being depreciated	187,507,884	25,558,269	213,066,153
Capital assets, net of accumulated depreciation	138,506,504	152,473,070	290,979,574
Net pension asset	1,238,008	76,086	1,314,094
Total Assets	415,514,862	240,427,741	655,942,603
Deferred Outflows of Resources			
Pensions	14,037,229	862,705	14,899,934
Deferred charge on refunding	162,007	-	162,007
Total Deferred Outflows of Resources	14,199,236	862,705	15,061,941
Total Assets and Deferred Outflows of Resources	\$ 429,714,098	\$ 241,290,446	\$ 671,004,544

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, 2018

	Governmental Activities	Business-type Activities	Total
Liabilities			
Accounts payable	\$ 2,124,664	\$ 6,684,344	\$ 8,809,008
Accrued liabilities	1,329,451	90,047	1,419,498
Accrued interest	404,276	58,098	462,374
Liabilities payable from restricted assets:			
Accounts payable	2,956,757	919,977	3,876,734
Accrued liabilities	708,163	-	708,163
Deposits	3,204,745	37,217	3,241,962
Unearned revenue	51,722	82,198	133,920
Noncurrent liabilities:			
Due within one year:			
Compensated absences	3,202,136	137,023	3,339,159
Bonds payable	3,080,000	2,255,000	5,335,000
Capital leases	1,069,263	-	1,069,263
Contracts payable	150,000	-	150,000
Due in more than one year:			
Compensated absences	3,612,308	130,141	3,742,449
Bonds payable	38,161,286	15,855,000	54,016,286
Capital leases	3,481,742	-	3,481,742
Contracts payable	155,000	-	155,000
Net pension liability	9,527,853	585,567	10,113,420
Total Liabilities	73,219,366	26,834,612	100,053,978
Deferred Inflows of Resources			
Pensions	9,934,263	610,543	10,544,806
Deferred revenue-property taxes	15,830,353	-	15,830,353
Total Deferred Inflows of Resources	25,764,616	610,543	26,375,159
Net Position			
Net investment in capital assets	289,376,266	193,304,926	482,681,192
Restricted for:			
Projects	21,820,065	355,675	22,175,740
Debt service	8,768,171	9,563,582	18,331,753
Community development	66,501	-	66,501
Unrestricted	10,699,113	10,621,108	21,320,221
Total Net Position	330,730,116	213,845,291	544,575,407
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 429,714,098	\$ 241,290,446	\$ 671,004,544

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, 2018**

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	
Government Activities								
General governmental	\$ 8,439,151	\$ 2,009,414	\$ 20,399	\$ -	\$ (6,409,338)	\$ -	\$ (6,409,338)	
Community development	4,164,418	3,452,628	-	1,235	(710,555)	-	(710,555)	
Police	18,781,823	890,325	518,039	163,437	(17,210,022)	-	(17,210,022)	
Fire	11,379,022	2,409,998	79,355	91,150	(8,798,519)	-	(8,798,519)	
Public Works	22,290,768	565,974	3,890,406	9,606,938	(8,227,450)	-	(8,227,450)	
Parks and recreation	5,540,635	324,090	49,000	2,460,101	(2,707,444)	-	(2,707,444)	
Interest on long-term debt	1,567,567	-	-	-	(1,567,567)	-	(1,567,567)	
Total Governmental Activities	72,163,384	9,652,429	4,557,199	12,322,861	(45,630,895)	-	(45,630,895)	
Business-type Activities								
Water	19,449,729	18,848,855	60,800	3,643,026	-	3,102,952	3,102,952	
Sewer	9,094,867	9,341,713	-	2,631,448	-	2,878,294	2,878,294	
Solid Waste	4,289,067	4,499,479	-	-	-	210,412	210,412	
Storm Water	3,302,722	3,138,873	-	2,960,694	-	2,796,845	2,796,845	
Streetlight	322,672	708,973	-	-	-	386,301	386,301	
Total Business-type Activities	36,459,057	36,537,893	60,800	9,235,168	-	9,374,804	9,374,804	
Total Government	\$ 108,622,441	\$ 46,190,322	\$ 4,617,999	\$ 21,558,029	(45,630,895)	9,374,804	(36,256,091)	
		General Revenues						
					13,008,717	-	13,008,717	
					3,709,686	-	3,709,686	
					19,922,143	-	19,922,143	
					7,651,704	-	7,651,704	
					1,049,140	-	1,049,140	
					4,074,090	-	4,074,090	
					815,631	481,090	1,296,721	
					362,399	-	362,399	
					50,000	(50,000)	-	
					Total General Revenues and Transfers	50,643,510	431,090	51,074,600
					Changes in Net Position	5,012,615	9,805,894	14,818,509
					Net Position, Beginning	325,717,501	204,039,397	529,756,898
					Net Position, Ending	\$ 330,730,116	\$ 213,845,291	\$ 544,575,407

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

CITY OF WEST JORDAN
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2018

	<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>
Assets						
Cash and cash equivalents	\$ 2,858,220	\$ 12,500,670	\$ 2,048,154	\$ -	\$ 2,659,744	\$ 20,066,788
Accounts receivable - net	1,548,573	-	-	-	5,253	1,553,826
Taxes receivable	19,617,065	645,170	-	-	770,330	21,032,565
Loans receivable	-	-	-	-	653,163	653,163
Prepaid items	109,358	-	-	-	-	109,358
Due from other governments	-	-	-	-	238,507	238,507
Due from other funds	4,490,500	-	-	-	5,518,770	10,009,270
Restricted assets:						
Cash and cash equivalents	8,912,696	1,843,453	6,376,587	11,885,793	6,598,626	35,617,155
Total Assets	<u>\$ 37,536,412</u>	<u>\$ 14,989,293</u>	<u>\$ 8,424,741</u>	<u>\$ 11,885,793</u>	<u>\$ 16,444,393</u>	<u>\$ 89,280,632</u>
Liabilities						
Accounts payable	\$ 735,584	\$ 1,710	\$ -	\$ 222,008	\$ 355,319	\$ 1,314,621
Accrued liabilities	1,311,975	-	-	-	2,424	1,314,399
Unearned revenue	51,722	-	-	-	-	51,722
Due to other funds	-	4,490,500	-	4,126,337	1,392,433	10,009,270
Liabilities payable from restricted assets:						
Accounts payable	48,907	-	2,561,176	200,722	145,952	2,956,757
Accrued liabilities	708,163	-	-	-	-	708,163
Deposits	3,204,745	-	-	-	-	3,204,745
Total Liabilities	<u>6,061,096</u>	<u>4,492,210</u>	<u>2,561,176</u>	<u>4,549,067</u>	<u>1,896,128</u>	<u>19,559,677</u>
Deferred Inflows of Resources						
Unavailable revenue-property taxes	14,414,922	645,170	-	-	770,261	15,830,353
Unavailable revenue-ambulance	506,790	-	-	-	-	506,790
Total Deferred Inflows of Resources	<u>14,921,712</u>	<u>645,170</u>	<u>-</u>	<u>-</u>	<u>770,261</u>	<u>16,337,143</u>
Fund Balance						
Nonspendable	109,358	-	-	-	653,163	762,521
Restricted	4,950,881	1,843,453	3,815,411	11,685,071	6,452,674	28,747,490
Assigned	148,124	8,008,460	2,048,154	-	8,329,644	18,534,382
Unassigned	11,345,241	-	-	(4,348,345)	(1,657,477)	5,339,419
Total Fund Balances	<u>16,553,604</u>	<u>9,851,913</u>	<u>5,863,565</u>	<u>7,336,726</u>	<u>13,778,004</u>	<u>53,383,812</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 37,536,412</u>	<u>\$ 14,989,293</u>	<u>\$ 8,424,741</u>	<u>\$ 11,885,793</u>	<u>\$ 16,444,393</u>	<u>\$ 89,280,632</u>

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, 2018

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

Total fund balance - governmental funds	\$	53,383,812
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		319,689,392
Accrued interest expense is not due and payable in the current period and therefore is not recorded in the funds.		(355,115)
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.		(48,313,739)
Deferred outflows relating to the loss on refunding of debt is not current available resources and therefore is not included in the funds.		162,007
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.		(4,186,879)
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.		506,790
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.		9,843,848
Total net position - governmental activities	\$	<u>330,730,116</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
For The Year Ended June 30, 2018

	<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>
Revenues						
Taxes	\$ 39,766,099	\$ 3,722,099	\$ -	\$ -	\$ 1,865,605	\$ 45,353,803
Licenses and permits	2,887,986	-	-	-	-	2,887,986
Intergovernmental	5,168,611	-	-	96,000	553,012	5,817,623
Charges for services	3,611,273	-	-	-	52,918	3,664,191
Fines and forfeitures	1,162,744	-	-	-	-	1,162,744
Impact fees	-	-	-	2,272,397	2,644,129	4,916,526
Interest	211,122	156,065	312,117	138,994	130,470	948,768
Miscellaneous	826,890	-	-	-	-	826,890
Total Revenues	<u>53,634,725</u>	<u>3,878,164</u>	<u>312,117</u>	<u>2,507,391</u>	<u>5,246,134</u>	<u>65,578,531</u>
Expenditures						
Current:						
General government	8,207,792	-	-	-	-	8,207,792
Community development	2,597,384	1,143,663	-	-	378,999	4,120,046
Police	18,402,092	-	-	-	-	18,402,092
Fire	11,350,834	-	-	-	-	11,350,834
Public works	5,409,453	-	-	-	-	5,409,453
Parks and recreation	3,687,756	-	-	-	21,711	3,709,467
Debt service:						
Principal	34,030	530,000	-	-	1,860,000	2,424,030
Interest	578	35,438	1,143,450	-	399,855	1,579,321
Capital outlay:						
Parks	-	-	-	-	1,453,529	1,453,529
Buildings	-	12,030,059	17,705,093	127,380	446,244	30,308,776
Roads	-	-	-	8,640,608	70,105	8,710,713
Total Expenditures	<u>\$ 49,689,919</u>	<u>\$ 13,739,160</u>	<u>\$ 18,848,543</u>	<u>\$ 8,767,988</u>	<u>\$ 4,630,443</u>	<u>\$ 95,676,053</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, 2018

	<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>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 3,944,806	\$ (9,860,996)	\$ (18,536,426)	\$ (6,260,597)	\$ 615,691	\$ (30,097,522)
Other Financing Sources (Uses)						
Transfers in	-	-	-	4,604,695	6,943,804	11,548,499
Transfers out	(11,028,143)	(270,356)	-	-	(250,000)	(11,548,499)
Sale of capital assets	6,798,898	12,919,444	-	-	-	19,718,342
Total Other Financing Sources (Uses)	<u>(4,229,245)</u>	<u>12,649,088</u>	<u>-</u>	<u>4,604,695</u>	<u>6,693,804</u>	<u>19,718,342</u>
Net Change in Fund Balances	(284,439)	2,788,092	(18,536,426)	(1,655,902)	7,309,495	(10,379,180)
Fund Balance, Beginning	<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>
Fund Balance, Ending	<u>\$ 16,553,604</u>	<u>\$ 9,851,913</u>	<u>\$ 5,863,565</u>	<u>\$ 7,336,726</u>	<u>\$ 13,778,004</u>	<u>\$ 53,383,812</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, 2018

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

Net change in fund balances - total governmental funds	\$ (10,379,180)
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.	(8,198,113)
Governmental funds report current capital outlays as expenditures. However, these expenditures are reported as capital assets in the Statement of Net Position.	32,989,029
The effect of the sale and disposal of capital assets.	(19,555,710)
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.	7,163,956
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:	2,424,030
In the Statement of Activities, the amortization of bond premiums and discounts is recorded.	94,392
In the Statement of Activities, accrued interest on debt is recorded.	10,725
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.	(23,144)
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.	4,393
The Statement of Activities reports net pension expense and benefit expense from application of GASB 68, which is not reported in the fund statements.	928,953
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds.	139,183
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.	(585,899)
Change in net position - governmental activities	\$ 5,012,615

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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 39,312,136	\$ 39,312,136	\$ 39,766,099	\$ 453,963
Licenses and permits	3,381,000	3,381,000	2,887,986	(493,014)
Intergovernmental revenues	4,952,596	5,139,985	5,168,611	28,626
Charges for services	3,393,700	3,400,400	3,611,273	210,873
Fines and forfeitures	1,350,000	1,350,000	1,162,744	(187,256)
Interest income	58,000	58,000	211,122	153,122
Miscellaneous	700,150	2,224,200	826,890	(1,397,310)
Total Revenues	<u>53,147,582</u>	<u>54,865,721</u>	<u>53,634,725</u>	<u>(1,230,996)</u>
Expenditures				
General government:				
Mayor & City Council	547,974	547,974	398,577	149,397
Court	802,931	802,931	784,570	18,361
City manager	718,179	718,179	644,009	74,170
Events	707,949	722,949	612,665	110,284
Human resources	489,687	489,687	293,171	196,516
Information technologies	1,758,526	1,758,526	1,080,645	677,881
Finance	1,549,066	1,561,066	686,255	874,811
Recorder	581,204	581,204	429,447	151,757
Attorney	1,594,030	1,594,030	1,231,689	362,341
Non-departmental	850,120	850,120	685,881	164,239
Facilities	1,447,587	1,640,664	1,360,883	279,781
Total general government	<u>11,047,253</u>	<u>11,267,330</u>	<u>8,207,792</u>	<u>3,059,538</u>
Community development:				
Economic development	417,215	443,959	271,126	172,833
Planning and zoning	1,259,886	1,259,886	1,240,586	19,300
Building safety	1,012,218	1,017,399	1,085,672	(68,273)
Total community development	<u>2,689,319</u>	<u>2,721,244</u>	<u>2,597,384</u>	<u>123,860</u>
Police:				
Support services	9,231,269	9,385,508	8,235,429	1,150,079
Line services	9,758,859	9,778,859	9,564,876	213,983
Animal control	652,555	652,555	601,787	50,768
Total police	<u>\$ 19,642,683</u>	<u>\$ 19,816,922</u>	<u>\$ 18,402,092</u>	<u>\$ 1,414,830</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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Expenditures (continued)				
Fire	\$ 11,316,698	\$ 11,396,393	\$ 11,350,834	\$ 45,559
Public works:				
Highway and streets	2,858,453	2,892,326	2,811,707	80,619
C road projects	1,252,599	1,252,599	1,118,362	134,237
Administration	838,459	838,459	692,835	145,624
Engineering	2,741,249	2,788,249	786,549	2,001,700
Total public works	<u>7,690,760</u>	<u>7,771,633</u>	<u>5,409,453</u>	<u>2,362,180</u>
Parks and recreation:				
Parks	3,827,949	3,836,480	3,561,135	275,345
Cemeteries	133,357	133,357	126,621	6,736
Total parks and recreation	<u>3,961,306</u>	<u>3,969,837</u>	<u>3,687,756</u>	<u>282,081</u>
Debt service:				
Principal	34,262	34,262	34,030	232
Interest	-	-	578	(578)
Total debt service	<u>34,262</u>	<u>34,262</u>	<u>34,608</u>	<u>(346)</u>
Total Expenditures	<u>56,382,281</u>	<u>56,977,621</u>	<u>49,689,919</u>	<u>7,287,702</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,234,699)</u>	<u>(2,111,900)</u>	<u>3,944,806</u>	<u>6,056,706</u>
Other Financing Sources (Uses)				
Transfers out	(3,750,000)	(19,041,936)	(11,028,143)	8,013,793
Sale of capital assets	25,000	7,703,000	6,798,898	(904,102)
Total Other Financing Sources (Uses)	<u>(3,725,000)</u>	<u>(11,338,936)</u>	<u>(4,229,245)</u>	<u>7,109,691</u>
Net Change in Fund Balance	<u>\$ (6,959,699)</u>	<u>\$ (13,450,836)</u>	<u>(284,439)</u>	<u>\$ 13,166,397</u>
Fund Balance, Beginning			<u>16,838,043</u>	
Fund Balance, Ending			<u>\$ 16,553,604</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, 2018

	Budgeted Amounts		Actual Amounts	Variance with final budget
	Original	Final		
Revenues				
Taxes	\$ 4,328,310	\$ 4,328,310	\$ 3,722,099	\$ (606,211)
Interest	-	-	156,065	156,065
Total Revenues	4,328,310	4,328,310	3,878,164	(450,146)
Expenditures				
Community development	2,475,678	2,937,678	1,143,663	1,794,015
Debt Service:				
Principal	530,000	530,000	530,000	-
Interest	29,988	489,988	35,438	454,550
Capital outlay:				
Buildings	-	12,030,059	12,030,059	-
Total Expenditures	3,035,666	15,987,725	13,739,160	2,248,565
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,292,644	(11,659,415)	(9,860,996)	1,798,419
Other Financing Sources (Uses)				
Transfers out	(270,356)	(270,356)	(270,356)	-
Sale of capital assets	-	-	12,919,444	12,919,444
Total Other Financing Sources (Uses)	(270,356)	(270,356)	12,649,088	12,919,444
Net Change in Fund Balance	\$ 1,022,288	\$ (11,929,771)	2,788,092	\$ 14,717,863
Fund Balance, Beginning			7,063,821	
Fund Balance, Ending			\$ 9,851,913	

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, 2018

	<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>		
Assets							
Current Assets							
Cash and cash equivalents	\$ 631,404	\$ 7,990,188	\$ 528,448	\$ 6,851,235	\$ 564,422	\$ 16,565,697	\$ 6,725,870
Accounts receivable, net	3,116,450	1,060,287	556,272	406,618	63,482	5,203,109	-
Inventory	1,002,594	-	-	-	-	1,002,594	39,265
Total Current Assets	<u>4,750,448</u>	<u>9,050,475</u>	<u>1,084,720</u>	<u>7,257,853</u>	<u>627,904</u>	<u>22,771,400</u>	<u>6,765,135</u>
Noncurrent Assets							
Restricted cash and cash equivalents	10,874,560	-	-	1,891	-	10,876,451	1,907,247
Intangible asset	-	23,821,896	-	-	-	23,821,896	-
Investment in joint venture	-	-	5,169,291	-	-	5,169,291	-
Capital assets not being depreciated	12,267,628	4,555,641	-	8,735,000	-	25,558,269	120,950
Capital assets, net of accumulated depreciation	83,278,234	34,015,891	-	35,178,945	-	152,473,070	6,204,046
Net pension asset	46,387	21,552	2,234	5,913	-	76,086	-
Total Noncurrent Assets	<u>106,466,809</u>	<u>62,414,980</u>	<u>5,171,525</u>	<u>43,921,749</u>	<u>-</u>	<u>217,975,063</u>	<u>8,232,243</u>
Total Assets	<u>111,217,257</u>	<u>71,465,455</u>	<u>6,256,245</u>	<u>51,179,602</u>	<u>627,904</u>	<u>240,746,463</u>	<u>14,997,378</u>
Deferred Outflows of Resources							
Pensions	525,967	244,358	25,330	67,050	-	862,705	-
Total Assets and Deferred Outflows of Resources	<u>\$ 111,743,224</u>	<u>\$ 71,709,813</u>	<u>\$ 6,281,575</u>	<u>\$ 51,246,652</u>	<u>\$ 627,904</u>	<u>\$ 241,609,168</u>	<u>\$ 14,997,378</u>
Liabilities							
Current Liabilities							
Accounts payable	\$ 3,487,964	\$ 1,207,124	\$ 356,976	\$ 1,590,230	\$ 42,050	\$ 6,684,344	\$ 810,043
Other liabilities	33,753	32,293	3,433	20,568	-	90,047	15,052
Accrued interest	23,808	-	-	34,290	-	58,098	49,161
Payable from restricted assets:							
Accounts payable	919,977	-	-	-	-	919,977	-
Deposits	37,217	-	-	-	-	37,217	-
Unearned revenue	82,198	-	-	-	-	82,198	-
Current portion, compensated absences	53,158	51,042	3,631	29,192	-	137,023	28,852
Current portion, bonds payable	1,630,000	-	-	625,000	-	2,255,000	-
Current portion, capital lease payable	-	-	-	-	-	-	1,069,263
Total Current Liabilities	<u>\$ 6,268,075</u>	<u>\$ 1,290,459</u>	<u>\$ 364,040</u>	<u>\$ 2,299,280</u>	<u>\$ 42,050</u>	<u>\$ 10,263,904</u>	<u>\$ 1,972,371</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, 2018

	<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>		
Liabilities (Continued)							
Noncurrent Liabilities							
Compensated absences	\$ 59,151	\$ 41,441	\$ -	\$ 29,549	\$ -	\$ 130,141	\$ 18,139
Bonds payable	11,150,000	-	-	4,705,000	-	15,855,000	-
Capital lease payable	-	-	-	-	-	-	3,481,742
Net pension liability	357,004	165,860	17,193	45,510	-	585,567	-
Total Noncurrent Liabilities	<u>11,566,155</u>	<u>207,301</u>	<u>17,193</u>	<u>4,780,059</u>	<u>-</u>	<u>16,570,708</u>	<u>3,499,881</u>
Total Liabilities	<u>17,834,230</u>	<u>1,497,760</u>	<u>381,233</u>	<u>7,079,339</u>	<u>42,050</u>	<u>26,834,612</u>	<u>5,472,252</u>
Deferred Inflows of Resources							
Pensions	372,231	172,934	17,927	47,451	-	610,543	-
Net Position							
Net investment in capital assets	92,327,553	62,393,428	-	38,583,945	-	193,304,926	3,681,238
Restricted for:							
Projects	355,675	-	-	-	-	355,675	-
Debt service	9,561,691	-	-	1,891	-	9,563,582	1,907,247
Unrestricted	<u>(8,708,156)</u>	<u>7,645,691</u>	<u>5,882,415</u>	<u>5,534,026</u>	<u>585,854</u>	<u>10,939,830</u>	<u>3,936,641</u>
Total Net Position	<u>93,536,763</u>	<u>70,039,119</u>	<u>5,882,415</u>	<u>44,119,862</u>	<u>585,854</u>	<u>214,164,013</u>	<u>9,525,126</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 111,743,224</u>	<u>\$ 71,709,813</u>	<u>\$ 6,281,575</u>	<u>\$ 51,246,652</u>	<u>\$ 627,904</u>	<u>\$ 241,609,168</u>	<u>\$ 14,997,378</u>
Net Position Reconciliation from Proprietary Funds to Business-type Activities on the Statement of Net Position:						\$ 214,164,013	
						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	(318,722)
						Net Position of Business-type activities (page 21)	<u>\$ 213,845,291</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
For The Year Ended June 30, 2018

	<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>		
Operating Revenues							
Charges for services	\$ 18,848,855	\$ 9,341,713	\$ 4,101,228	\$ 3,138,873	\$ 708,973	\$ 36,139,642	\$ 5,321,910
Total Operating Revenues	<u>18,848,855</u>	<u>9,341,713</u>	<u>4,101,228</u>	<u>3,138,873</u>	<u>708,973</u>	<u>36,139,642</u>	<u>5,321,910</u>
Operating Expenses							
Sources of supply	10,405,469	-	-	-	-	10,405,469	-
Depreciation	2,448,904	1,060,467	-	1,042,451	-	4,551,822	2,642,634
Salaries and benefits	1,402,352	1,094,197	132,868	819,262	-	3,448,679	635,551
Contracted services	-	-	2,895,708	-	-	2,895,708	-
Sewage treatment	-	4,883,785	-	-	-	4,883,785	-
Fleet lease	240,506	319,794	67,284	415,363	-	1,042,947	-
Utilities and telephone	566,404	10,072	1,009	6,251	194,603	778,339	-
Professional and technical	82,515	37,724	-	34,380	67	154,686	1,093,924
Interfund charges	2,282,069	1,287,255	458,769	610,271	-	4,638,364	-
Garbage cans	-	-	110,231	-	-	110,231	-
Landfill	-	-	577,372	-	-	577,372	-
Supplies and maintenance	1,671,451	332,660	36,387	253,258	128,002	2,421,758	2,059,850
Total Operating Expenses	<u>19,099,670</u>	<u>9,025,954</u>	<u>4,279,628</u>	<u>3,181,236</u>	<u>322,672</u>	<u>35,909,160</u>	<u>6,431,959</u>
Operating Income (Loss)	<u>\$ (250,815)</u>	<u>\$ 315,759</u>	<u>\$ (178,400)</u>	<u>\$ (42,363)</u>	<u>\$ 386,301</u>	<u>\$ 230,482</u>	<u>\$ (1,110,049)</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, 2018

	<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>		
Nonoperating Income (Expense)							
Equity income (loss) of joint venture	\$ -	\$ -	\$ 398,251	\$ -	\$ -	\$ 398,251	\$ -
Interest earnings	230,041	126,014	9,060	110,245	5,730	481,090	117,951
Interest expense	(318,296)	-	-	(111,968)	-	(430,264)	(70,219)
Other income	60,800	-	-	-	-	60,800	-
Gain (loss) from sale of capital assets	-	-	-	-	-	-	306,785
Total Nonoperating Income (Expense)	<u>(27,455)</u>	<u>126,014</u>	<u>407,311</u>	<u>(1,723)</u>	<u>5,730</u>	<u>509,877</u>	<u>354,517</u>
Income (loss) before capital contributions and transfers	(278,270)	441,773	228,911	(44,086)	392,031	740,359	(755,532)
Capital contributions:							
Impact fees	1,661,277	1,358,351	-	1,110,767	-	4,130,395	-
Developer contributions	1,981,749	1,273,097	-	1,849,927	-	5,104,773	-
Transfers:							
Transfers in	-	-	-	-	-	-	50,000
Transfers out	(25,000)	(25,000)	-	-	-	(50,000)	-
Change in Net Position	3,339,756	3,048,221	228,911	2,916,608	392,031	9,925,527	(705,532)
Net Position, Beginning	90,197,007	66,990,898	5,653,504	41,203,254	193,823	204,238,486	10,230,658
Net Position, Ending	<u>\$ 93,536,763</u>	<u>\$ 70,039,119</u>	<u>\$ 5,882,415</u>	<u>\$ 44,119,862</u>	<u>\$ 585,854</u>	<u>\$ 214,164,013</u>	<u>\$ 9,525,126</u>
Changes in Net Position Reconciliation from Proprietary Funds to Business-type Activities on the Statement of Activities:						\$ 9,925,527	
Adjustment to eliminate the current fiscal year's internal service funds net loss from internal customers applicable to business-type activities						(119,633)	
Changes in Net Position of Business-type activities (page 22)						<u>\$ 9,805,894</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, 2018

	Business-type Activities - Enterprise Funds						Governmental
	Water	Sewer	Solid Waste	Storm Water	Streetlight	Total Enterprise	Activities - Internal Service Funds
Cash Flows From Operating Activities							
Receipts from customers and users	\$ 18,656,114	\$ 9,401,968	\$ 4,163,966	\$ 3,143,997	\$ 719,510	\$ 36,085,555	\$ -
Receipts from interfund services provided	608,307	5,550	10,452	16,139	-	640,448	5,321,910
Refunds of customer deposits	(5,628)	-	-	-	-	(5,628)	-
Payments to suppliers for goods or services	(12,769,359)	(4,656,501)	(3,572,558)	418,851	(312,072)	(20,891,639)	(2,142,005)
Payments to employees and related benefits	(1,444,984)	(1,089,864)	(135,070)	(810,812)	-	(3,480,730)	(630,503)
Payments for interfund services used	(2,522,575)	(1,607,049)	(526,053)	(1,025,634)	-	(5,681,311)	-
Net cash flows from operating activities	2,521,875	2,054,104	(59,263)	1,742,541	407,438	6,666,695	2,549,402
Cash Flows From Non-Capital Financing Activities							
Other non-capital receipts	60,800	-	-	-	-	60,800	-
Transfers from other funds	-	-	-	-	-	-	50,000
Transfers to other funds	(25,000)	(25,000)	-	-	-	(50,000)	-
Net cash flows from non-capital financing activities	35,800	(25,000)	-	-	-	10,800	50,000
Cash Flows From Capital and Related Financing Activities							
Acquisition of capital assets	(6,903,506)	(3,528,550)	-	(4,802,143)	-	(15,234,199)	(3,474,607)
Purchase of intangible assets	-	(1,325,598)	-	-	-	(1,325,598)	-
Proceeds from sales of capital assets	-	-	-	-	-	-	350,417
Proceeds from bond	10,025,000	-	-	-	-	10,025,000	-
Proceeds from capital lease	-	-	-	-	-	-	3,837,698
Principal payments on bonds	(1,635,000)	-	-	(610,000)	-	(2,245,000)	-
Interest paid on revenue bonds	(302,536)	-	-	(115,892)	-	(418,428)	-
Payments on capital leases	-	-	-	-	-	-	(1,322,786)
Interest paid on capital leases	-	-	-	-	-	-	(38,692)
Impact fees collected	1,661,277	1,358,351	-	1,110,767	-	4,130,395	-
Net cash flows from capital and related financing activities	2,845,235	(3,495,797)	-	(4,417,268)	-	(5,067,830)	(647,970)
Cash Flows From Investing Activities							
Change in equity investment	-	-	(31,315)	-	-	(31,315)	-
Interest on investments	230,041	126,014	9,060	110,245	5,730	481,090	117,951
Net cash flows from investing activities	\$ 230,041	\$ 126,014	\$ (22,255)	\$ 110,245	\$ 5,730	\$ 449,775	\$ 117,951

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, 2018

	<u>Business-type Activities - Enterprise Funds</u>						<u>Governmental</u>
	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Storm Water</u>	<u>Streetlight</u>	<u>Total Enterprise</u>	<u>Activities - Internal Service Funds</u>
Net Increase (Decrease) In Cash and Cash Equivalents	\$ 5,632,951	\$ (1,340,679)	\$ (81,518)	\$ (2,564,482)	\$ 413,168	\$ 2,059,440	\$ 2,069,383
Cash and Cash Equivalents, Beginning	5,873,013	9,330,867	609,966	9,417,608	151,254	25,382,708	6,563,734
Cash and Cash Equivalents, Ending	<u>\$ 11,505,964</u>	<u>\$ 7,990,188</u>	<u>\$ 528,448</u>	<u>\$ 6,853,126</u>	<u>\$ 564,422</u>	<u>\$ 27,442,148</u>	<u>\$ 8,633,117</u>
Reconciliation of operating income to net cash flows from operating activities							
Earnings (loss) from operations	\$ (250,815)	\$ 315,759	\$ (178,400)	\$ (42,363)	\$ 386,301	\$ 230,482	\$ (1,110,049)
Adjustments to reconcile earnings (loss) to net cash flows from operating activities:							
Depreciation	2,448,904	1,060,467	-	1,042,451	-	4,551,822	2,642,634
Other non-cash expense	-	-	-	-	-	-	253,957
Changes in assets and liabilities							
Accounts receivable, net	400,943	65,805	73,190	21,263	10,537	571,738	-
Inventory	(603,755)	-	-	-	-	(603,755)	(503)
Prepaid items	-	-	-	-	-	-	696,874
Net pension asset	(45,907)	(21,328)	(2,211)	(5,852)	-	(75,298)	-
Pension deferred outflows	(73,566)	(34,178)	(3,543)	(9,378)	-	(120,665)	-
Accounts payable	560,235	607,740	48,149	712,740	10,600	1,939,464	61,441
Other accrued payables	(1,704)	7,697	(932)	1,544	-	6,605	2,138
Compensated absences	(6,121)	12,807	406	11,343	-	18,435	2,910
Net pension liability	(158,170)	(73,484)	(7,617)	(20,163)	-	(259,434)	-
Pension deferred inflows	242,836	112,819	11,695	30,956	-	398,306	-
Customer deposits	(5,628)	-	-	-	-	(5,628)	-
Unearned revenue	14,623	-	-	-	-	14,623	-
Net cash flows from operating activities	<u>\$ 2,521,875</u>	<u>\$ 2,054,104</u>	<u>\$ (59,263)</u>	<u>\$ 1,742,541</u>	<u>\$ 407,438</u>	<u>\$ 6,666,695</u>	<u>\$ 2,549,402</u>
Schedule of noncash capital and related financing activities:							
Contributions of capital assets	\$ 1,981,749	\$ 1,273,097	\$ -	\$ 1,849,927	\$ -	\$ 5,104,773	\$ -

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

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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 only of the members of the city council and exists only for the benefit of the City. 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 only of the members of the city council and exists solely for the benefit of the City. 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, 2018

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, 2018

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, 2018. 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, 2018**

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 expenses consist of certain payments to vendors that reflect costs applicable to future accounting periods and are recorded as prepaid expenses in both government-wide and fund financial statements and expensed as the items are used. The City uses the consumption method to record these items as expenditures when they are used rather than when they are purchased.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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 21.33% 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, 2018, 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, 2018

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, 2018

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 when fund balance amounts are neither restricted, committed, nor assigned. The General Fund is the only fund that reports a positive unassigned fund balance; however, if expenditures are incurred in other governmental funds that exceed the fund balance restricted, committed or assigned for a specific purpose, the fund would report a negative unassigned fund balance.

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, 2018

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, 2018

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	\$	12,970,849
Bond trust accounts		19,209,195
Utah Public Treasurer's Investment Fund		59,579,164
		59,579,164
Total	\$	91,759,208
Included in the accompanying statement of net assets as follows:		
Cash and cash equivalents	\$	43,358,355
Restricted assets - cash and cash equivalents		48,400,853
		48,400,853
Total	\$	91,759,208

**CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018**

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 account type, 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, 2018 the bank balance was \$34,057,070. Of this amount, \$750,000 was covered by federal depository insurance, and the remaining bank balance of \$33,307,070 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, 2018, 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	\$ 59,579,164	51.96 Days

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, 2018

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, 2018 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:

Governmental Activities	Restricted Cash	Liabilities - Restricted Cash	Restricted Fund Balance
Restricted for bond proceeds, debt service and repair and replace reserves	\$ 11,379,114	\$ 2,610,943	\$ 8,768,171
Restricted for impact fees	11,599,752	13,327	11,586,425
Restricted for Class B & C Road projects	5,564,947	239,728	5,325,219
Restricted for grant purposes	4,908,421	-	4,908,421
Restricted for litigation liability	708,163	708,163	-
Restricted for community development	159,260	92,759	66,501
Restricted for developer and customer deposits	3,204,745	3,204,745	-
Total Governmental Activities	<u>\$ 37,524,402</u>	<u>\$ 6,869,665</u>	<u>\$ 30,654,737</u>
Business-type Activities			
Restricted for bond proceeds, debt service and repair and replace reserves	\$ 9,737,329	\$ -	\$ 9,737,329
Restricted for impact fees	1,101,905	919,977	181,928
Restricted for developer and customer deposits	37,217	37,217	-
Total Business-type Activities	<u>\$ 10,876,451</u>	<u>\$ 957,194</u>	<u>\$ 9,919,257</u>

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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	\$ 109,358	\$ -	\$ -	\$ -	\$ 109,358
Restricted for:					
Externally imposed by creditors					
Bond proceeds	-	-	6,376,587	-	6,376,587
Less liability	-	-	(2,561,176)	-	(2,561,176)
Debt reserve	-	1,843,453	-	-	1,843,453
Customer deposits	3,204,745	-	-	-	3,204,745
Less liability	(3,204,745)	-	-	-	(3,204,745)
Imposed by law or legislation					
Court order	708,163				708,163
Less liability	(708,163)				(708,163)
Capital projects - impact fee	-	-	-	6,412,213	6,412,213
Less liability	-	-	-	(9,901)	(9,901)
Capital projects - grant revenue	-	-	-	4,908,421	4,908,421
Capital projects - C Road	4,999,788	-	-	565,159	5,564,947
Less liability	(48,907)	-	-	(190,821)	(239,728)
Total restricted	4,950,881	1,843,453	3,815,411	11,685,071	22,294,816
Assigned for:					
Encumbrance carry-overs	148,124	-	-	-	148,124
Municipal building authority	-	-	2,048,154	-	2,048,154
Redevelopment agency	-	8,008,460	-	-	8,008,460
Total assigned	148,124	8,008,460	2,048,154	-	10,204,738
Unassigned	11,345,241	-	-	(4,348,345)	6,996,896
Total fund balances	<u>\$ 16,553,604</u>	<u>\$ 9,851,913</u>	<u>\$ 5,863,565</u>	<u>\$ 7,336,726</u>	<u>\$ 39,605,808</u>

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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	Highland	Kraftmaid	Capital	Park Capital	Building Capital	Community	
	Estates		SID	Support	Improvement Fund	Improvement Fund	Development Block Grant	
Nonspendable:								
Loans receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 653,163	\$ 653,163
Restricted for:								
Externally imposed by creditors								
Bond proceeds	-	-	-	-	1,013,328	-	-	1,013,328
Less liability	-	-	-	-	(49,767)	-	-	(49,767)
Bond fund	-	-	236,523	1,296	-	680	-	238,499
Imposed by law or legislation								
Capital projects - impact fee	-	-	-	-	4,523,431	664,108	-	5,187,539
Less liability	-	-	-	-	(3,201)	(225)	-	(3,426)
Grant Proceeds	-	-	-	-	-	-	159,260	159,260
Less liability	-	-	-	-	-	-	(92,759)	(92,759)
Total restricted	-	-	236,523	1,296	5,483,791	664,563	66,501	6,452,674
Assigned for:								
Encumbrance carry-overs	-	-	-	-	-	-	15,000	15,000
Respective funds	53,203	47,821	107,089	839,913	-	7,123,802	142,816	8,314,644
Total assigned	53,203	47,821	107,089	839,913	-	7,123,802	157,816	8,329,644
Unassigned	-	-	-	-	(1,657,477)	-	-	(1,657,477)
Total fund balances	\$ 53,203	\$ 47,821	\$ 343,612	\$ 841,209	\$ 3,826,314	\$ 7,788,365	\$ 877,480	\$ 13,778,004

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; therefore, the fair value of the City’s position in the PTIF is substantially the same as the value of the pool shares.

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.

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, 2018

NOTE 3 EXTERNAL INVESTMENT POOL (Continued)

As of June 30, 2018, the City had \$59,579,164 invested in the PTIF, which had a fair value of \$59,804,847 for a gain of \$225,683. The measurement is recurring and is provided by the Utah State Treasurer's Office based on the City's position in the PTIF.

The table below shows statistical information about the investment pool:

Investment Type	Investment Percentage
Corporate bonds and notes	87.57%
Money market accounts and certificates of deposit	1.30%
Commercial paper	10.44%
Repos	0.69%
	100.00%

NOTE 4 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2018 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 160,910,584	\$ 752,830	\$ (3,920,978)	\$ 157,742,436
Construction in progress	8,784,020	22,367,872	(1,386,444)	29,765,448
Total capital assets not being depreciated	169,694,604	23,120,702	(5,307,422)	187,507,884
Capital assets, being depreciated:				
Machinery and equipment	18,921,194	3,448,554	(1,571,001)	20,798,747
Computer equipment	2,053,508	147,054	(161,143)	2,039,419
Buildings and building improvements	29,467,688	12,161,559	(12,030,058)	29,599,189
Improvements other than buildings	46,409,556	285,477	-	46,695,033
Infrastructure	221,707,907	5,281,500	(3,326,400)	223,663,007
Total capital assets being depreciated	318,559,853	21,324,144	(17,088,602)	322,795,395
Less accumulated depreciation for:				
Machinery and equipment	(13,727,460)	(2,398,198)	1,527,368	(14,598,290)
Computer equipment	(1,517,374)	(399,422)	161,143	(1,755,653)
Buildings and building improvements	(11,112,942)	(701,951)	-	(11,814,893)
Improvements other than buildings	(17,702,864)	(1,974,590)	-	(19,677,454)
Infrastructure	(131,112,975)	(5,366,586)	36,960	(136,442,601)
Total accumulated depreciation	(175,173,615)	(10,840,747)	1,725,471	(184,288,891)
Total capital assets, being depreciated, net	143,386,238	10,483,397	(15,363,131)	138,506,504
Governmental activities capital assets, net	\$ 313,080,842	\$ 33,604,099	\$ (20,670,553)	\$ 326,014,388

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 4 CAPITAL ASSETS (Continued)

Business-type activities:	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 4,498,262	\$ -	\$ -	\$ 4,498,262
Water rights	283,731	-	-	283,731
Intangible asset	22,496,298	1,325,598	-	23,821,896
Construction in progress	-	20,776,276	-	20,776,276
Total capital assets not being depreciated	<u>27,278,291</u>	<u>22,101,874</u>	<u>-</u>	<u>49,380,165</u>
Capital assets, being depreciated:				
Buildings	321,357	-	-	321,357
Improvements other than buildings	228,838,132	5,580,063	(5,754,350)	228,663,845
Machinery and equipment	2,132,117	-	-	2,132,117
Total capital assets being depreciated	<u>231,291,606</u>	<u>5,580,063</u>	<u>(5,754,350)</u>	<u>231,117,319</u>
Less accumulated depreciation for:				
Buildings	(236,450)	(5,693)	-	(242,143)
Improvements other than buildings	(71,740,253)	(4,542,850)	-	(76,283,103)
Machinery and equipment	(2,115,724)	(3,279)	-	(2,119,003)
Total accumulated depreciation	<u>(74,092,427)</u>	<u>(4,551,822)</u>	<u>-</u>	<u>(78,644,249)</u>
Total capital assets, being depreciated, net	<u>157,199,179</u>	<u>1,028,241</u>	<u>(5,754,350)</u>	<u>152,473,070</u>
Business-type activities capital assets, net	<u>\$ 184,477,470</u>	<u>\$ 23,130,115</u>	<u>\$ (5,754,350)</u>	<u>\$ 201,853,235</u>

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

Governmental activities:	
General government	\$ 539,153
Community development	83,652
Police	1,069,955
Fire	683,489
Public works (includes depreciation on general infrastructure assets)	6,602,018
Parks and recreation	1,862,480
Total depreciation expense - governmental activities	<u>\$ 10,840,747</u>
Business-type activities:	
Water	\$ 2,448,904
Sewer	1,060,467
Storm	1,042,451
Total depreciation expense - business-type activities	<u>\$ 4,551,822</u>

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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, 2017 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 \$4,485,962 and capital contributions of \$0 to SVWRF for the fiscal year ended June 30, 2018. 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, 2018

NOTE 6 LONG TERM DEBT

Long-term obligations at June 30, 2018 consist of the following:

Governmental Activities:	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Bonds payable:					
2005 RDA tax increment revenue bonds	\$ 530,000	\$ -	\$ (530,000)	\$ -	\$ -
2013 Sales tax revenue bonds	2,410,000	-	(320,000)	2,090,000	325,000
2015 Sales tax revenue bonds	5,320,000	-	(625,000)	4,695,000	635,000
2016 MBA lease revenue bonds	24,960,000	-	-	24,960,000	720,000
2008 Special assessment bonds	2,706,000	-	(135,000)	2,571,000	755,000
2014 General obligation refunding bonds	5,420,000	-	(635,000)	4,785,000	645,000
Plus: unamortized premium	2,253,964	-	(105,243)	2,148,721	-
Less: unamortized discounts	(19,286)	-	10,851	(8,435)	-
Total bonds payable	43,580,678	-	(2,339,392)	41,241,286	3,080,000
Other liabilities:					
Capital leases	2,070,123	3,837,698	(1,356,816)	4,551,005	1,069,263
Contract payable	450,000	-	(145,000)	305,000	150,000
Compensated absences	6,815,928	882,911	(884,395)	6,814,444	3,202,136
Total other liabilities	9,336,051	4,720,609	(2,386,211)	11,670,449	4,421,399
Total governmental activities long term liabilities	\$ 52,916,729	\$ 4,720,609	\$ (4,725,603)	\$ 52,911,735	\$ 7,501,399

The General Fund provides the resources for the retirement of compensated absences.

Business-type Activities:

Bonds payable:					
2013 Water revenue bonds	\$ 4,390,000	\$ -	\$ (690,000)	\$ 3,700,000	\$ 710,000
2016 Storm drain revenue bonds	5,940,000	-	(610,000)	5,330,000	625,000
2017A Water revenue bonds	-	10,025,000	(945,000)	9,080,000	920,000
Total bonds payable	10,330,000	10,025,000	(2,245,000)	18,110,000	2,255,000
Other liabilities:					
Compensated absences	248,729	30,308	(11,873)	267,164	137,023
Total business-type activities long term liabilities	\$ 10,578,729	\$ 10,055,308	\$ (2,256,873)	\$ 18,377,164	\$ 2,392,023

Governmental Activities:

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 2.29%. 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. \$ 2,090,000

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. 4,695,000

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 6 LONG TERM DEBT (Continued)

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
2,148,721

Plus: Unamortized Premium

Total 2016 MBA Lease Revenue Bonds

27,108,721

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.

2,571,000
(8,435)

Less: Unamortized Discount

Total 2008 Special Assessment Bonds

2,562,565

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%.

4,785,000

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%.

51,818

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 2.02%.

329,299

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%.

270,390

**CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018**

NOTE 6 LONG TERM DEBT (Continued)

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%. \$ 724,942

On December 1, 2017, the City entered into a lease agreement as lessee for financing the acquisition of one police vehicle, two ambulances, three dump trucks, and three utility vehicles in the amount of \$2,196,725. The terms of the lease require one annual payment, between \$455,291 and \$455,782 through December 2021, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 1.87%. 1,740,943

On February 22, 2018, the City entered into a lease agreement as lessee for financing the acquisition of one ladder fire engine, one dump truck, and one utility vehicle in the amount of \$1,640,973. The terms of the lease require one annual payment between \$128,673 and \$207,360 through February 2027, at which time ownership will transfer to the City. The stated rate of interest in the lease agreement is 2.91%. 1,433,613

Total Capital Leases - Governmental Activities 4,551,005

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 \$115,000 to \$155,000 through August of 2019; interest at 0.5% to 3.3%. 305,000

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. 3,700,000

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. 5,330,000

2017A Water Revenue Bonds

On August 9, 2017, the City issued \$10,025,000 in Water Revenue Bonds, which have a maturity date of June 1, 2017, at an interest rate of 2.25%. The series 2017A bonds were issued to finance water system improvements throughout the City. Secured by revenue from the water fund. 9,080,000

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 6 LONG TERM DEBT (Continued)

As of June 30, 2018, annual debt service requirements to maturity are as follows:

Year Ending June 30,	Governmental Activities - Revenue Bonds					
	2013 Sales Tax		2015 Sales Tax		2016 MBA Lease	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 325,000	\$ 44,140	\$ 635,000	\$ 81,422	\$ 720,000	\$ 1,131,150
2020	335,000	36,583	645,000	69,518	745,000	1,105,450
2021	345,000	28,797	660,000	57,381	775,000	1,075,050
2022	355,000	20,782	675,000	44,966	805,000	1,043,450
2023	360,000	12,595	680,000	32,364	845,000	1,006,225
2024-2028	370,000	4,237	1,400,000	26,133	4,910,000	4,336,750
2029-2033	-	-	-	-	6,315,000	2,939,875
2034-2038	-	-	-	-	8,030,000	1,223,825
2039	-	-	-	-	1,815,000	36,300
Total	<u>\$ 2,090,000</u>	<u>\$ 147,134</u>	<u>\$ 4,695,000</u>	<u>\$ 311,784</u>	24,960,000	<u>\$ 13,898,075</u>
Plus: unamortized premium					<u>2,148,721</u>	
Total					<u>\$ 27,108,721</u>	

Year Ending June 30,	Governmental Activities - Bonds					
	2008 Special Assessment		2014 General Obligation Refunding		Governmental Activities - Contract Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 755,000	\$ 114,410	\$ 645,000	\$ 111,396	\$ 150,000	\$ 7,455
2020	815,000	80,812	655,000	101,721	155,000	2,558
2021	905,000	44,545	670,000	90,258	-	-
2022	96,000	4,272	680,000	76,858	-	-
2023	-	-	695,000	61,558	-	-
2024-2025	-	-	1,440,000	68,273	-	-
Total	2,571,000	<u>\$ 244,039</u>	<u>\$ 4,785,000</u>	<u>\$ 510,064</u>	<u>\$ 305,000</u>	<u>\$ 10,013</u>
Less: unamortized discount	<u>(8,435)</u>					
Total		<u>\$ 2,562,565</u>				

Year Ending June 30,	Business-type Activities - Revenue Bonds					
	2013 Water		2016 Storm Drain		2017A Water	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 710,000	\$ 81,400	\$ 625,000	\$ 102,869	\$ 920,000	\$ 204,300
2020	725,000	65,780	635,000	90,807	940,000	183,600
2021	740,000	49,830	645,000	78,551	965,000	162,450
2022	755,000	33,550	660,000	66,103	985,000	140,738
2023	770,000	16,940	670,000	53,365	1,010,000	118,575
2024-2027	-	-	2,095,000	81,350	4,260,000	242,213
Total	<u>\$ 3,700,000</u>	<u>\$ 247,500</u>	<u>\$ 5,330,000</u>	<u>\$ 473,045</u>	<u>\$ 9,080,000</u>	<u>\$ 1,051,876</u>

**CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018**

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, 2018.

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>
2019	1,168,967
2020	1,115,787
2021	946,639
2022	852,943
2023	207,359
Thereafter	<u>593,378</u>
Total minimum lease payments	4,885,073
Less: Amount representing interest	<u>(334,068)</u>
Present value of net minimum lease payments	<u><u>\$ 4,551,005</u></u>

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

Cost of equipment	\$ 4,941,422
Accumulated depreciation	<u>(2,244,317)</u>
	<u><u>\$ 2,697,105</u></u>

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 \$14,414,922, \$645,170, \$760,146, and \$10,115 respectively.

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, 2018 is not expected to be received within 60 days after the year ended June 30, 2018, 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, 2018.

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, 2018 was not received within 60 days therefore the City is required to record a receivable and a deferred inflow of resources of \$506,790.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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. For the current year, principal and interest paid was \$530,000 and \$28,488, respectively, and the bonds were retired. 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 \$2,815,038, payable through fiscal year 2022. In the current year, principal and interest paid was \$135,000 and \$120,417, respectively. Total incremental property tax revenues were \$1,440,202.

NOTE 10 RECEIVABLES

A. Accounts Receivable

Receivables as of June 30, 2018 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:

	General	Redevelopment Agency	Other Governmental Funds	Total Governmental Funds
Receivables				
Accounts	\$ 2,444,976	\$ -	\$ 5,253	\$ 2,450,229
Taxes	19,617,065	645,170	770,330	21,032,565
Loans	-	-	653,163	653,163
Gross Receivables	22,062,041	645,170	1,428,746	24,135,957
Less: allowance for uncollectibles	(896,403)	-	-	(896,403)
Net total receivables	<u>\$ 21,165,638</u>	<u>\$ 645,170</u>	<u>\$ 1,428,746</u>	<u>\$ 23,239,554</u>

	Water	Sewer	Solid Waste	Storm Water	Streetlight	Total Enterprise Funds
Receivables						
Accounts	\$ 3,125,256	\$ 1,063,725	\$ 560,325	\$ 409,482	\$ 64,085	\$ 5,222,873
Less: allowance for uncollectibles	(8,806)	(3,438)	(4,053)	(2,864)	(603)	(19,764)
Net total receivables	<u>\$ 3,116,450</u>	<u>\$ 1,060,287</u>	<u>\$ 556,272</u>	<u>\$ 406,618</u>	<u>\$ 63,482</u>	<u>\$ 5,203,109</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 7%, 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, 2018, the outstanding balance of the loans is \$653,163.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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.

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

**CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018**

NOTE 11 RETIREMENT PLANS (Continued)

Benefits Provided

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

Summary of Benefits by System

System	Final Average Salary	Years of service required and/or age eligible for benefit	Benefit percentage per year of service	COLA**
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% 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% 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% 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% 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	1.5% 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, 2018

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, 2018 are as follows:

Utah Retirement Systems	Employee	Employer	Employer 401(k)
Contributory System:			
11 Local Government Div - Tier 1	6.00%	14.46%	N/A
111 Local Government Div - Tier 2	N/A	15.11%	1.58%
Noncontributory System			
15 Local Government Div - Tier 1	N/A	18.47%	N/A
Public Safety System			
Contributory			
122 Tier 2 DB Hybrid Public Safety	N/A	20.46%	1.26%
Noncontributory			
49 Other Div B with 2.5% COLA	N/A	32.20%	N/A
Firefighters Retirement System			
32 Other Division B	16.71%	6.70%	N/A
132 Tier 2 DB Hybrid Firefighters	N/A	10.82%	1.26%
Tier 2 DC Only			
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, 2018, the employer and employee contributions to the Systems were as follows:

System	Employer Contributions	Employee Contributions
Noncontributory System	\$ 1,873,328	N/A
Contributory System	9,055	\$ 3,758
Public Safety System	1,823,310	-
Firefighters System	318,396	363,540
Tier 2 Public Employees System	618,158	-
Tier 2 Public Safety and Firefighter	330,741	-
Tier 2 DC Only System	27,385	N/A
Tier 2 DC Public Safety and Firefighter System	22,523	N/A
Total Contributions	\$ 5,022,896	\$ 367,298

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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 Relating to Pensions

At June 30, 2018, we reported a net pension asset of \$1,314,094 and a net pension liability of \$10,113,420.

	(Measurement Date): December 31, 2017				
	Net Pension Asset	Net Pension Liability	Proportionate Share	Proportionate Share December 31, 2016	Change (Decrease)
Noncontributory System	\$ -	\$ 5,542,395	1.2650118%	1.2119729%	0.0530389%
Contributory	-	24,868	0.3055995%	0.2825332%	0.0230663%
Public Safety System	-	4,515,735	9.3454120%	9.4109506%	-0.0655386%
Firefighters System	1,296,140	-	5.7776911%	5.5464135%	0.2312776%
Tier 2 Public Employees System	-	30,422	0.3450485%	0.2948270%	0.0502215%
Tier 2 Public Safety and Firefighter	17,954	-	1.5516803%	1.5682947%	-0.0166144%
	\$ 1,314,094	\$ 10,113,420			

The net pension asset and liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2017 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, 2018, we recognized pension expense of \$3,961,183.

At June 30, 2018 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,536,863	\$ 1,467,369
Changes in assumptions	6,172,166	724,410
Net difference between projected and actual earnings on pension plan investments	3,136,319	8,294,700
Changes in proportion and differences between contributions and proportionate share of contributions	566,834	58,327
Contributions subsequent to the measurement date	2,487,752	-
	\$ 14,899,934	\$ 10,544,806

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 11 RETIREMENT PLANS (Continued)

\$2,487,752 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, 2017.

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:

Year ended December 31,	Net Deferred Outflows (Inflows) of Resources
2018	\$ 1,344,874
2019	1,464,391
2020	216,163
2021	(1,173,974)
2022	(341,756)
Thereafter	357,678
	\$ 1,867,376

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

For the year ended June 30, 2018, we recognized pension expense of \$2,063,745.

At June 30, 2018 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 123,630	\$ 339,185
Changes in assumptions	1,990,802	129,494
Net difference between projected and actual earnings on pension plan investments	1,193,240	3,133,240
Changes in proportion and differences between contributions and proportionate share of contributions	250,472	43,860
Contributions subsequent to the measurement date	911,567	-
	\$ 4,469,711	\$ 3,645,779

\$911,567 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, 2017.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 11 RETIREMENT PLANS (Continued)

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:

Year ended December 31,	Net Deferred Outflows (Inflows) of Resources
2018	\$ 386,178
2019	524,692
2020	(315,535)
2021	(682,970)
	\$ (87,635)

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

For the year ended June 30, 2018, we recognized pension expense of \$14,297.

At June 30, 2018 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 31,404	\$ 71,313
Contributions subsequent to the measurement date	4,520	-
	\$ 35,924	\$ 71,313

\$4,520 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, 2017.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 11 RETIREMENT PLANS (Continued)

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:

Year ended December 31,	Net Deferred Outflows (Inflows) of Resources
2018	\$ (2,394)
2019	(3,424)
2020	(18,611)
2021	(15,480)
	\$ (39,909)

Public Safety System Pension Expense, and Deferred Outflows and Inflows of Resources

For the year ended June 30, 2018, we recognized pension expense of \$1,271,328.

At June 30, 2018 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,402,728	\$ -
Changes in assumptions	2,101,380	204,756
Net difference between projected and actual earnings on pension plan investments	727,474	2,070,991
Changes in proportion and differences between contributions and proportionate share of contributions	215,202	14,467
Contributions subsequent to the measurement date	897,990	-
	\$ 6,344,774	\$ 2,290,214

\$897,990 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, 2017.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 11 RETIREMENT PLANS (Continued)

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:

Year ended December 31,	Net Deferred Outflows (Inflows) of Resources
2018	\$ 1,109,114
2019	1,091,147
2020	730,232
2021	226,077
	\$ 3,156,570

Firefighters System Pension Expense, and Deferred Outflows and Inflows of Resources

For the year ended June 30, 2018, we recognized pension expense of \$153,148.

At June 30, 2018 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 1,099,639
Changes in assumptions	1,999,731	385,545
Net difference between projected and actual earnings on pension plan investments	1,170,232	2,950,941
Changes in proportion and differences between contributions and proportionate share of contributions	41,683	-
Contributions subsequent to the measurement date	153,442	-
	\$ 3,365,088	\$ 4,436,125

\$153,442 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, 2017.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 11 RETIREMENT PLANS (Continued)

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:

Year ended December 31,	Net Deferred Outflows (Inflows) of Resources
2018	\$ (145,828)
2019	(145,828)
2020	(177,105)
2021	(692,110)
2022	(334,045)
Thereafter	270,437
	\$ (1,224,479)

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

For the year ended June 30, 2018, we recognized pension expense of \$292,376.

At June 30, 2018 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,139	\$ 28,491
Changes in assumptions	40,941	3,080
Net difference between projected and actual earnings on pension plan investments	9,539	44,252
Changes in proportion and differences between contributions and proportionate share of contributions	37,213	-
Contributions subsequent to the measurement date	329,243	-
	\$ 418,075	\$ 75,823

\$329,243 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, 2017.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 11 RETIREMENT PLANS (Continued)

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:

Year ended December 31,	Net Deferred Outflows (Inflows) of Resources
2018	\$ (2,504)
2019	(2,504)
2020	(2,956)
2021	(7,499)
2022	(6,338)
Thereafter	34,810
	\$ 13,009

Tier 2 Public Safety and Firefighter Pension Expense, and Deferred Outflows and Inflows of Resources
For the year ended June 30, 2018, we recognized pension expense of \$166,289.

At June 30, 2018 we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,366	\$ 54
Changes in assumptions	39,312	1,535
Net difference between projected and actual earnings on pension plan investments	4,430	23,963
Changes in proportion and differences between contributions and proportionate share of contributions	22,264	-
Contributions subsequent to the measurement date	190,990	-
	\$ 266,362	\$ 25,552

\$190,990 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, 2017.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 11 RETIREMENT PLANS (Continued)

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:

Year ended December 31,	Net Deferred Outflows (Inflows) of Resources
2018	\$ 308
2019	308
2020	138
2021	(1,992)
2022	(1,373)
Thereafter	52,431
	\$ 49,820

Actuarial Assumptions

The total pension liability in the December 31, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 Percent
Salary increases	3.25 – 9.75 percent, average, including inflation
Investment rate of return	6.95 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, 2017, valuation were based on the results of an actuarial experience study for the five year period ending December 31, 2016.

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, 2018

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%	6.15%	2.46%
Debt securities	20%	0.40%	0.08%
Real assets	15%	5.75%	0.86%
Private equity	9%	9.95%	0.89%
Absolute return	16%	2.85%	0.46%
Cash and cash equivalents	0%	0.00%	0.00%
Totals	100%		4.75%
	<u>Inflation</u>		<u>2.50%</u>
	<u>Expected arithmetic nominal return</u>		<u>7.25%</u>

The 6.95% assumed investment rate of return is comprised of an inflation rate of 2.50%, a real return of 4.45% that is net of investment expense.

Discount rate – The discount rate used to measure the total pension liability was 6.95 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 6.95 percent from 7.20 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 6.95 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 (5.95 percent) or 1-percentage-point higher (7.95 percent) than the current rate:

<u>System</u>	<u>1% Decrease (5.95%)</u>	<u>Discount Rate (6.95%)</u>	<u>1% Increase (7.95%)</u>
Noncontributory System	\$ 14,989,241	\$ 5,542,395	\$ (2,312,186)
Contributory System	168,607	24,868	(95,703)
Public Safety System	11,633,987	4,515,735	(1,287,533)
Firefighters System	6,648,513	(1,296,140)	(7,825,722)
Tier 2 Public Employees System	358,204	30,422	(222,345)
Tier 2 Public Safety and Firefighter	158,995	(17,954)	(153,143)
Total	\$ 33,957,547	\$ 8,799,326	\$ (11,896,632)

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

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

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

		2018		2017		2016
<i>401(k) Plan</i>						
Employer Contributions	\$	264,321	\$	275,388	\$	138,634
Employee Contributions		12,141		8,895		6,345
<i>457(b) Plan</i>						
Employer Contributions	\$	75,948	\$	73,318	\$	59,777
Employee Contributions		23,336		27,574		24,408

NOTE 12 DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan (the plan) through ICMA Retirement Corporation or through the Utah Retirement Systems (URS) 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 URS 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, 2018**

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 13 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 \$2,402,622 for the governmental funds, and \$110,612 in the proprietary funds, for a total accrual amount of \$2,513,234.

NOTE 13 REDEVELOPMENT AGENCY

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

Oracle Data Center	\$ 1,265,091
1700 West 6600-7000 South	300,664
1300-1600 West 7800 South	106,820
3200-3600 West 8600 South	12,413
1300-1700 West 9000 South	326,913
Independence Square Area	253,265
Briarwood	16,731
Kraftmaid	<u>1,440,202</u>
Total	<u>\$ 3,722,099</u>

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 13 REDEVELOPMENT AGENCY (Continued)

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

Administration Costs	\$	1,143,663
Interest		35,438
Principal		530,000
Capital Outlay		<u>12,030,059</u>
Total	\$	<u><u>13,739,160</u></u>

There are no outstanding loans to finance RDA projects as of June 30, 2018.

NOTE 14 INTERFUND TRANSFERS IN/TRANSFERS OUT

Interfund transfers during the year ended June 30, 2018 were as follows:

	Transfers In			Total Transfers Out
	Road Capital Improvement	Other Governmental	Internal Service	
Transfers Out				
General	\$ 4,604,695	\$ 6,423,448	\$ -	\$ 11,028,143
Redevelopment agency	-	270,356	-	270,356
Water	-	-	25,000	25,000
Sewer	-	-	25,000	25,000
Total Transfers In	<u>\$ 4,604,695</u>	<u>\$ 6,693,804</u>	<u>\$ 50,000</u>	<u>\$ 11,348,499</u>

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, 2018

NOTE 16 INVESTMENT IN JOINT VENTURE

The City of West Jordan has a 21.33% 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 10.26%, 5.19%, 8.32%, 11.03%, 29.52%, and 14.35% respectively. The complete financial statements for the Trans-Jordan Landfill for the year ended June 30, 2018 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, 2018, and for the year then ended is as follows:

	<u>Trans-Jordan</u>	<u>WJC %</u>
Total Assets	\$ 29,376,513	\$ 6,266,010
Total Liabilities	<u>5,141,675</u>	<u>1,096,719</u>
Total Fund Equity	<u>\$ 24,234,838</u>	<u>\$ 5,169,291</u>
Total Revenues	\$ 9,557,326	2,038,578
Total Expenses	<u>7,690,234</u>	<u>1,640,327</u>
Net Gain Before Contributions	1,867,092	398,251
Contributions From Members	<u>-</u>	<u>-</u>
Changes in Net Assets	<u>\$ 1,867,092</u>	<u>\$ 398,251</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, 2018, 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 \$21,322,500.

NOTE 18 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 Manager and the City Council, 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.

CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018

NOTE 18 COMMITMENTS & CONTINGENCIES (Continued)

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 \$23,249,144. See detail of open construction contracts in the table below:

Fund	Open Contracts		Total
	Governmental Activities	Business-Type Activities	
General fund	\$ 55,852	\$ -	\$ 55,852
Municipal Building Authority	5,803,907	-	5,803,907
Road capital	2,116,573	-	2,116,573
Nonmajor	648,965	-	648,965
Water	-	9,738,372	9,738,372
Sewer	-	1,279,148	1,279,148
Storm water	-	3,606,327	3,606,327
Total	\$ 8,625,297	\$ 14,623,847	\$ 23,249,144

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 \$3,039,928. See detail of developer reimbursements in the table below:

Fund	Developer Reimbursements		Total
	Governmental Activities	Business-Type Activities	
Road capital	\$ 1,913,149	\$ -	\$ 1,913,149
Storm water	-	718,981	718,981
Water	-	312,843	312,843
Sewer	-	94,955	94,955
Total	\$ 1,913,149	\$ 1,126,779	\$ 3,039,928

**CITY OF WEST JORDAN
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2018**

NOTE 18 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>
2019	\$ 720,000	\$ 614,250
2020	750,000	579,750
2021	785,000	541,375
2022	830,000	501,000
2023	865,000	458,625
2024 - 2028	5,060,000	1,577,750
2029 - 2033	3,680,000	281,750
	<u>\$ 12,690,000</u>	<u>\$ 4,554,500</u>

NOTE 19 SUBSEQUENT EVENT

During July 2018, South Valley Water Reclamation District issued sewer revenue bonds. The City’s estimated share of the debt issuance is \$9,085,000.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WEST JORDAN
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
December 31, 2017
Last 10 Fiscal Years *

For the year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered Payroll	Proportionate share of the net pension liability (asset) as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
Noncontributory Retirement System					
2017	1.2650118%	\$ 5,542,395	\$ 10,495,839	52.81%	91.90%
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	50.62%	90.20%
Contributory System					
2017	0.3055995%	\$ 24,868	\$ 62,011	40.10%	98.20%
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	53.92%	94.00%
Public Safety System					
2017	9.3454120%	\$ 4,515,735	\$ 5,844,309	77.27%	90.50%
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	63.88%	89.00%
Firefighters Retirement System					
2017	5.7776911%	\$ (1,296,140)	\$ 5,178,980	-25.03%	102.30%
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	-12.03%	101.30%
Tier 2 Public Employees Retirement System					
2017	0.3450485%	\$ 30,422	\$ 3,375,494	0.90%	97.40%
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	-0.62%	103.50%
Tier 2 Public Safety and Firefighters Retirement					
2017	1.5516803%	\$ (17,954)	\$ 1,637,646	-1.10%	103.00%
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	-3.58%	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, 2018
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
Noncontributory System					
2018	\$ 1,873,328	\$ 1,873,328	\$ -	\$ 10,320,881	18.15%
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%
Contributory System					
2018	\$ 9,055	\$ 9,055	\$ -	\$ 62,525	14.48%
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%
Public Safety System					
2018	\$ 1,823,310	\$ 1,823,310	\$ -	\$ 5,731,430	31.81%
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%
Firefighters System					
2018	\$ 318,396	\$ 318,396	\$ -	\$ 5,019,492	6.34%
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%
Tier 2 Public Employees System*					
2018	\$ 618,158	\$ 618,158	\$ -	\$ 4,122,792	14.99%
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%
Tier 2 Public Safety and Firefighter System*					
2018	\$ 330,741	\$ 330,741	\$ -	\$ 2,003,555	16.51%
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%

CITY OF WEST JORDAN
SCHEDULE OF CONTRIBUTIONS (Continued)
June 30, 2018
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
Tier 2 Public Employees DC Only System*					
2018	\$ 27,385	\$ 27,385	\$ -	\$ 405,729	6.75%
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%
Tier 2 Public Safety and Firefighter DC Only System*					
2018	\$ 22,523	\$ 22,523	\$ -	\$ 287,761	7.83%
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, 2018

Changes of Assumptions

As a result of an experience study conducted as of December 31, 2016, the Board adopted recommended changes to several economic and demographic assumptions that are used in the actuarial valuation. The assumption changes that had the largest impact on the Total Pension Liability (and the actuarial accrued liability) include a decrease in the investment return assumption from 7.20% to 6.95%, a reduction in the price inflation assumption from 2.60% to 2.50% (which also resulted in a corresponding decrease in the cost-of-living-adjustment assumption for the funds with a 4.00% annual COLA max), and the adoption of an updated retiree mortality table that is developed using URS's actual retiree mortality experience. There were changes to several other demographic assumptions, but those changes had a minimal impact on the Total Pension Liability (and actuarial accrued liability).

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, 2018**

	Special Revenue Funds			
	Fairway Estates	Highland SID	Kraftmaid SID	Total
Assets				
Cash and cash equivalents	\$ 53,156	\$ 44,224	\$ 107,089	\$ 204,469
Accounts receivable - net	-	5,253	-	5,253
Taxes receivable	10,184	-	-	10,184
Loans receivable	-	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	-	236,523	236,523
Total Assets	\$ 63,340	\$ 49,477	\$ 343,612	\$ 456,429
Liabilities, Deferred Inflows of Resources and Net Position				
Liabilities				
Accounts payable	\$ 22	\$ 1,656	\$ -	\$ 1,678
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Liabilities payable from restricted assets:				
Accounts payable	-	-	-	-
Total Liabilities	22	1,656	-	1,678
Deferred Inflows of Resources				
Unavailable revenue-property taxes	10,115	-	-	10,115
Fund Balances				
Nonspendable	-	-	-	-
Restricted	-	-	236,523	236,523
Assigned	53,203	47,821	107,089	208,113
Unassigned	-	-	-	-
Total Fund Balances	53,203	47,821	343,612	444,636
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 63,340	\$ 49,477	\$ 343,612	\$ 456,429

**CITY OF WEST JORDAN
COMBINING BALANCE SHEET – NONMAJOR
GOVERNMENTAL FUNDS (Continued)
June 30, 2018**

Capital Projects Funds					Total Nonmajor Governmental Funds
Capital Support Fund	Park Capital Improvement Fund	Building Capital Improvement Fund	Community Development Block Grant	Total	
\$ 839,913	\$ -	\$ 1,615,362	\$ -	\$ 2,455,275	\$ 2,659,744
-	-	-	-	-	5,253
760,146	-	-	-	760,146	770,330
-	-	-	653,163	653,163	653,163
-	-	-	238,507	238,507	238,507
-	-	5,518,770	-	5,518,770	5,518,770
1,296	5,536,759	664,788	159,260	6,362,103	6,598,626
<u>\$ 1,601,355</u>	<u>\$ 5,536,759</u>	<u>\$ 7,798,920</u>	<u>\$ 1,050,930</u>	<u>\$ 15,987,964</u>	<u>\$ 16,444,393</u>
\$ -	\$ 343,311	\$ 10,330	\$ -	\$ 353,641	\$ 355,319
-	-	-	2,424	2,424	2,424
-	1,314,166	-	78,267	1,392,433	1,392,433
-	52,968	225	92,759	145,952	145,952
-	1,710,445	10,555	173,450	1,894,450	1,896,128
760,146	-	-	-	760,146	770,261
-	-	-	653,163	653,163	653,163
1,296	5,483,791	664,563	66,501	6,216,151	6,452,674
839,913	-	7,123,802	157,816	8,121,531	8,329,644
-	(1,657,477)	-	-	(1,657,477)	(1,657,477)
841,209	3,826,314	7,788,365	877,480	13,333,368	13,778,004
<u>\$ 1,601,355</u>	<u>\$ 5,536,759</u>	<u>\$ 7,798,920</u>	<u>\$ 1,050,930</u>	<u>\$ 15,987,964</u>	<u>\$ 16,444,393</u>

CITY OF WEST JORDAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS
For The Year Ended June 30, 2018

	<u>Special Revenue</u>			
	<u>Fairway Estates</u>	<u>Highland SID</u>	<u>Kraftmaid SID</u>	<u>Total</u>
Revenues				
Taxes	\$ 10,972	\$ -	\$ -	\$ 10,972
Intergovernmental	-	-	-	-
Charges for services	-	52,918	-	52,918
Impact fees	-	-	-	-
Interest	730	-	5,917	6,647
Total Revenues	<u>11,702</u>	<u>52,918</u>	<u>5,917</u>	<u>70,537</u>
Expenditures				
Community development	-	-	-	-
Parks and recreation	1,853	19,858	-	21,711
Debt service:				
Principal	-	-	135,000	135,000
Interest	-	-	120,417	120,417
Capital outlay:				
Parks	-	-	-	-
Buildings	-	-	-	-
Roads	-	-	-	-
Total Expenditures	<u>1,853</u>	<u>19,858</u>	<u>255,417</u>	<u>277,128</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>9,849</u>	<u>33,060</u>	<u>(249,500)</u>	<u>(206,591)</u>
Other Financing Sources (Uses)				
Transfer in	-	-	270,356	270,356
Transfer out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>270,356</u>	<u>270,356</u>
Net Change in Fund Balances	9,849	33,060	20,856	63,765
Fund Balance, Beginning	<u>43,354</u>	<u>14,761</u>	<u>322,756</u>	<u>380,871</u>
Fund Balance, Ending	<u>\$ 53,203</u>	<u>\$ 47,821</u>	<u>\$ 343,612</u>	<u>\$ 444,636</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, 2018

Capital Projects Funds					Total	Total
Capital Support Fund	Park Capital Improvement Fund	Building Capital Improvement Fund	Community Development Block Grant	Total	Nonmajor Governmental Funds	
\$ 1,854,633	\$ -	\$ -	\$ -	\$ 1,854,633	\$	1,865,605
-	-	-	553,012	553,012		553,012
-	-	-	-	-		52,918
-	2,399,494	244,635	-	2,644,129		2,644,129
7,749	59,444	56,200	430	123,823		130,470
<u>1,862,382</u>	<u>2,458,938</u>	<u>300,835</u>	<u>553,442</u>	<u>5,175,597</u>		<u>5,246,134</u>
-	-	-	378,999	378,999		378,999
-	-	-	-	-		21,711
1,580,000	-	-	145,000	1,725,000		1,860,000
267,533	-	-	11,905	279,438		399,855
-	1,453,529	-	-	1,453,529		1,453,529
-	-	446,244	-	446,244		446,244
-	-	-	70,105	70,105		70,105
<u>1,847,533</u>	<u>1,453,529</u>	<u>446,244</u>	<u>606,009</u>	<u>4,353,315</u>		<u>4,630,443</u>
14,849	1,005,409	(145,409)	(52,567)	822,282		615,691
-	-	6,673,448	-	6,673,448		6,943,804
(250,000)	-	-	-	(250,000)		(250,000)
<u>(250,000)</u>	<u>-</u>	<u>6,673,448</u>	<u>-</u>	<u>6,423,448</u>		<u>6,693,804</u>
(235,151)	1,005,409	6,528,039	(52,567)	7,245,730		7,309,495
1,076,360	2,820,905	1,260,326	930,047	6,087,638		6,468,509
<u>\$ 841,209</u>	<u>\$ 3,826,314</u>	<u>\$ 7,788,365</u>	<u>\$ 877,480</u>	<u>\$ 13,333,368</u>	<u>\$</u>	<u>13,778,004</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, 2018

	Budgeted Amounts		Actual Amounts	Variance with final budget
	Original	Final		
Revenues				
Taxes	\$ 10,907	\$ 10,907	\$ 10,972	\$ 65
Interest	-	-	730	730
Total Revenues	10,907	10,907	11,702	795
Expenditures				
Parks and recreation	17,160	17,160	1,853	15,307
Total Expenditures	17,160	17,160	1,853	15,307
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,253)	(6,253)	9,849	16,102
Net Change in Fund Balance	\$ (6,253)	\$ (6,253)	9,849	\$ 16,102
Fund Balance, Beginning			43,354	
Fund Balance, Ending			\$ 53,203	

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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 44,000	\$ 44,000	\$ 52,918	\$ 8,918
Total Revenues	<u>44,000</u>	<u>44,000</u>	<u>52,918</u>	<u>8,918</u>
Expenditures				
Parks and recreation	<u>29,955</u>	<u>29,955</u>	<u>19,858</u>	<u>10,097</u>
Total Expenditures	<u>29,955</u>	<u>29,955</u>	<u>19,858</u>	<u>10,097</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>14,045</u>	<u>14,045</u>	<u>33,060</u>	<u>19,015</u>
Net Change in Fund Balance	<u>\$ 14,045</u>	<u>\$ 14,045</u>	<u>33,060</u>	<u>\$ 19,015</u>
Fund Balance, Beginning			<u>14,761</u>	
Fund Balance, Ending			<u>\$ 47,821</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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ -	\$ -	\$ 5,917	\$ 5,917
Total Revenues	<u>-</u>	<u>-</u>	<u>5,917</u>	<u>5,917</u>
Expenditures				
Debt Service:				
Principal	135,000	337,000	135,000	202,000
Interest	<u>135,356</u>	<u>135,356</u>	<u>120,417</u>	<u>14,939</u>
Total Expenditures	<u>270,356</u>	<u>472,356</u>	<u>255,417</u>	<u>216,939</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(270,356)</u>	<u>(472,356)</u>	<u>(249,500)</u>	<u>222,856</u>
Other Financing Sources (Uses)				
Transfers in	<u>270,356</u>	<u>270,356</u>	<u>270,356</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>270,356</u>	<u>270,356</u>	<u>270,356</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (202,000)</u>	<u>20,856</u>	<u>\$ 222,856</u>
Fund Balance, Beginning			<u>322,756</u>	
Fund Balance, Ending			<u>\$ 343,612</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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 15,000	\$ 15,000	\$ 312,117	297,117
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>312,117</u>	<u>297,117</u>
Expenditures				
Debt service:				
Interest	1,143,450	1,143,450	1,143,450	-
Capital outlay:				
Buildings	-	22,038,265	17,705,093	4,333,172
Total Expenditures	<u>1,143,450</u>	<u>23,181,715</u>	<u>18,848,543</u>	<u>4,333,172</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,128,450)</u>	<u>(23,166,715)</u>	<u>(18,536,426)</u>	<u>4,630,289</u>
Net Change in Fund Balance	<u>\$ (1,128,450)</u>	<u>\$ (23,166,715)</u>	<u>(18,536,426)</u>	<u>\$ 4,630,289</u>
Fund Balance, Beginning			<u>24,399,991</u>	
Fund Balance, Ending			<u>\$ 5,863,565</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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 1,854,633	\$ 1,854,633	\$ 1,854,633	\$ -
Interest	2,600	2,600	7,749	5,149
Total Revenues	<u>1,857,233</u>	<u>1,857,233</u>	<u>1,862,382</u>	<u>5,149</u>
Expenditures				
Debt Service:				
Principal	1,580,000	1,580,000	1,580,000	-
Interest	274,633	274,633	267,533	7,100
Total Expenditures	<u>1,854,633</u>	<u>1,854,633</u>	<u>1,847,533</u>	<u>7,100</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,600</u>	<u>2,600</u>	<u>14,849</u>	<u>12,249</u>
Other Financing Sources (Uses)				
Transfers out	-	(250,000)	(250,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 2,600</u>	<u>\$ (247,400)</u>	<u>(235,151)</u>	<u>\$ 12,249</u>
Fund Balance, Beginning			<u>1,076,360</u>	
Fund Balance, Ending			<u>\$ 841,209</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, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 96,000	\$ 96,000
Impact fees	1,350,000	1,350,000	2,272,397	922,397
Interest	18,000	18,000	138,994	120,994
Total Revenues	<u>1,368,000</u>	<u>1,368,000</u>	<u>2,507,391</u>	<u>1,139,391</u>
Expenditures				
Capital outlay:				
Buildings	-	-	127,380	(127,380)
Roads	7,382,031	16,252,344	8,640,608	7,611,736
Total Expenditures	<u>7,382,031</u>	<u>16,252,344</u>	<u>8,767,988</u>	<u>7,484,356</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(6,014,031)</u>	<u>(14,884,344)</u>	<u>(6,260,597)</u>	<u>8,623,747</u>
Other Financing Sources (Uses)				
Transfers in	3,750,000	9,791,936	4,604,695	5,187,241
Total Other Financing				
Sources (Uses)	<u>3,750,000</u>	<u>9,791,936</u>	<u>4,604,695</u>	<u>5,187,241</u>
Net Change in Fund Balance	<u>\$ (2,264,031)</u>	<u>\$ (5,092,408)</u>	<u>(1,655,902)</u>	<u>\$ 3,436,506</u>
Fund Balance, Beginning			<u>8,992,628</u>	
Fund Balance, Ending			<u>\$ 7,336,726</u>	

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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Impact fees	\$ -	\$ -	\$ 2,399,494	\$ 2,399,494
Interest	53,000	53,000	59,444	6,444
Total Revenues	<u>53,000</u>	<u>53,000</u>	<u>2,458,938</u>	<u>2,405,938</u>
Expenditures				
Capital Outlay:				
Parks	1,269,174	4,090,079	1,453,529	2,636,550
Total Expenditures	<u>1,269,174</u>	<u>4,090,079</u>	<u>1,453,529</u>	<u>2,636,550</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,216,174)</u>	<u>(4,037,079)</u>	<u>1,005,409</u>	<u>5,042,488</u>
Net Change in Fund Balance	<u>\$ (1,216,174)</u>	<u>\$ (4,037,079)</u>	<u>1,005,409</u>	<u>\$ 5,042,488</u>
Fund Balance, Beginning			<u>2,820,905</u>	
Fund Balance, Ending			<u>\$ 3,826,314</u>	

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, 2018

	Budgeted Amounts		Actual Amounts	Variance with final budget
	Original	Final		
Revenues				
Impact fees	\$ 170,000	\$ 170,000	\$ 244,635	\$ 74,635
Interest	16,925	16,925	56,200	39,275
Total Revenues	186,925	186,925	300,835	113,910
Expenditures				
Capital Outlay:				
Buildings	-	9,200,000	446,244	8,753,756
Total Expenditures	-	9,200,000	446,244	8,753,756
Excess (Deficiency) of Revenues Over (Under) Expenditures	186,925	(9,013,075)	(145,409)	8,867,666
Other Financing Sources (Uses)				
Transfers in	-	9,200,000	6,673,448	(2,526,552)
Total Other Financing Sources (Uses)	-	9,200,000	6,673,448	(2,526,552)
Net Change in Fund Balance	\$ 186,925	\$ 186,925	6,528,039	\$ 6,341,114
Fund Balance, Beginning			1,260,326	
Fund Balance, Ending			\$ 7,788,365	

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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with final budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 695,341	\$ 695,341	\$ 553,012	\$ (142,329)
Interest	-	-	430	430
Total Revenues	<u>695,341</u>	<u>695,341</u>	<u>553,442</u>	<u>(141,899)</u>
Expenditures				
Community development	603,008	630,802	378,999	251,803
Debt Service:				
Principal	220,000	220,000	145,000	75,000
Interest	-	-	11,905	(11,905)
Capital outlay:				
Roads	<u>150,000</u>	<u>150,000</u>	<u>70,105</u>	<u>79,895</u>
Total Expenditures	<u>973,008</u>	<u>1,000,802</u>	<u>606,009</u>	<u>394,793</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(277,667)</u>	<u>(305,461)</u>	<u>(52,567)</u>	<u>252,894</u>
Net Change in Fund Balance	<u>\$ (277,667)</u>	<u>\$ (305,461)</u>	<u>(52,567)</u>	<u>\$ 252,894</u>
Fund Balance, Beginning			<u>930,047</u>	
Fund Balance, Ending			<u>\$ 877,480</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.

**CITY OF WEST JORDAN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
For The Year Ended June 30, 2018**

	<u>Fleet Operations</u>	<u>Information Technologies</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
Assets				
Current Assets				
Cash and cash equivalents	\$ 5,010,415	\$ 1,092,079	\$ 623,376	\$ 6,725,870
Inventory	39,265	-	-	39,265
Total Current Assets	<u>5,049,680</u>	<u>1,092,079</u>	<u>623,376</u>	<u>6,765,135</u>
Noncurrent Assets				
Restricted cash and cash equivalents	1,907,247	-	-	1,907,247
Capital assets not being depreciated	120,950	-	-	120,950
Capital assets, net of accumulated depreciation	5,958,147	245,899	-	6,204,046
Total Noncurrent Assets	<u>7,986,344</u>	<u>245,899</u>	<u>-</u>	<u>8,232,243</u>
Total Assets	<u>\$ 13,036,024</u>	<u>\$ 1,337,978</u>	<u>\$ 623,376</u>	<u>\$ 14,997,378</u>
Liabilities				
Current Liabilities				
Accounts payable	\$ 688,271	\$ -	\$ 121,772	\$ 810,043
Accrued liabilities	15,052	-	-	15,052
Accrued interest	49,161	-	-	49,161
Compensated absences	28,852	-	-	28,852
Current portion, capital lease payable	1,069,263	-	-	1,069,263
Total Current Liabilities	<u>1,850,599</u>	<u>-</u>	<u>121,772</u>	<u>1,972,371</u>
Non-current liabilities:				
Compensated absences	18,139	-	-	18,139
Capital lease payable	3,481,742	-	-	3,481,742
Total non-current liabilities	<u>3,499,881</u>	<u>-</u>	<u>-</u>	<u>3,499,881</u>
Total Liabilities	<u>5,350,480</u>	<u>-</u>	<u>121,772</u>	<u>5,472,252</u>
Net Position				
Net investment in capital assets	3,435,339	245,899	-	3,681,238
Restricted for:				
Debt service	1,907,247	-	-	1,907,247
Unrestricted	2,342,958	1,092,079	501,604	3,936,641
Total Net Position	<u>7,685,544</u>	<u>1,337,978</u>	<u>501,604</u>	<u>9,525,126</u>
Total Liabilities and Net Position	<u>\$ 13,036,024</u>	<u>\$ 1,337,978</u>	<u>\$ 623,376</u>	<u>\$ 14,997,378</u>

**CITY OF WEST JORDAN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
For The Year Ended June 30, 2018**

	Fleet Operations	Information Technologies	Risk Management	Total Internal Service Funds
Operating Revenues				
Charges for services - internal	\$ 4,142,877	\$ 300,000	\$ 879,033	\$ 5,321,910
Total Operating Revenues	<u>4,142,877</u>	<u>300,000</u>	<u>879,033</u>	<u>5,321,910</u>
Operating Expenses				
Depreciation	2,263,817	378,817	-	2,642,634
Salaries and benefits	635,551	-	-	635,551
Professional and technical	21,375	-	1,072,549	1,093,924
Supplies and maintenance	1,870,720	189,130	-	2,059,850
Total Operating Expenses	<u>4,791,463</u>	<u>567,947</u>	<u>1,072,549</u>	<u>6,431,959</u>
Operating Income (Loss)	<u>(648,586)</u>	<u>(267,947)</u>	<u>(193,516)</u>	<u>(1,110,049)</u>
Nonoperating Income (Expense)				
Interest earnings	100,454	17,497	-	117,951
Interest expense	(70,219)	-	-	(70,219)
Gain (loss) on disposal of equipment	306,785	-	-	306,785
Total Nonoperating Income (Expense)	<u>337,020</u>	<u>17,497</u>	<u>-</u>	<u>354,517</u>
Income (Loss) Before Transfers	<u>(311,566)</u>	<u>(250,450)</u>	<u>(193,516)</u>	<u>(755,532)</u>
Transfers in	-	-	50,000	50,000
Changes in Net Position	<u>(311,566)</u>	<u>(250,450)</u>	<u>(143,516)</u>	<u>(705,532)</u>
Net Position, Beginning	<u>7,997,110</u>	<u>1,588,428</u>	<u>645,120</u>	<u>10,230,658</u>
Net Position, Ending	<u>\$ 7,685,544</u>	<u>\$ 1,337,978</u>	<u>\$ 501,604</u>	<u>\$ 9,525,126</u>

**CITY OF WEST JORDAN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For The Year Ended June 30, 2018**

	Fleet Operations	Information Technologies	Risk Management	Total Internal Service Funds
Cash Flows From Operating Activities				
Receipts from interfund services provided	\$ 4,142,877	\$ 300,000	\$ 879,033	\$ 5,321,910
Payments to suppliers for goods or services	(1,341,341)	(287,092)	(513,572)	(2,142,005)
Payments to employees and related benefits	(630,503)	-	-	(630,503)
Net cash flows from operating activities	2,171,033	12,908	365,461	2,549,402
Cash Flows From Non-Capital Financing Activities:				
Transfers from other funds	-	-	50,000	50,000
Net cash flows from non-capital financing activities	-	-	50,000	50,000
Cash Flows From Capital and Related Financing Activities:				
Acquisition of capital assets	(3,355,789)	(118,818)	-	(3,474,607)
Proceeds from capital lease	3,837,698	-	-	3,837,698
Payments made on capital leases	(1,322,786)	-	-	(1,322,786)
Interest paid on capital leases	(38,692)	-	-	(38,692)
Proceeds from sale of capital assets	350,417	-	-	350,417
Net cash flows from capital and related financing activities	(529,152)	(118,818)	-	(647,970)
Cash Flows From Investing Activities				
Interest on investments	100,454	17,497	-	117,951
Net cash flows from investing activities	100,454	17,497	-	117,951
Net Increase (Decrease) In Cash and Cash Equivalents	1,742,335	(88,413)	415,461	2,069,383
Cash and Cash Equivalents, Beginning	5,175,327	1,180,492	207,915	6,563,734
Cash and Cash Equivalents, Ending	\$ 6,917,662	\$ 1,092,079	\$ 623,376	\$ 8,633,117
Reconciliation of operating income to net cash flows from operating activities				
Earnings (loss) from operations	\$ (648,586)	\$ (267,947)	\$ (193,516)	\$ (1,110,049)
Adjustments to reconcile earnings (loss) to net cash flows from operating activities:				
Depreciation	2,263,817	378,817	-	2,642,634
Other non-cash expense	253,957	-	-	253,957
Changes in assets and liabilities				
Inventory	(503)	-	-	(503)
Prepaid items	-	-	696,874	696,874
Accounts payable	297,300	(97,962)	(137,897)	61,441
Other accrued payables	2,138	-	-	2,138
Compensated absences	2,910	-	-	2,910
Net cash flows from operating activities	\$ 2,171,033	\$ 12,908	\$ 365,461	\$ 2,549,402

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.

Contents	Page
Financial Trends These schedules provide information to help the reader understand how the City's financial performance and economic condition have changed over time.	100-112
Revenue Capacity These schedules present information to help the reader assess the City's most significant local revenue sources: sales taxes and property taxes	113-119
Debt Capacity 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.	120-130
Demographic and Economic Information These schedules present demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place	131-132
Operating Information 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.	133-137

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				
	2009	2010	2011	2012	2013
Governmental activities					
Invested in capital assets, net of related debt	\$ 257,846,259	\$ 281,944,748	\$ 276,142,424	\$ 255,043,663	\$ 252,858,540
Restricted	17,459,735	16,705,648	17,176,241	15,204,118	15,709,625
Unrestricted	21,460,099	15,392,021	19,002,545	19,212,938	25,927,735
Total governmental activities net assets	296,766,093	314,042,417	312,321,210	289,460,719	294,495,900
Business-type activities					
Invested in capital assets, net of related debt	102,008,613	107,511,850	105,552,765	146,127,052	146,812,580
Restricted	5,602,588	4,474,702	6,472,563	3,520,764	3,974,690
Unrestricted	26,631,846	26,375,873	29,796,131	23,746,191	27,604,860
Total business-type activities net assets	134,243,047	138,362,425	141,821,459	173,394,007	178,392,130
Primary government					
Invested in capital assets, net of related debt	359,854,872	389,456,598	381,695,189	401,170,715	399,671,120
Restricted	23,062,323	21,180,350	23,648,804	18,724,882	19,684,315
Unrestricted	48,091,945	41,767,894	48,798,676	42,959,129	53,532,595
Total primary government net assets	<u>\$ 431,009,140</u>	<u>\$ 452,404,842</u>	<u>\$ 454,142,669</u>	<u>\$ 462,854,726</u>	<u>\$ 472,888,030</u>

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

	Fiscal Year				
	2014	2015	2016	2017	2018
Governmental activities					
Invested in capital assets, net of related debt	\$ 260,066,438	\$ 259,058,234	\$ 269,723,910	\$ 267,165,192	\$ 289,376,266
Restricted	19,888,028	20,911,236	18,571,046	43,553,297	30,654,737
Unrestricted	28,212,230	22,568,244	15,756,710	14,999,012	10,699,113
Total governmental activities net assets	<u>308,166,696</u>	<u>302,537,714</u>	<u>304,051,666</u>	<u>325,717,501</u>	<u>330,730,116</u>
Business-type activities					
Invested in capital assets, net of related debt	150,964,781	159,663,409	168,603,708	174,147,470	193,304,926
Restricted	3,860,284	1,073,020	5,490,390	3,779,313	9,919,257
Unrestricted	29,815,550	31,166,704	23,932,208	26,112,614	10,621,108
Total business-type activities net assets	<u>184,640,615</u>	<u>191,903,133</u>	<u>198,026,306</u>	<u>204,039,397</u>	<u>213,845,291</u>
Primary government					
Invested in capital assets, net of related debt	411,031,219	418,721,643	438,327,618	441,312,662	482,681,192
Restricted	23,748,312	21,984,256	24,061,436	47,332,610	40,573,994
Unrestricted	58,027,780	53,734,948	39,688,918	41,111,626	21,320,221
Total primary government net assets	<u>\$ 492,807,311</u>	<u>\$ 494,440,847</u>	<u>\$ 502,077,972</u>	<u>\$ 529,756,898</u>	<u>\$ 544,575,407</u>

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

	Fiscal Year				
	2009	2010	2011	2012	2013
Expenses					
Governmental activities					
General government	\$ 9,764,413	\$ 9,627,266	\$ 9,204,699	\$ 7,386,329	\$ 8,182,881
Community development	2,402,580	2,852,768	4,430,459	3,079,432	2,501,360
Police	14,986,605	14,921,245	14,368,579	13,795,007	13,942,290
Fire	8,936,255	9,353,437	8,949,115	9,396,340	9,005,992
Public works	12,182,007	16,794,385	14,836,808	11,661,882	12,874,347
Parks and recreation	3,461,999	3,339,110	4,065,496	3,365,411	3,574,050
Interest on long-term debt	1,691,323	1,588,550	1,330,674	1,085,725	861,782
Total governmental activities	53,425,182	58,476,761	57,185,830	49,770,126	50,942,702
Business-type activities					
Water	12,335,078	12,159,629	12,496,849	13,499,824	13,698,113
Sewer	6,110,727	6,480,880	6,935,784	5,528,029	6,597,816
Solid waste	3,883,289	3,656,295	3,771,748	3,817,376	4,189,136
Storm Water	-	-	-	1,396,140	1,734,665
Streetlight	-	-	-	-	-
Total business-type activities	22,329,094	22,296,804	23,204,381	24,241,369	26,219,730
Total primary government expenses	\$ 75,754,276	\$ 80,773,565	\$ 80,390,211	\$ 74,011,495	\$ 77,162,432
Program Revenues					
Governmental activities					
Charges for services					
General government	\$ 6,800,536	\$ 7,573,566	\$ 8,016,942	\$ 3,014,444	\$ 2,306,462
Community development	2,411,231	1,475,898	1,690,057	1,893,432	2,277,240
Police	547,971	548,533	749,985	828,015	856,497
Fire	1,025,915	854,380	1,294,747	1,538,673	1,597,259
Public works	4,733,786	817,446	1,446,393	1,832,517	1,489,053
Parks and recreation	270,929	355,798	351,241	427,743	238,959
Operating grants and contributions	3,141,675	3,404,029	3,478,389	3,675,138	3,776,881
Capital grants and contributions	3,725,269	2,750,186	2,393,179	2,908,877	2,338,469
Total governmental activities	22,657,312	17,779,836	19,420,933	16,118,839	14,880,820

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

	Fiscal Year				
	2014	2015	2016	2017	2018
Expenses					
Governmental activities					
General government	\$ 10,686,318	\$ 7,929,819	\$ 8,594,338	\$ 8,223,556	\$ 8,439,151
Community development	3,825,771	2,955,072	2,890,182	3,570,638	4,164,418
Police	14,705,289	15,465,279	17,946,143	18,972,747	18,781,823
Fire	9,816,334	8,555,754	10,659,715	11,195,725	11,379,022
Public works	14,175,755	14,002,468	16,189,593	13,781,430	22,290,768
Parks and recreation	4,144,507	4,055,172	4,238,244	5,560,894	5,540,635
Interest on long-term debt	803,748	627,550	657,805	1,353,240	1,567,567
Total governmental activities	<u>58,157,722</u>	<u>53,591,114</u>	<u>61,176,020</u>	<u>62,658,230</u>	<u>72,163,384</u>
Business-type activities					
Water	15,132,025	16,113,765	17,441,884	19,962,566	19,449,729
Sewer	7,606,052	7,997,176	8,019,906	8,046,401	9,094,867
Solid waste	3,639,087	4,070,686	4,138,162	4,440,314	4,289,067
Storm Water	1,982,908	2,011,798	2,741,802	2,725,263	3,302,722
Streetlight	-	-	-	589,456	322,672
Total business-type activities	<u>28,360,072</u>	<u>30,193,425</u>	<u>32,341,754</u>	<u>35,764,000</u>	<u>36,459,057</u>
Total primary government expenses	<u>\$ 86,517,794</u>	<u>\$ 83,784,539</u>	<u>\$ 93,517,774</u>	<u>\$ 98,422,230</u>	<u>\$ 108,622,441</u>
Program Revenues					
Governmental activities					
Charges for services					
General government	\$ 5,611,682	\$ 2,122,238	\$ 2,445,318	\$ 2,167,320	\$ 2,009,414
Community development	2,333,176	2,340,831	2,729,430	3,496,111	3,452,628
Police	866,135	867,960	936,072	963,457	890,325
Fire	1,405,916	1,605,451	2,014,099	1,809,865	2,409,998
Public works	1,263,039	1,258,748	1,078,120	847,858	565,974
Parks and recreation	258,422	255,239	236,072	255,371	324,090
Operating grants and contributions	3,702,428	3,991,215	4,228,434	4,469,189	4,557,199
Capital grants and contributions	13,962,510	3,114,390	5,176,082	23,998,270	12,322,861
Total governmental activities	<u>29,403,308</u>	<u>15,556,072</u>	<u>18,843,627</u>	<u>38,007,441</u>	<u>26,532,489</u>

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

	Fiscal Year				
	2009	2010	2011	2012	2013
Business-type activities					
Charges for services					
Water	10,733,630	10,474,173	12,885,254	14,071,562	15,117,355
Sewer	6,139,043	6,427,663	7,548,753	7,790,530	7,642,599
Solid waste	4,033,183	3,955,366	4,089,160	4,149,462	4,242,337
Storm Water	-	-	-	806,368	1,540,476
Streetlight	-	-	-	-	-
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	3,925,345	4,333,621	2,141,867	3,867,206	4,631,560
Total business-type activities	<u>24,831,201</u>	<u>25,190,823</u>	<u>26,665,034</u>	<u>30,685,128</u>	<u>33,174,327</u>
Total primary government program revenues	<u>\$ 47,488,513</u>	<u>\$ 42,970,659</u>	<u>\$ 46,085,967</u>	<u>\$ 46,803,967</u>	<u>\$ 48,055,147</u>
Net (Expense)/Revenue					
Governmental activities	\$ (30,767,870)	\$ (40,696,925)	\$ (37,764,897)	\$ (33,651,287)	\$ (36,061,882)
Business-type activities	2,502,107	2,894,019	3,460,653	6,443,759	6,954,597
Total primary government net (expense)/revenue	<u>\$ (28,265,763)</u>	<u>\$ (37,802,906)</u>	<u>\$ (34,304,244)</u>	<u>\$ (27,207,528)</u>	<u>\$ (29,107,285)</u>
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes	\$ 9,608,570	\$ 10,127,235	\$ 10,494,095	\$ 9,811,737	\$ 12,949,847
Tax increments for redevelopment agency	2,679,868	2,714,436	2,651,201	2,282,629	2,794,439
Sales taxes	14,598,750	13,404,929	13,559,906	14,467,761	15,161,672
Franchise taxes	6,383,768	6,911,183	7,129,083	7,409,499	7,964,188
Fee-in-lieu of property taxes	1,081,519	976,689	992,661	814,006	1,143,559
Gain on sale of capital assets	-	113,745	780,903	188,175	102,560
Earnings on investments	697,912	205,146	157,793	179,373	195,920
Miscellaneous	287,215	44,312	909,826	261,443	247,671
Transfers	66,444	60,000	63,458	(21,118,076)	925,000
Total governmental activities	<u>35,404,046</u>	<u>34,557,675</u>	<u>36,738,926</u>	<u>14,296,547</u>	<u>41,484,856</u>
Business-type activities					
Gain on sale of capital assets	-	-	-	389,957	189,161
Earnings on investments	247,964	88,210	61,839	115,005	135,529
Transfers	(66,444)	(60,000)	(63,458)	21,118,076	(925,000)
Total business-type activities	<u>181,520</u>	<u>28,210</u>	<u>(1,619)</u>	<u>21,623,038</u>	<u>(600,310)</u>
Total primary government	<u>\$ 35,585,566</u>	<u>\$ 34,585,885</u>	<u>\$ 36,737,307</u>	<u>\$ 35,919,585</u>	<u>\$ 40,884,546</u>
Change in Net Position					
Governmental activities	\$ 4,636,176	\$ (6,139,250)	\$ (1,025,971)	\$ (19,354,740)	\$ 5,422,974
Business-type activities	2,683,627	2,922,229	3,459,034	28,066,797	6,354,287
Total primary government	<u>\$ 7,319,803</u>	<u>\$ (3,217,021)</u>	<u>\$ 2,433,063</u>	<u>\$ 8,712,057</u>	<u>\$ 11,777,261</u>

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

	Fiscal Year				
	2014	2015	2016	2017	2018
Business-type activities					
Charges for services					
Water	16,480,954	15,777,748	16,077,931	17,260,761	18,848,855
Sewer	8,350,251	8,485,034	8,120,428	8,804,803	9,341,713
Solid waste	4,032,845	4,140,013	4,032,383	4,231,374	4,499,479
Storm Water	1,869,019	1,777,496	2,173,073	2,966,459	3,138,873
Streetlight	-	-	-	727,432	708,973
Operating grants and contributions	-	3,185,887	2,353,563	184,367	60,800
Capital grants and contributions	3,835,397	2,617,774	4,027,761	7,121,524	9,235,168
Total business-type activities	<u>34,568,466</u>	<u>35,983,952</u>	<u>36,785,139</u>	<u>41,296,720</u>	<u>45,833,861</u>
Total primary government program revenues	<u>\$ 63,971,774</u>	<u>\$ 51,540,024</u>	<u>\$ 55,628,766</u>	<u>\$ 79,304,161</u>	<u>\$ 72,366,350</u>
Net (Expense)/Revenue					
Governmental activities	\$(28,754,414)	\$(38,035,042)	\$(42,332,393)	\$(24,650,789)	\$(45,630,895)
Business-type activities	<u>6,208,394</u>	<u>5,790,527</u>	<u>4,443,385</u>	<u>5,532,720</u>	<u>9,374,804</u>
Total primary government net (expense)/revenue	<u>\$ (22,546,020)</u>	<u>\$ (32,244,515)</u>	<u>\$ (37,889,008)</u>	<u>\$ (19,118,069)</u>	<u>\$ (36,256,091)</u>
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes	\$ 12,668,980	\$ 12,378,578	\$ 12,735,526	\$ 12,912,284	\$ 13,008,717
Tax increments for redevelopment agency	3,398,395	3,824,806	3,977,946	3,772,971	3,709,686
Sales taxes	15,976,144	16,845,871	17,371,482	18,583,140	19,922,143
Franchise taxes	8,112,830	7,871,219	7,805,965	7,931,648	7,651,704
Fee-in-lieu of property taxes	999,394	1,010,266	1,013,610	1,034,558	1,049,140
Gain on sale of capital assets	28,548	723,340	278,510	422,433	4,074,090
Earnings on investments	213,766	198,997	294,968	514,856	815,631
Miscellaneous	947,153	552,430	817,616	494,187	362,399
Transfers	80,000	(1,950,000)	50,000	(5,000)	50,000
Total governmental activities	<u>42,425,210</u>	<u>41,455,507</u>	<u>44,345,623</u>	<u>45,661,077</u>	<u>50,643,510</u>
Business-type activities					
Gain on sale of capital assets	-	-	-	-	-
Earnings on investments	120,091	112,917	183,577	275,371	481,090
Transfers	(80,000)	1,950,000	(50,000)	5,000	(50,000)
Total business-type activities	<u>40,091</u>	<u>2,062,917</u>	<u>133,577</u>	<u>280,371</u>	<u>431,090</u>
Total primary government	<u>\$ 42,465,301</u>	<u>\$ 43,518,424</u>	<u>\$ 44,479,200</u>	<u>\$ 45,941,448</u>	<u>\$ 51,074,600</u>
Change in Net Position					
Governmental activities	\$ 13,670,796	\$ 3,420,465	\$ 2,013,230	\$ 21,010,288	\$ 5,012,615
Business-type activities	<u>6,248,485</u>	<u>7,853,444</u>	<u>4,576,962</u>	<u>5,813,091</u>	<u>9,805,894</u>
Total primary government	<u>\$ 19,919,281</u>	<u>\$ 11,273,909</u>	<u>\$ 6,590,192</u>	<u>\$ 26,823,379</u>	<u>\$ 14,818,509</u>

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

	Fiscal Year				
	2009	2010	2011	2012	2013
General Fund					
Reserved	\$ 4,598,621	\$ 2,851,500	\$ -	\$ -	\$ -
Unreserved	3,268,157	1,809,974	-	-	-
Nonspendable	-	-	282,415	6,313	90,343
Restricted	-	-	4,411,953	6,002,475	6,307,594
Committed	-	-	-	-	-
Assigned	-	-	18,931	620,108	597,766
Unassigned	-	-	5,015,139	8,262,619	13,042,225
Total general fund	<u>7,866,778</u>	<u>4,661,474</u>	<u>9,728,438</u>	<u>14,891,515</u>	<u>20,037,928</u>
All Other Governmental Funds					
Reserved	16,334,218	14,339,295	-	-	-
Unreserved, reported in:					
Capital projects funds	10,347,383	10,933,091	-	-	-
Special revenue funds	1,039,201	2,223,725	-	-	-
Nonspendable	-	-	48,070	80,180	-
Restricted	-	-	12,461,286	9,201,643	9,402,031
Committed	-	-	1,001,680	1,849,200	500,000
Assigned	-	-	10,564,353	7,184,366	10,896,667
Unassigned	-	-	-	-	(133,766)
Total all other governmental funds	<u>27,720,802</u>	<u>27,496,111</u>	<u>24,075,389</u>	<u>18,315,389</u>	<u>20,664,932</u>
Total governmental funds	<u>\$ 35,587,580</u>	<u>\$ 32,157,585</u>	<u>\$ 33,803,827</u>	<u>\$ 33,206,904</u>	<u>\$ 40,702,860</u>

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				
	2014	2015	2016	2017	2018
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	160,717	163,491	167,409	56,792	109,358
Restricted	5,794,095	5,232,878	6,502,179	6,041,936	4,950,881
Committed	-	-	-	-	-
Assigned	568,305	769,975	892,983	46,728	148,124
Unassigned	12,513,823	11,362,288	9,424,742	10,692,587	11,345,241
Total general fund	<u>19,036,940</u>	<u>17,528,632</u>	<u>16,987,313</u>	<u>16,838,043</u>	<u>16,553,604</u>
All Other Governmental Funds					
Reserved	-	-	-	-	-
Unreserved, reported in:					
Capital projects funds	-	-	-	-	-
Special revenue funds	-	-	-	-	-
Nonspendable	-	-	-	689,081	653,163
Restricted	14,093,933	15,678,358	12,068,867	37,746,764	23,796,609
Committed	500,000	-	-	-	-
Assigned	11,501,153	13,969,887	9,406,182	10,068,913	18,386,258
Unassigned	<u>(60,012)</u>	<u>-</u>	<u>-</u>	<u>(1,579,809)</u>	<u>(6,005,822)</u>
Total all other governmental funds	<u>26,035,074</u>	<u>29,648,245</u>	<u>21,475,049</u>	<u>46,924,949</u>	<u>36,830,208</u>
Total governmental funds	<u>\$ 45,072,014</u>	<u>\$ 47,176,877</u>	<u>\$ 38,462,362</u>	<u>\$ 63,762,992</u>	<u>\$ 53,383,812</u>

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

	Fiscal Year				
	2009	2010	2011	2012	2013
Revenues					
Taxes	\$ 34,352,462	\$ 34,134,473	\$ 34,826,946	\$ 34,785,632	\$ 40,013,705
Licenses and permits	1,673,568	1,673,932	1,680,397	1,805,455	1,743,329
Intergovernmental	8,472,052	4,198,469	5,242,493	6,287,634	5,043,243
Charges for services	2,751,936	2,993,569	3,640,563	3,753,976	4,316,123
Fines and forfeitures	1,799,419	1,663,079	1,928,949	1,738,670	1,488,686
Interfund charges	4,041,904	4,608,585	4,692,945	4,188,392	3,901,211
Impact fees	3,326,905	2,513,126	1,326,688	1,261,709	1,317,061
Interest	468,217	220,715	167,323	207,240	228,085
Miscellaneous	626,272	240,797	984,730	498,536	774,167
Total revenues	<u>57,512,735</u>	<u>52,246,745</u>	<u>54,491,034</u>	<u>54,527,244</u>	<u>58,825,610</u>
Expenditures					
General government	9,303,529	8,665,800	8,813,422	8,784,265	9,295,043
Community development	2,366,317	2,813,022	3,408,062	3,150,767	2,653,183
Police	13,968,643	13,878,366	13,768,480	13,175,846	13,896,329
Fire	8,498,186	8,951,999	8,606,718	8,603,467	9,449,440
Public works	6,084,022	5,514,854	5,093,640	4,892,084	5,291,603
Parks and recreation	2,276,192	2,162,521	2,728,228	2,030,602	2,374,055
Debt Service					
Principal payments	4,035,472	4,214,011	4,088,184	7,790,116	2,450,627
Interest and fiscal charges	1,703,130	1,542,530	1,329,180	1,058,828	813,288
Capital outlay	7,342,494	9,057,433	5,373,215	6,074,326	5,882,971
Total expenditures	<u>55,577,985</u>	<u>56,800,536</u>	<u>53,209,129</u>	<u>55,560,301</u>	<u>52,106,539</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,934,750</u>	<u>(4,553,791)</u>	<u>1,281,905</u>	<u>(1,033,057)</u>	<u>6,719,071</u>

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

	2014	2015	2016	2017	2018
Revenues					
Taxes	\$ 41,155,743	\$ 41,930,740	\$ 43,077,434	\$ 44,279,206	\$ 45,353,803
Licenses and permits	2,135,523	2,392,798	2,762,043	2,796,975	2,887,986
Intergovernmental	4,919,958	4,904,124	5,589,575	6,089,224	5,817,623
Charges for services	4,401,716	4,623,638	4,882,395	3,111,151	3,664,191
Fines and forfeitures	1,477,766	1,481,938	1,366,330	1,283,137	1,162,744
Interfund charges	3,913,136	-	-	-	-
Impact fees	1,868,390	2,641,465	2,685,500	3,478,997	4,916,526
Interest	231,655	204,022	307,477	611,590	948,768
Miscellaneous	538,036	98,876	237,737	820,659	826,890
Total revenues	60,641,923	58,277,601	60,908,491	62,470,939	65,578,531
Expenditures					
General government	10,209,762	8,489,415	9,086,241	7,789,359	8,207,792
Community development	3,924,630	3,095,117	2,714,401	3,523,369	4,120,046
Police	14,536,544	16,160,702	17,500,251	18,005,651	18,402,092
Fire	9,606,907	9,993,547	10,896,351	10,665,418	11,350,834
Public works	5,356,121	4,897,352	5,739,055	4,942,593	5,409,453
Parks and recreation	2,909,834	3,088,446	2,744,266	3,681,506	3,709,467
Debt Service					
Principal payments	10,850,927	2,656,543	3,217,890	2,738,356	2,424,030
Interest and fiscal charges	791,967	549,982	583,431	1,079,496	1,579,321
Capital outlay	16,094,544	12,236,500	16,646,394	12,620,464	40,473,018
Total expenditures	74,281,236	61,167,604	69,128,280	65,046,212	95,676,053
Excess (deficiency) of revenues over (under) expenditures	(13,639,313)	(2,890,003)	(8,219,789)	(2,575,273)	(30,097,522)

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

	Fiscal Year				
	2009	2010	2011	2012	2013
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	3,290,000	-
Premium on issuance of debt	-	-	-	-	-
Issuance of capital lease	-	220,000	-	-	-
Road project proceeds	-	-	-	-	-
Developer contributions	-	-	-	-	-
Sale of capital assets	8,645	234,834	747,390	-	-
Transfers in	6,912,152	8,615,346	4,783,521	5,191,299	6,206,245
Transfers out	(7,253,201)	(8,784,092)	(5,069,776)	(4,539,413)	(5,429,359)
Total other financing sources (uses)	<u>(332,404)</u>	<u>286,088</u>	<u>461,135</u>	<u>3,941,886</u>	<u>776,886</u>
Net change in fund balances	<u>\$ 1,602,346</u>	<u>\$ (4,267,703)</u>	<u>\$ 1,743,040</u>	<u>\$ 2,908,829</u>	<u>\$ 7,495,957</u>
Debt service as a percentage of noncapital expenditures	11.8%	10.9%	10.8%	17.2%	6.6%

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				
	2014	2015	2016	2017	2018
Other Financing Sources (Uses)					
Issuance of debt	10,595,000	6,530,000	-	24,960,000	-
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	-	19,718,342
Transfers in	11,684,277	11,587,254	3,032,210	4,784,115	11,548,499
Transfers out	(14,854,277)	(13,587,254)	(3,032,210)	(4,839,115)	(11,548,499)
Total other financing sources (uses)	<u>18,008,467</u>	<u>4,829,509</u>	<u>4,552</u>	<u>27,220,356</u>	<u>19,718,342</u>
Net change in fund balances	<u>\$ 4,369,154</u>	<u>\$ 1,939,506</u>	<u>\$ (8,215,237)</u>	<u>\$ 24,645,083</u>	<u>\$ (10,379,180)</u>
Debt service as a percentage of noncapital expenditures	19.4%	6.2%	7.1%	6.8%	6.4%

**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	Total
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
2018	16,718,403	1,049,139	19,922,143	7,651,704	45,341,389
Growth					
2009-2018	36.0%	-3.0%	36.5%	19.9%	32.0%

(1) Includes penalties and interest.

**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		
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
2017	937,150,637	403,755,345	241,144,821	78,179,700	1,660,230,503	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
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
2018	4,333,004,243	2,603,320,863	484,729,142	6,451,595,964	0.002132	10,481,510,396	61.55

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
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	271,985	12,593,885	99.33
2014	13,017,951	12,671,927	97.34	261,390	12,933,317	99.35
2015	13,166,025	12,919,871	98.13	221,262	13,141,133	99.81
2016	13,353,233	13,056,003	97.77	177,323	13,233,325	99.10
2017	13,535,866	13,250,088	97.89	141,003	13,391,090	98.93
2018	13,777,833	13,483,122	97.86	-	13,483,122	97.86

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	
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
2018	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
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
2018	0.001857	0.000118	0.001975	0.002850	0.006424	0.000817	0.012066

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	2018			2009		
	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
BMC West	N/A	3	N/A	N/A		N/A
Sam's Club	N/A	4	N/A	N/A	3	N/A
SME Industries	N/A	5	N/A	N/A	8	N/A
Rocky Mountain Power	N/A	6	N/A	N/A	5	N/A
The Home Depot	N/A	7	N/A	N/A	10	N/A
Target	N/A	8	N/A	N/A	4	N/A
Lowe's	N/A	9	N/A	N/A	7	N/A
LKL Associates	N/A	10	N/A	N/A		N/A
Macey's	N/A		N/A	N/A	9	N/A
Sysco Foods	N/A		N/A	N/A	6	N/A
Total	\$ 5,965,326		29.94 %	\$ 4,223,347		28.93 %

(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	2018			2009		
	Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Jordan Landing LLC	\$ 129,483,800	1	2.01 %	\$ 127,014,300	1	2.41 %
Jordan Valley Medical Ctr	65,931,900	2	1.02	31,026,200	3	0.59
Boeing	51,415,300	3	0.80	-	-	-
Oracle America Inc	48,977,300	4	0.76	-	-	-
Mtn America Credit Union	48,093,400	5	0.75	23,598,800	6	0.45
Willowcove Intntl LLC	34,449,910	6	0.53	26,098,710	5	0.50
Campus View LLC	28,424,600	7	0.44	-	-	-
Sysco Foods	25,944,700	8	0.40	17,775,100	9	0.34
Serengeti Springs	24,728,797	9	0.38	-	-	-
Southwillow LLC	23,810,105	10	0.37	-	-	-
Masco Cabinet Group LLC	-	-	-	58,806,600	2	1.12
WRI West Jordan LLC	-	-	-	26,616,600	4	0.51
Dannon Company Inc	-	-	-	21,647,000	7	0.41
Wal-Mart Stores	-	-	-	19,593,300	8	0.37
Grand Central Inc	-	-	-	16,281,400	10	0.31
Total	\$ 481,259,812		7.46 %	\$ 368,458,010		7.00 %

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	
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	-
2018	4,785,000	24,960,000	6,785,000	-	-	2,571,000	-

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			
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	0.67	304
2017	2,070,123	450,000	10,330,000	-	54,201,123	1.02	477
2018	4,551,005	305,000	18,110,000	-	62,067,005	1.11	545

**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		
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
2018	4,785,000	52,426,000	57,211,000	0.89	502

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	\$ 124,920,000	33.03 %	\$ 41,261,076
Salt Lake County	209,615,000	7.02	<u>14,714,973</u>
Total overlapping debt			55,976,049
City of West Jordan (2)	\$ 43,957,005	100.00	<u>43,957,005</u>
Total direct and overlapping debt			<u>\$ 99,933,054</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				
	2009	2010	2011	2012	2013
Debt Limit	\$ 341,546,299	\$ 308,833,897	\$ 304,360,402	\$ 296,800,928	\$ 285,547,071
Total debt applicable to limit (1)	<u>9,590,000</u>	<u>9,145,000</u>	<u>8,685,000</u>	<u>8,210,000</u>	<u>7,700,000</u>
Legal debt margin	<u>\$ 331,956,299</u>	<u>\$ 299,688,897</u>	<u>\$ 295,675,402</u>	<u>\$ 288,590,928</u>	<u>\$ 277,847,071</u>
Total debt applicable to the limit as a percentage of debt limit	2.81%	2.96%	2.85%	2.77%	2.70%

Legal Debt Margin Calculation for Fiscal Year 2018

Estimated market value	\$ 10,481,510,396
Debt limit (4% of market value)	419,260,416
Debt applicable to limit (1)	<u>4,785,000</u>
Legal debt margin	<u>\$ 414,475,416</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				
	2014	2015	2016	2017	2018
Debt Limit	\$ 304,732,918	\$ 332,158,917	\$ 355,303,072	\$ 378,585,463	\$ 414,475,416
Total debt applicable to limit (1)	<u>7,260,000</u>	<u>6,665,000</u>	<u>6,045,000</u>	<u>5,420,000</u>	<u>4,785,000</u>
Legal debt margin	<u>\$ 297,472,918</u>	<u>\$ 325,493,917</u>	<u>\$ 349,258,072</u>	<u>\$ 373,165,463</u>	<u>\$ 409,690,416</u>
Total debt applicable to the limit as a percentage of debt limit	2.38%	2.01%	1.70%	1.43%	1.15%

**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	
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
2018	20,800,973	16,650,766	4,150,207	1,635,000	318,296	1,953,296	2.12

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	
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
2018	4,359,885	2,138,785	2,221,100	625,000	111,968	736,968	3.01

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	
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
2018	19,922,143	945,000	140,716	1,085,716	18.35

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	
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
2018	2,722,099	665,000	146,030	811,030	3.36

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	
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
2018	553,442	145,000	11,905	156,905	3.53

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)
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	4,709,369,566	42,746	3.7
2016	111,273	5,023,753,404	45,148	3.4
2017	113,699	5,316,792,638	46,762	3.2
2018	113,921	5,566,863,586	48,866	3.1

(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 2017 are shown in fiscal year 2018.

(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 2017 are shown in fiscal year 2018.

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	2018			2009		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Jordan School District	3,395	1	5.42 %	3,588	1	11.24 %
Jordan Valley Medical Center	767	2	1.22	656	2	2.06
Smith's	714	3	1.14	364	8	1.14
West Jordan City	619	4	0.99	564	5	1.77
Mountain America Credit Union	605	5	0.97	356	9	1.12
Snugz USA Inc.	475	6	0.76	-	-	-
Sysco Intermountain Food Services	443	7	0.71	463	6	1.45
SME Industries	375	8	0.60	375	7	1.17
Wal-Mart	372	9	0.59	581	3	1.82
Copper Hills Youth Center	236	10	0.38	-	-	-
Fairchild Semi-conductor	-	-	-	575	4	1.80
Target	-	-	-	262	10	0.82
Total	8,001		12.77 %	7,784		24.39 %

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	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General government										
Mayor & city council	4.60	4.56	4.62	4.62	4.62	5.11	5.61	5.25	4.00	4.00
Administration	15.10	6.45	6.07	7.07	10.42	8.84	8.84	9.40	10.00	7.00
Finance/Admin. services	23.33	31.51	29.25	30.00	30.35	33.74	34.74	35.86	34.75	33.75
Information Technologies	7.00	-	-	-	-	-	-	-	-	-
Facilities	6.93	4.00	4.00	4.00	4.00	5.00	5.27	5.44	5.00	5.00
Attorney	11.00	10.00	11.90	12.50	15.38	18.50	19.50	20.00	14.01	18.38
Court	11.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Community development										
Planning & zoning	10.50	11.29	9.79	9.79	7.10	7.50	7.90	8.90	8.00	10.00
Economic development	-	1.71	1.71	1.71	0.40	-	1.00	1.00	1.00	3.00
Building safety	10.20	9.23	9.23	9.23	8.23	8.23	8.23	8.10	9.00	10.00
Police										
Support services	64.50	61.97	60.62	61.52	72.50	67.00	68.00	68.00	71.00	72.00
Line services	90.10	89.78	89.13	89.23	82.53	84.30	85.30	85.30	84.30	88.30
Animal control	6.00	6.28	6.28	9.28	9.00	9.50	9.50	9.50	9.50	9.50
Fire	86.00	86.00	86.00	86.00	85.00	85.00	85.00	85.00	86.50	87.50
Public works										
Public works admin.	6.75	6.00	6.00	6.00	5.26	5.26	5.26	5.00	9.00	7.00
Engineering	24.90	17.75	17.75	17.25	15.61	15.96	16.69	16.79	21.75	22.75
Streets	24.00	21.60	21.10	23.10	22.09	22.03	23.03	23.49	26.00	26.00
Storm drain	2.00	2.00	-	-	-	-	-	-	-	-
Fleet operations	9.00	7.00	7.00	8.00	8.47	6.12	8.12	8.12	8.00	8.00
Parks and recreation	18.00	15.00	15.00	14.00	14.75	15.00	16.00	16.00	17.00	18.00
Water	17.25	18.00	19.00	17.00	17.54	19.38	21.38	21.68	19.00	20.00
Sewer	11.00	11.00	13.00	12.00	9.07	9.26	11.26	12.96	12.00	12.00
Solid waste	1.50	1.90	2.40	2.40	2.10	2.05	2.05	2.05	3.00	3.00
Stormwater	-	-	-	-	9.12	9.12	11.12	10.22	8.00	15.00
Total	460.66	433.03	429.85	434.70	443.54	446.90	463.80	468.06	470.81	490.18

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				
	2009	2010	2011	2012	2013
Community development					
Residential building permits issued	641	770	611	682	727
Commercial building permits issued	270	232	188	211	186
Police					
Calls for service	55,183	65,186	66,820	62,414	61,501
Arrests	3,738	3,719	3,654	3,514	3,042
Violations cited	13,452	13,686	14,610	13,170	11,113
Fire					
Medical responses	3,448	3,441	3,562	3,792	3,798
Fire responses	1,356	1,286	1,233	1,218	1,879
Water					
Residential accounts serviced	19,877	19,923	20,072	20,315	20,545
Commercial accounts serviced	1,416	1,489	1,549	1,569	1,567
Average daily consumption (thousands of gallons)	17,613	16,015	16,596	18,530	18,817
Sewer					
Sewer line miles inspected	37	41	39	22	18
Sewer line miles cleaned	113	112	124	93	83

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 2017 would be shown in fiscal year 2018.

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				
	2014	2015	2016	2017	2018
Community development					
Residential building permits issued	809	965	1,406	2,003	1,644
Commercial building permits issued	197	229	226	237	277
Police					
Calls for service	60,017	64,291	64,019	60,645	57,662
Arrests	2,981	2,900	3,677	2,846	2,474
Violations cited	12,144	13,868	15,165	13,797	13,348
Fire					
Medical responses	3,902	4,341	4,191	4,950	5,523
Fire responses	1,760	1,934	1,059	1,280	1,434
Water					
Residential accounts serviced	20,761	21,055	21,544	21,679	22,050
Commercial accounts serviced	1,605	1,657	1,664	1,749	1,755
Average daily consumption (thousands of gallons)	18,517	17,488	19,054	20,503	19,853
Sewer					
Sewer line miles inspected	20	13	23	27	33
Sewer line miles cleaned	87	88	111	94	90

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

Function/Program	Fiscal Year				
	2009	2010	2011	2012	2013
Police					
Marked patrol vehicles (1)	75	77	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	328	309	316	329	329
Parks and recreation					
Park acreage	321	329	331	336	338
Baseball/softball diamonds	19	19	19	19	19
Soccer fields	24	20	20	20	20
Water					
Water main miles (2)	347	360	362	378	380
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 has been 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				
	2014	2015	2016	2017	2018
Police					
Marked patrol vehicles (1)	77	49	29	13	13
Fire					
Fire stations	4	4	4	4	4
Fire engines	6	6	6	6	6
Ambulances	5	5	5	6	6
Public works					
Street miles	334	336	339	343	347
Parks and recreation					
Park acreage	348	354	354	342	347
Baseball/softball diamonds	19	19	19	19	20
Soccer fields	20	20	20	20	18
Water					
Water main miles (2)	436	439	445	417	417
Storage capacity (thousands of gallons)	30,500	37,500	37,500	37,500	37,500



The Development Services Department (pictured) provides professional planning, engineering, building, real estate, and redevelopment services to improve the quality of life for the residents of West Jordan. The City Manager chose to spotlight this department for their continued excellent customer service as they strive to help the city achieve both long-term and short-term goals and objectives for management of growth and development.

