

**SALT LAKE CITY**  
**CORPORATION**  
SALT LAKE CITY, UTAH

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2004

**SALT LAKE CITY CORPORATION**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2004**  
**With**  
**INDEPENDENT AUDITORS' REPORT**

**Prepared by**

**Department of Management Services**  
**Rocky J. Fluhart, Chief Administrative Officer**  
**Gordon Hoskins, Finance Director**

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December 10, 2004  
The Honorable Mayor and Members of the City Council  
Salt Lake City Corporation

## Overview

The Comprehensive Annual Financial Report of Salt Lake City Corporation ("the City") for the fiscal year ended June 30, 2004, is submitted herewith.

These financial statements have been prepared by the Salt Lake City Department of Management Services in accordance with Generally Accepted Accounting Principles (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB). The accuracy of the presented data and the completeness and fairness of the presentations, including all disclosures, are the responsibility of the management of the City.

We believe the data, as presented, is accurate in all material respects and is presented in a manner that fairly sets forth the following aspects of the City: (1) the financial position of the governmental activities; (2) the business-type activities; (3) the discretely presented component unit; (4) each major fund; (5) the aggregate remaining fund information; (6) the respective changes in financial position and (7) applicable cash flows. In order to provide a reasonable basis for making these representations, the management of Salt Lake City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Salt Lake City Corporation's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Salt Lake City Corporation's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and belief, this report is complete and reliable in all material respects.

Deloitte & Touche LLP, an independent firm of Certified Public Accountants, has audited these basic financial statements and related notes. Their report is included herein. The goal of the independent audit was to provide reasonable assurance that the financial statements of Salt Lake City Corporation for the fiscal year ended June 30, 2004 are free of material misstatements. This 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.

Additionally, Deloitte & Touche LLP audited the compliance requirements of the City's federal and state grant programs for the year ended June 30, 2004 as part of the federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. That report is available under a separate cover.

This annual report consists of three parts. The **Introductory Section** includes an organizational chart and this transmittal letter. The **Financial Section** includes the report of independent auditors, management's discussion and analysis, the financial statements and related notes. The management's discussion and analysis is designed to provide a narrative introduction, overview and analysis to accompany the basic financial statements. Also contained in the financial section are the Required Supplementary Information and the Supplementary Information. The Required Supplementary Information includes budgetary information for the City's major governmental funds. The Supplementary Information includes balance sheets and income

statements and budgetary information for nonmajor governmental funds, nonmajor proprietary funds, internal service funds, as well as all other budgetary information for major proprietary funds and project schedules. The **Statistical Section** includes several tables of unaudited data depicting the financial history of the City as well as miscellaneous statistics.

### **Profile of Salt Lake City**

Salt Lake City lies between the Wasatch Mountains and the Great Salt Lake at an altitude of 4,200 feet. Permanent settlement of the City began on July 24, 1847, when Brigham Young with a party of 148 Mormon pioneers entered the Salt Lake Valley after a 1,500-mile trek westward. Salt Lake City was incorporated on January 6, 1851 and soon became a major center for trade and commerce with the wagon trains carrying settlers and miners westward. Within a few years of the pioneers' arrival, other communities were settled throughout the Salt Lake Valley. Due to continuous economic and population growth, most of these cities in the valley survived and prospered, and have grown into a single large metropolitan area of over 700,000 people. Salt Lake City is the commercial center of this metropolis.

Salt Lake City is also the center of the scenic intermountain west. Within a day's drive of the City, travelers can visit 70% of the officially designated national parks and monuments of America. The Wasatch Mountains, east of the City, are well known for their ski resorts, which are within a 45-minute drive from downtown Salt Lake City. Approximately 200,000 out-of-state skiers come to these resorts each year. The scenic Wasatch Front provided an excellent backdrop, as the City hosted the 2002 Winter Olympics.

Salt Lake City, in 2004, was chosen by the State of Utah as a Quality Growth Community. This designation shows that the community has completed a comprehensive planning process covering economic development, housing, conservation, and infrastructure efficiency. This further shows that Salt Lake City is a leader in the region.

Salt Lake City is the international headquarters of The Church of Jesus Christ of Latter-day Saints, or "Mormon" Church. At Temple Square in downtown Salt Lake City, 2-1/2 million visitors see the famous Salt Lake Temple, Tabernacle, and visitor centers each year.

The Salt Palace Convention Center (located in downtown Salt Lake City) plays host to many different activities. This facility has a 36,000 square foot ballroom, 256,000 square feet of exhibit space, and 54,000 square feet of meeting space. It is wired with miles of wire and fiber optic cable for up-to-date computer and communications, including satellite uplink capability.

Several universities and colleges are located in or near Salt Lake City. The University of Utah is located on the east bench of Salt Lake City. This university was founded in 1850 and is the oldest mainland university west of the Missouri River. Approximately 27,000 full and part-time students are enrolled. The Utah Museum of Fine Arts and the Utah Museum of Natural History are located on the University of Utah campus. The University includes a medical school and hospital.

Westminster College of Salt Lake City, Salt Lake Community College, and LDS Business College are also located in Salt Lake City. Three other universities—Utah State University, Weber State University, and Brigham Young University—as well as Utah Valley State College are all located within a two-hour drive from Salt Lake City. These institutions reflect the community's emphasis and dedication to higher education and job skill development.

Salt Lake City also has many opportunities for recreational and cultural activities. The Delta Center, located three blocks directly west of Temple Square, is the home of the Utah Jazz, the 1997 and 1998 Western Conference Champions of the National Basketball Association. Franklin Covey Field, just south of downtown, is the home field of the Salt Lake Stingers, a minor league baseball team.

Also downtown, directly north of the Salt Palace, is Symphony Hall, home of the Utah Symphony Orchestra. The Salt Lake Art Center with its gallery and art school facilities is located adjacent to Symphony Hall. A few blocks south of Symphony Hall, Salt Lake's historic Capitol Theater serves as the home of Ballet West, Repertory Dance Theater, Ririe-Woodbury Dance Company, and the Utah Opera Company. The John W. Gallivan Utah Center, in downtown Salt Lake, is a gathering place for the business and commercial community. The Center's plaza includes an aviary, a 1,000-seat amphitheater, many unique art pieces, and an outdoor pond, which becomes an ice skating rink during the winter. The City also hosts Theater 138, Pioneer Memorial Theater, Utah Civic Opera Company, Hansen Planetarium, and the Utah Heritage Foundation.

Salt Lake City is a major transportation crossroads in the intermountain west. Three major railroads, nine major airlines, two bus lines and many truck lines serve the area. The City is located at the convergence of four major highways and two interstate highway systems. The Salt Lake International Airport is a major intermountain air transportation hub and a principal hub and reservation center for Delta Air Lines. The Utah Transit Authority operates an outstanding commuter bus and light rail system in Salt Lake City and throughout neighboring counties. The Utah Transit Authority has been awarded the Outstanding System Achievement Award for being the top transit operation of its size in the country and the John A. Volpe Safety Award for being the safest system in the country.

The City provides a full range of municipal services including police, fire, recreational activities including eight municipal golf courses, libraries, water, sewer, storm water, airports, public improvements, highways and streets, planning and zoning, and general administrative services.

## **Factors Affecting Financial Condition**

### **Summary of Local Economy**

Salt Lake City is the capital city and commercial and industrial center for the State of Utah. The Department of Community and Economic Development aggressively promotes the City as a location for new businesses. The Salt Lake City-Ogden metropolitan area has been named the number one area for a woman running a business. The National Association of Women Business Owners ranked the Salt Lake metropolitan area first nationally in the percentage of growth of women-owned businesses and for their employment levels and sales over the past five years (*Deseret News*, June 24, 2002).

In addition, Utah has been ranked ninth in a state-by-state comparison study highlighting the states that are best positioned to succeed in the technology-led information age. The study, released by the Milken Institute, concluded that investments in science and technology, from higher education to industry research and development, are crucial factors in deciding the fate of regional economies. Individual measurements include everything from the percentage of state's population with PhD's to research and development expenditures per capita (Milken Institute, August 2002). Utah was also named one of the top ten U.S. regions for medical technology industry expansion in 2003 (*MX magazine*, November/December 2002). The University of Utah, the state's largest public university, and its high technology Research Park are both located in Salt Lake City.

Showing its leadership in preserving the environment, Salt Lake City was chosen as a Green Power Purchaser of the Year by the Environmental Protection Agency and the Department of Energy in 2004. This designation was designed to recognize partner's efforts in purchasing renewable energy.

Salt Lake City's workforce is widely known as being "overwhelmingly enthusiastic" and "the model for high productivity". This praise is well earned—Salt Lake City workers have one of the highest literacy rates in the country, and, additionally, many are fluent in multiple languages—a skill increasingly crucial to successful international trade. Metropolitan Salt Lake City is ranked tenth among the most competitive areas in the world in the global knowledge economy (*The World Knowledge Competitiveness Index 2002* by United



Kingdom's Robert Huggins Associates). The Salt Lake City-Ogden metropolitan area is ranked number 28 among today's hottest cities for business expansion (*Expansion Management magazine*, January 2003).

Salt Lake City—as a business, cultural, educational, and religious center—faces a number of challenges common to capital cities nationally. While Salt Lake City continues to be a vibrant city, it has felt the effects of the struggling national economy.

### **Employment Activity**

Salt Lake City is the central city to 1.7 million inhabitants residing in four counties within an hour's drive from downtown. The majority of Utah's 2.2 million people live in the Wasatch Front urban corridor stretching from Ogden to Provo. The City's daytime population increases from 182,000 residents to over 375,000 as 20% of the state's total work force commutes to jobs located within the city limits.

Following national trends, Salt Lake City experienced declining employment in the first years of the millennium. While the loss of some jobs can be accounted for by the completion of preparations for the Winter Olympics and the layoffs that occurred after the Olympics, employment also declined in the important sectors of manufacturing, transportation, communications, utilities, finance, insurance, real estate, and professional business services between 2001 and 2002. However, 2003 brought a slight rebound, with an increase in employment of about 0.3%. This rebound appears to be gaining strength in the early part of 2004.

### **Taxable Sales Activity**

The softening of the national and regional economy is reflected in Salt Lake City's total taxable sales. From 2001 to 2002, taxable sales in Salt Lake City declined 1.6%, a definite slow down from the robust growth of the mid 1990's. In 2003, taxable retail sales in Salt Lake City grew by 1.9%. This modest growth slowed to 1.4% in 2004.

### **Other Economic Indicators**

Beginning in calendar year 1992, the local construction industry rebounded significantly from the doldrums of the mid 1980's. License and permit revenue increases reflect a general improvement in the City's construction industry and the continuing strength of the City's business community. As with other economic activity in the City, the construction industry has slowed considerably. In 2002 permit authorized construction declined by 10% and in 2003, permit authorized construction fell by almost 26%.

### **Summary Outlook**

As with other metropolitan areas, the national, state, and regional economies play an increasing role in economic activity in Salt Lake City. Salt Lake City's slowing economy occurred against a backdrop of a soft international economy, a declining national economy, and slowing regional and state economies. The City's economy performed relatively well in early 2002, but with the end of the 2002 Winter Olympics, an expected economic slowdown occurred. As the national and regional economies begin to rebound, state and local economies will follow.

### **Internal Control Structure**

The City utilizes a computerized financial accounting system, which includes a system of internal accounting controls. These controls are designed to provide reasonable assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the evaluation of costs and benefits requires estimates and judgments by management. The

City adheres to the above framework for internal controls. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

### **Budgetary Control**

The City Council approves all City budgets at a departmental level. The City Council then may amend the budget by motion during the fiscal year. The Mayor may approve transfers of funds from one object or purpose to another within the same department.

Budgetary control is maintained at the department level where expenditures may not legally exceed appropriations. Budgetary control is also maintained in governmental funds by the encumbrance of estimated purchase and construction contract amounts prior to the release of purchase orders or contracts to vendors. Purchase orders which result in an overrun of department appropriations cannot be released until additional appropriations are made available. For purposes of budgetary control, all funds except for the General Fund are considered a department. Open encumbrances are reported as reservations of fund balance at year-end for only the General Fund.

### **Cash Management**

The City's investment of its temporarily idle funds has as its major objectives: safety of principal, need for liquidity, and maximization of the City's investment income opportunities. Investment earnings strengthen the City's overall financial standing and add annually to its revenues. Cash of the various funds is pooled in order to obtain the best interest rates and ensure that all temporarily idle cash is invested.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA), awarded a Certificate of Achievement for Excellence in Financial Reporting to Salt Lake City Corporation for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2003. The City has now received this, or an equivalent award for over 20 years.

In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards. Such reports must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the staff of the Department of Management Services. We appreciate Deloitte & Touche LLP, Certified Public Accountants, for the assistance and guidance they have given us. We also thank the members of the City Council and the Mayor for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Sincerely,

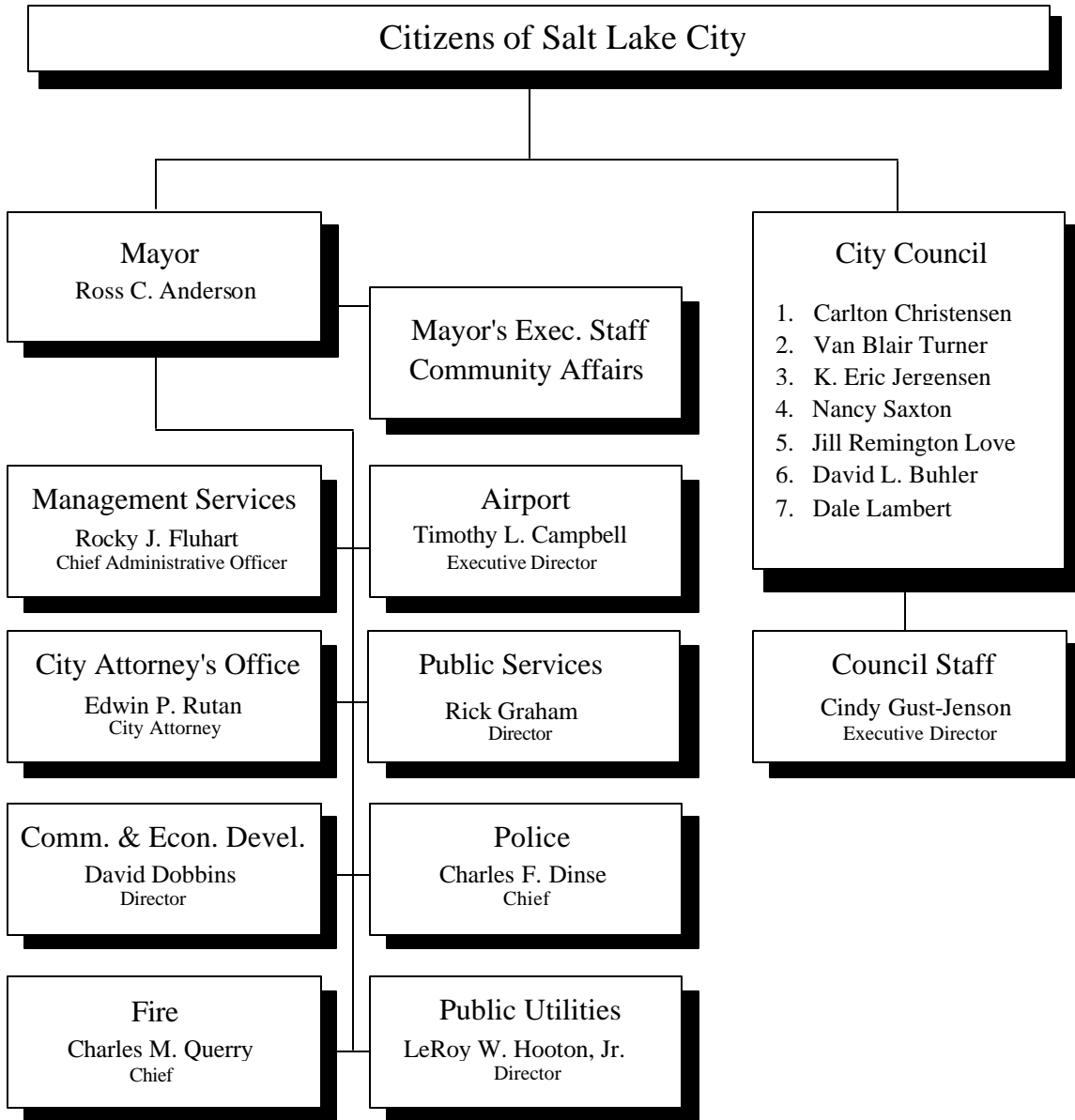


Gordon Hoskins  
Finance Director

# Salt Lake City Corporation

## Organizational Structure

### Fiscal Year 2003-2004



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Salt Lake City Corporation,  
Utah

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2003

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Nancy L. Zeller*

President

*Jeffrey R. Enos*

Executive Director

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# Financial Section



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## INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Members of the City Council  
Salt Lake City Corporation

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Salt Lake City Corporation (the "City"), as of and for the year ended June 30, 2004, which collectively comprise the City's basic financial statements as listed in the foregoing table of contents. These financial statements are the responsibility of the City's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, such basic financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of June 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis and Required Supplementary Budgetary Comparison Information listed in the foregoing table of contents are not a required part of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. This information is the responsibility of the City's management. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary combining and individual fund statements and schedules described in the foregoing table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. This additional information is the responsibility of the City's management. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City. Such additional information has not been subjected to the auditing procedures applied in our audit of the basic financial statements and, accordingly, we express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2004, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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* and should be read in conjunction with this report in considering the results of our audit.

*Deloitte & Touche LLP*

December 10, 2004



SALT LAKE CITY CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2004

Salt Lake City Corporation's management presents to the readers of its financial statements this narrative information. It contains an overview and analysis of the financial position and results of operations as of and for the twelve months ended June 30, 2004. As management of the City, we encourage readers to consider information contained in this discussion along with the transmittal letter on pages v-ix.

### **FINANCIAL HIGHLIGHTS**

The assets of Salt Lake City (the City) exceeded its liabilities at the end of the current fiscal year by \$1,663,038,531 (net assets). Of this amount, \$367,913,088 (unrestricted net assets) is available to meet ongoing obligations to citizens and creditors.

Net assets increased by \$85,150,342. Of this amount, 75 percent is a result of business-type activities

The City's Governmental funds reported combined ending fund balance of \$17,022,260, an increase of \$18,539,434 compared to the prior years' ending amount. Of the combined total fund balance, \$44,108,171 is available for spending at the discretion of the City (unreserved and undesignated fund balance).

The unreserved and undesignated fund balance of the General Fund at June 30, 2004 totaled \$19,968,823, is 12 percent of the General Fund total revenues for the year and 45 percent of governmental unreserved and undesignated fund balance. The General Fund, also has approximately \$1,445,000 of fund balance reserved for encumbrances that will be expended in the following fiscal year.

During the year, total bonded debt for Salt Lake City decreased by approximately \$6,372,674. The City did issue new bonds, but with the exception of the general obligation bond for Hogle Zoo and Tracy Aviary construction improvements, they were issued overwhelmingly to replace then currently outstanding debt. At the same time, the City continued to make the regularly scheduled interest and principal payments.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis serves as an introduction to Salt Lake City's basic financial statements: (1) Government-wide financial statements, (2) Fund financial statements and (3) Notes to the financial statements. This report also contains information in addition to the basic financial statements that will help the reader to gain a more in-depth understanding of the City.

**Government-wide financial statements** give readers a broad overview of the entire City's financial position and changes in financial position, similar to consolidated financial statements in a private sector business. These statements consist of the Statement of Net Assets and the Statement of Activities

**The Statement of Net Assets** shows Salt Lake City's entire assets and liabilities with the difference shown as net assets. Increases or decreases over time in net assets gives an indicator as to whether the financial condition of Salt Lake City is improving or declining.

**The Statement of Activities** shows the changes to net assets that occurred during the most recent fiscal year. These changes are recorded on an accrual basis when the underlying event that causes the change occurs, regardless of when the cash transaction takes place. One example is the next debt interest payment when the fiscal year ends in between interest payments. The Statement of Activities shows an additional interest expense for the time period between the last interest payment and the end of the fiscal year.

Both of the government-wide financial statements distinguish between activities that are largely supported by taxes and intergovernmental revenues (governmental activities) and those whose operations are entirely or largely financed by user charges and fees (business type-activities). The governmental activities for Salt Lake City include general governmental; (Council, Mayor, Attorney, Management Services and Non-departmental); public safety (Police and Fire), streets and recreation (Public Services); and housing and other development (Community and Economic

SALT LAKE CITY CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2004

Development). The business-type activities include water, sewer, storm-water, airport, intermodal hub, refuse collection, golf and redevelopment.

The government-wide financial statements include not only Salt Lake City itself (the primary government), but also those of the legally separate Salt Lake City Library. This entity (a component unit) is financially accountable to the City and is presented separately from the primary government itself. Two other entities, the Redevelopment Agency of Salt Lake City and the Municipal Building Authority are also legally separate from the City, but for all practical purposes function as a part of the City and are therefore blended as an integral part of the primary government.

The government-wide financial statements are found immediately following this discussion and analysis.

## **FUND FINANCIAL STATEMENTS**

A fund is a set of closely related accounts that are used to maintain control over resources that have been segregated for specific activities or purposes. Salt Lake City, like other state and local governments, uses fund accounting to demonstrate compliance with finance-related legal requirements. All of the City's funds can be categorized into one of three categories: governmental funds, proprietary funds and fiduciary funds.

**Governmental funds** account for essentially the same activities as the governmental activities in the government-wide financial statements, but with a narrower focus. Governmental funds concentrate on near-term inflows and outflows of financial resources and the balances of spendable resources available to the government at the end of the fiscal year. This information can be useful in evaluating the government's short term financing requirements.

Comparing similar information presented in the government-wide statements for the governmental activities with that presented in governmental funds statements can provide useful information because of the different focus of the two approaches. With the long-term focus of the government-wide statements, a reader may be able to better understand the long-term effects of the near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance show reconciliation between the governmental funds statements to the governmental activities in the government-wide statements to aid in the comparison.

Salt Lake City uses eleven different individual governmental funds. Of this number, information is shown separately for the General, Housing Loans and Capital Projects Funds, all of which are deemed major funds. Information from the other eight funds is presented in a single combined column. Individual presentations for these non-major funds are contained in combining information shown after the notes to the financial statements as listed in the table of contents. The City adopts an annual appropriated budget for all its governmental funds. Budgetary comparison schedules have been provided to demonstrate compliance with these budgets.

Within the Proprietary funds are two types that Salt Lake City utilizes; enterprise and internal service funds. Enterprise funds report the same functions as the business-type activities in the government-wide financial statements. The Enterprise funds maintained by Salt Lake City are: the water, sewer and storm-water utilities; the transportation Intermodal Hub; the Salt Lake City International Airport; refuse collection; golf and redevelopment activities. Internal service funds are used as an accounting device to accumulate and allocate costs among the City's various governmental and enterprise activities. Salt Lake City uses internal service funds to account for its vehicle fleet, information technology, risk management and employee benefits, tort liability and central printing activities. Because all of these activities support primarily governmental rather than business-type activities, they have been included within the governmental activities column of the government-wide financial statements.

Proprietary funds present the same information as in the government-wide statements, except in more detail. The fund statements for proprietary funds provide separate information for the Department of Airports, Water Utility and Redevelopment Agency, all of which are considered to be major funds of Salt Lake City. Individual presentations for the remaining enterprise funds are contained in the combining information elsewhere in this report. All internal service funds are shown in one single column in the proprietary fund financial statements. Individual fund

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information can be found in the combining information elsewhere in this report. The City also adopts annual appropriated budgets for all of its proprietary funds. As with the governmental funds, budgetary comparison statements are included to show compliance with these budgets.

The basic proprietary fund financial statements can be found as listed in the table of contents.

Fiduciary funds are used to account for resources held by the City for the benefit of entities outside of the government. Since these resources cannot be used to support the operations of Salt Lake City, they are not shown in the government-wide financial statements. The accounting for fiduciary funds is similar to that of proprietary funds.

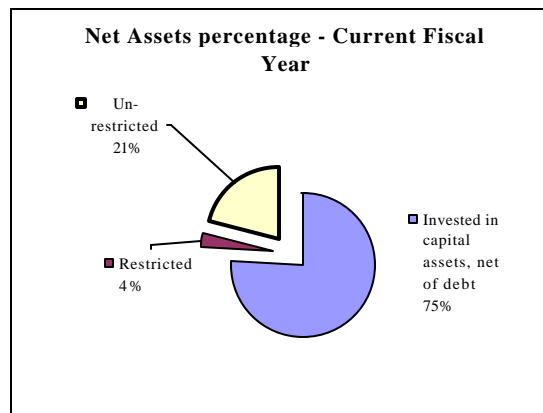
The fiduciary fund financial statements can be found as listed in the table of contents.

**Notes to the financial statements** contain additional information important to a complete understanding of the information contained 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.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

<b>SALT LAKE CITY CORPORATION'S NET ASSETS (thousands)</b>						
	Governmental Activities		Business-type Activities		Total	
	2004	2003	2004	2003	2004	2003
Current and other assets	\$ 233,604	\$ 211,229	\$ 409,282	\$ 402,831	\$ 642,886	\$ 614,060
Capital assets	523,982	503,371	1,037,963	1,001,860	1,561,945	1,505,231
Total assets	<u>\$ 757,586</u>	<u>\$ 714,600</u>	<u>\$ 1,447,245</u>	<u>\$ 1,404,691</u>	<u>\$ 2,204,831</u>	<u>\$ 2,119,291</u>
Current and other liabilities	\$ 103,121	\$ 100,738	\$ 56,170	\$ 48,921	\$ 159,291	\$ 149,659
Long term liabilities	202,122	182,479	180,380	209,266	382,502	391,745
Total liabilities	<u>\$ 305,243</u>	<u>\$ 283,217</u>	<u>\$ 236,550</u>	<u>\$ 258,187</u>	<u>\$ 541,793</u>	<u>\$ 541,404</u>
Net assets:						
Invested in capital assets, net of related debt	\$ 323,869	\$ 335,869	\$ 907,775	\$ 820,939	\$ 1,231,644	\$ 1,156,808
Restricted	9,193	7,720	54,288	61,146	63,481	68,866
Unrestricted	119,281	87,794	248,632	264,419	367,913	352,213
Total net assets	<u>\$ 452,343</u>	<u>\$ 431,383</u>	<u>\$ 1,210,695</u>	<u>\$ 1,146,504</u>	<u>\$ 1,663,038</u>	<u>\$ 1,577,887</u>

By far the largest component of Salt Lake City's net assets is its investment in capital assets. The 75 percent of total net assets represents the City's investment in land and land improvements, buildings, machinery and equipment, roads, streetlights, signals and bridges, less any related outstanding debt that was used to acquire these assets. Salt Lake City uses these capital assets to provide services to citizens who live, work, pass through or benefit in other ways from the City. By their nature, these assets are not available for future spending. Further, even though these capital assets are reported net of any related debt, resources needed to repay the debt must come from other sources, as the assets themselves cannot be used to satisfy the related obligations.



SALT LAKE CITY CORPORATION  
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An additional part of net assets (4 percent) is assets that are subject to external restrictions on how they may be expended (debt reserve funds or unexpended debt proceeds). The remaining 21 percent of net assets (\$367,913,088) can be used to meet the City's ongoing obligations to its creditors and to citizens.

<b>SALT LAKE CITY CORPORATION'S Changes in Net Assets</b>						
	Governmental		Business-type		Total	
	Activities		Activities			
	2004	2003	2004	2003	2004	2003
<b>Revenues</b>						
Program revenues						
Charges for Services	\$ 38,367,707	\$ 36,704,342	\$ 221,033,852	\$ 227,332,775	\$ 259,401,559	\$ 264,037,117
Operating grants and contributions	17,491,656	10,740,811	28,928,408	18,975,868	46,420,064	29,716,679
Capital grants and contributions	7,723,645	8,075,067	-	-	7,723,645	8,075,067
General Revenues						
Property taxes	63,243,320	59,723,506	-	-	63,243,320	59,723,506
Other taxes	62,629,624	62,567,632	-	-	62,629,624	62,567,632
Other	3,704,805	4,399,998	4,575,799	5,546,109	8,280,604	9,946,107
Total revenues	<u>193,160,757</u>	<u>182,211,356</u>	<u>254,538,059</u>	<u>251,854,752</u>	<u>447,698,816</u>	<u>434,066,108</u>
<b>Expenses</b>						
General Government	2,013,133	1,105,291			2,013,133	1,105,291
Council	1,337,504	1,563,494	-	-	1,337,504	1,563,494
Mayor	1,407,769	1,523,810	-	-	1,407,769	1,523,810
City Attorney	3,440,932	3,712,632	-	-	3,440,932	3,712,632
Management Services	11,019,982	12,997,198	-	-	11,019,982	12,997,198
Fire	27,505,927	26,929,828	-	-	27,505,927	26,929,828
Police	46,482,467	44,768,492	-	-	46,482,467	44,768,492
Community and Economic						
Development	17,909,743	19,989,439	-	-	17,909,743	19,989,439
Public Services	33,500,359	37,621,964	-	-	33,500,359	37,621,964
Nondepartmental	10,503,850	11,451,375	-	-	10,503,850	11,451,375
Infrastructure depreciation	6,461,379	5,609,948	-	-	6,461,379	5,609,948
Interest on long-term debt	10,617,868	8,953,123	-	-	10,617,868	8,953,123
Water	-	-	35,574,187	34,829,834	35,574,187	34,829,834
Department of Airports	-	-	110,013,250	104,468,258	110,013,250	104,468,258
Redevelopment Agency	-	-	13,402,799	18,340,311	13,402,799	18,340,311
Other business-type activities	-	-	31,357,325	32,537,353	31,357,325	32,537,353
Total Expenses	<u>172,200,913</u>	<u>176,226,594</u>	<u>190,347,561</u>	<u>190,175,756</u>	<u>362,548,474</u>	<u>366,402,350</u>
Increase in net assets	20,959,844	5,984,762	64,190,498	61,678,996	85,150,342	67,663,758
Net assets beginning, as restated	431,383,570	425,398,808	1,146,504,619	1,084,825,623	1,577,888,189	1,510,224,431
Net assets ending	<u>\$ 452,343,414</u>	<u>\$ 431,383,570</u>	<u>\$ 1,210,695,117</u>	<u>\$ 1,146,504,619</u>	<u>\$ 1,663,038,531</u>	<u>\$ 1,577,888,189</u>

**ACTIVITIES, GOVERNMENTAL AND BUSINESS-TYPE**

Governmental Activities net assets increased by \$20,959,844 for the year ended June 30, 2004, which is 25% of the total increase in net assets for Salt Lake City Corporation as a whole. The major reasons for the increase are:

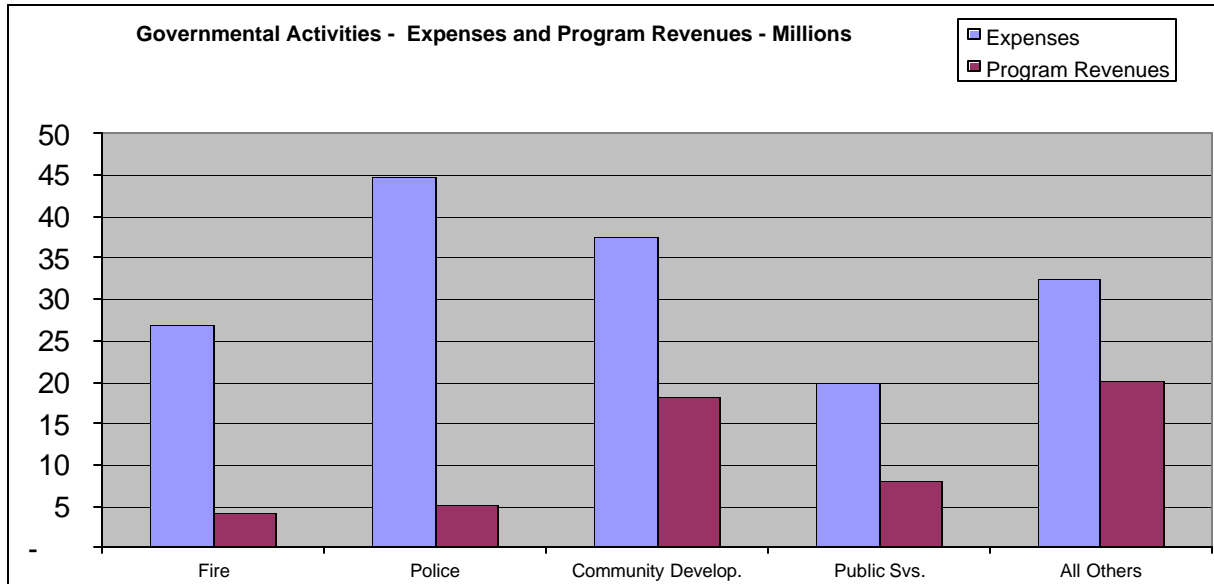
SALT LAKE CITY CORPORATION  
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(1) The City Council's commitment to contribute approximately 9 percent of general fund revenues to infrastructure capital assets and the use of intergovernmental funds for infrastructure has exceeded the depreciation on the City's infrastructure;

(2) The City has in recent years used federal revenue to fund loans rather than grants in the Housing Loans Fund. Over time, this approach will significantly increase net assets as loan portfolios are built up and both principal and interest received on these loans are "recycled" into new loans;

(3) A portion of governmental activities resources is dedicated to making debt principal payments, the payment of which does not reduce net assets.

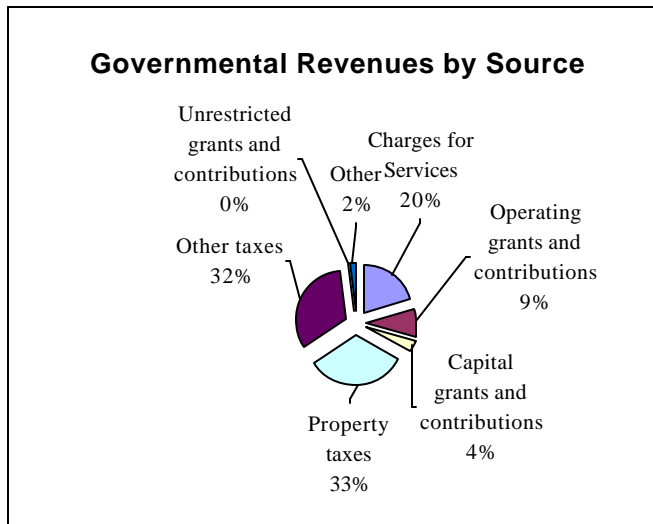
(4) The Main Street Plaza right of way was sold resulting in additional one time contribution revenue in the donation fund



Business-type activities contributed increased net assets in the amount of \$64,190,498 or 75% of the total increase to net assets. The most significant reason for this increase is the Department of Airports' and the Water's revenues and capital contributions exceeding their expenses. Both entities continue to invest heavily in capital assets. The Airport is continuing its program of expanded and improved facilities while the Water Utility is aggressively replacing the water distribution infrastructure.

**Financial Analysis of Salt Lake City's Funds**

Salt Lake City's governmental funds provide information on the short-term resource inflows and outflows and account balances at the end of the fiscal year. The total fund balance is a measure of total available resources and the unreserved portion of this total fund balance is a measure of the available spendable resources at June 30, 2004.



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 MANAGEMENT'S DISCUSSION AND ANALYSIS  
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For the period ended June 30, 2004, the City's governmental funds reported a combined fund balance amount of \$117,022,260 with an increase of \$18,539,439 compared to the prior fiscal year. Of the total balance at year-end, \$44,108,171 is unreserved and undesignated. There is also an amount of \$29,641,826 designated for capital projects which is not considered restricted. The remaining \$43,272,263 combined fund balance total is reserved for the following purposes:

- (1) encumbrances; (2) loans receivable; (3) restricted assets, including an amount for the guarantee of special assessment debt and (4) land and buildings held for resale.

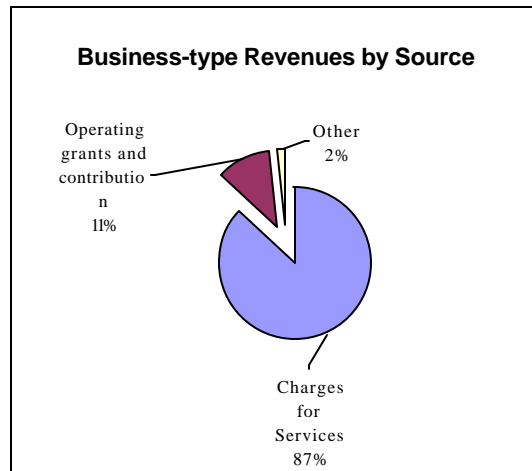
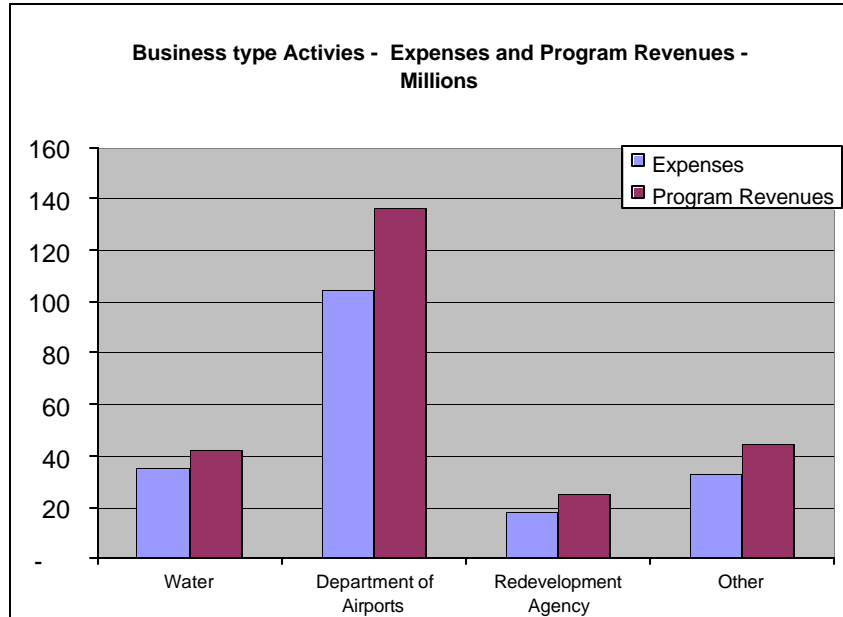
The General Fund is the main operating fund for Salt Lake City Corporation. At June 30, 2004, the General Fund's unreserved fund balance was \$19,971,823 while total fund balance equaled \$21,414,441. A useful measure of liquidity is to compare the unreserved fund balance and the total fund balance to expenditures (including operating transfers out) for the year. Unreserved fund balance was 12 percent of total expenditures and transfers while total fund balance equaled 13 percent.

The fund balance of the General Fund for Salt Lake City decreased by \$1,692,540. Although the initial expectation was that fund balance for the 2004 fiscal year would decrease by nearly 2.6 million due to a continued sluggish economy, actual revenues exceeded budgeted revenue. The actual decrease was one million less than expected.

The Capital Projects Fund has a total fund balance of \$41,877,669 at June 30, 2004, all of which is either reserved for restricted assets or designated for unfinished projects. The net increase in fund balance for the year amounted to \$13,014,455. The major factor of the increase is the receipt of bond proceeds from general obligation bonds for construction at Tracey Aviary and Hogle Zoo. The bonds were sold in fiscal year 2004, while the majority of expenditures for the construction will occur in subsequent years.

The Housing Loans Fund has a total fund balance of \$19,289,997. Most of the total fund balance is reserved for either land and buildings held for resale or for loans receivable net of related debt. The related debt is used to leverage other resources this fund uses to provide financing for loans to low and moderate-income individuals and families. Fund balance decreased by \$135,380 during the current fiscal year.

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the City's Major proprietary funds totaled \$124,274,468 for the Department of Airports, \$12,987,765 for the Water Fund and \$61,064,719 for the Redevelopment Agency Fund. Discussions about the finances of these three funds are addressed in the City's business-type activities.



SALT LAKE CITY CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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**General Fund Budgetary Highlights**

Differences between the original and final amended budgets amounted to a total increase in appropriations of \$2,337,649. By department, the changes are:

- \$262,211 increase for City Council
- \$107,346 increase for Mayor
- \$6,440 increase for City Attorney
- \$197,302 increase for Management Services
- \$114,688 increase for Fire
- \$94,640 increase for Police
- \$262,007 increase for Community and Economic Development
- \$193,051 increase for Public Services
- \$1,099,964 increase for Nondepartmental (including transfers out)

Of the total increase in expenditure budgets, \$80,000 in Community and Economic development was funded by an increase in plan review fees, \$100,000 in Management services was funded by an increase in parking ticket revenue, and \$229,000 in Nondepartmental was an increase in Impact fees. The remaining were all funded from fund balance. By far the largest increase occurred in Nondepartmental (including transfers out). The majority of these expenditures increases were for encumbrance carryovers

**Capital Asset and Debt Administration**

Salt Lake City's investment in capital assets for its governmental and business type activities combined totaled \$1,561,944,959 (net of \$749,841,344 accumulated depreciation) at June 30, 2004. Types of assets included in this category are land, land improvements, buildings, machinery and equipment, park and other recreation facilities, roads (including curb and gutter), street lights, traffic signals, parking facilities, water and waste water distribution and collection systems, airport runways and taxiways and bridges. The City's investment in capital assets equals more than 94 percent of total net assets. In comparing capital assets to net assets, the percentages for Governmental activities and Business type activities were 116 percent and 86 percent, respectively.

Major capital asset activities that occurred during the past fiscal year include: (1) the Department of Airports placed into service approximately \$16,600,000 of constructed assets related to its development master plan; (2) Water main replacement is a continuing program with the Water Utility Fund as many of the existing main lines near the end of their useful lives; (3) The Water utility is also continuing a five year meter replacement program and major modifications to the City Creek Treatment Plant. (4) The Sewer Utility is in the second year of a six-year capital improvement program with a major investment at the Water Reclamation Plant;

SALT LAKE CITY CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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Salt Lake City Corporation's Capital Assets						
	Governmental		Business-type		Total	
	Activities		Activities			
	2004	2003	2004	2003	2004	2003
Land and water rights	\$ 165,009,373	\$ 160,610,144	\$ 84,216,020	\$ 79,146,163	\$ 249,225,393	\$ 239,756,307
Infrastructure	215,433,480	198,079,283	-	-	215,433,480	198,079,283
Buildings	205,801,758	176,086,604	394,194,978	392,493,080	599,996,736	568,579,684
Improvements other than buildings	29,735,954	55,519,682	931,813,472	892,512,823	961,549,426	-
Machinery and equipment	68,338,526	65,770,126	124,485,964	116,116,443	192,824,490	181,886,569
Construction in progress	18,674,415	16,405,778	74,082,363	45,539,690	92,756,778	61,945,468
Accumulated Depreciation	(179,011,236)	(169,100,549)	(570,830,108)	(523,948,506)	(749,841,344)	(693,049,055)
Net book value	<u>\$ 523,982,270</u>	<u>\$ 503,371,068</u>	<u>\$ 1,037,962,689</u>	<u>\$ 1,001,859,693</u>	<u>\$ 1,561,944,959</u>	<u>\$ 1,505,230,761</u>

At June 30, 2004, Salt Lake City's bonded debt amounted to \$345,204,503. The portion that is backed by the full faith and credit of the City amounted to \$97,560,974, and the portion for which the City is liable in case of default by assessed property owners amounted to \$1,217,000. The portion for which the city is not liable is \$17,350,000. All other bonded debt is known as revenue bonds and is secured by specific revenue sources.

In April 2004, the City issued \$11,300,000 in General Obligation Bonds. The proceeds are to be used for improvement construction for Hogle Zoo and Tracey Aviary.

Salt Lake City's general obligation bonded debt has the following ratings from Moody's Investors Service and Fitch IBCA Inc.; Aaa / AAA, respectively.

General obligation debt of the City is limited by statute to 8 percent of the reasonable fair cash value of property. The debt limit for FY 2004 calculates to nearly \$1.5 billion, which is well in excess of the City's outstanding general obligation debt. Additional information on Salt Lake City's capital assets and debt can be found in Notes 5 and 6.

Salt Lake City Corporation's Outstanding Debt General Obligation and Revenue Bonds						
	Governmental Activities		Business-type Activities		Total	
	2004	2003	2004	2003	2004	2003
	General obligation bonds	\$ 97,560,974	\$ 91,355,339	\$ -	\$ -	\$ 97,560,974
Special assessment debt with governmental commitment	1,704,000	808,000	-	-	1,704,000	808,000
Special assessment debt without governmental commitment	17,350,000	-	-	-	17,350,000	-
Revenue bonds	66,985,450	69,783,893	161,604,079	189,629,945	228,589,529	259,413,838
Total	<u>\$ 183,600,424</u>	<u>\$ 161,947,232</u>	<u>\$ 161,604,079</u>	<u>\$ 189,629,945</u>	<u>\$ 345,204,503</u>	<u>\$ 351,577,177</u>

#### Economic factors and next year's budgets and rates

The unemployment rate for the most recent fiscal year available (2003) is 6.7 percent, down from 7.3 percent for the previous year. Total employment with the City has increased slightly although taxable sales declined 2 percent. Revenue appears to be stable and the economic factors indicate some slight improvement in the economy. These static economic factors were considered in preparing and amending the fiscal year 2005 budget.



SALT LAKE CITY CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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During the just completed fiscal year fund balance in the General Fund decreased by approximately \$1,700,000. The decrease was \$1,000,000 less than originally budgeted. To date for FY 2005, the City has avoided appropriating any unreserved fund balance. Currently, Salt Lake City is experiencing only minimal economic change

The rates and fees for most services remained constant for FY 2005 compared with the fiscal year just ended .

**Requests for information**

This financial report is designed to give its readers a general overview of the city of Salt Lake City's finances. Questions regarding any information contained in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 451 South State Street Room 248, Salt Lake City, Utah 84111.

# Basic Financial Statements

SALT LAKE CITY CORPORATION  
STATEMENT OF NET ASSETS  
June 30, 2004

	Primary Government			Component Unit Library
	Governmental Activities	Business-type Activities	Total	
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents (Note 2)				
Unrestricted	\$ 92,073,250	\$ 204,075,223	\$ 296,148,473	\$ 693,964
Restricted (Note 2 &4)	21,337,271	2,128,468	23,465,739	-
Investments (Note 2)	-	2,207,592	2,207,592	2,882,018
Receivables:				
Property, franchise and excise taxes	72,298,287	-	72,298,287	11,706,948
Assessments, including \$275,361 of delinquent assessments	3,659,740	-	3,659,740	-
Loans and other receivables, less allowance for doubtful accounts of \$4,040,726. (Note 3)	38,063,959	934,406	38,998,365	109,717
Accounts, less allowance for doubtful accounts of \$112,040	-	24,388,513	24,388,513	-
Due from other governments	1,844,788	1,605,480	3,450,268	-
Other, principally accrued interest	1,141,726	-	1,141,726	-
Prepaid Expenses	420,470	-	420,470	120,332
Inventories	464,506	2,617,787	3,082,293	-
Internal balances	(183,851)	183,851	-	-
Total current assets	<u>231,120,146</u>	<u>238,141,320</u>	<u>469,261,466</u>	<u>15,512,979</u>
Noncurrent assets:				
Restricted cash and cash equivalents (Note 2)	-	88,255,846	88,255,846	7,179
Property and equipment, at cost:				
Land and water rights (Note 5)	165,009,373	84,216,020	249,225,393	590,554
Infrastructure (Note 5)	215,433,480	-	215,433,480	-
Buildings (Note 5)	205,801,758	394,194,978	599,996,736	8,127,288
Improvements other than buildings (Note 5)	29,735,954	931,813,472	961,549,426	317,116
Machinery and equipment (Note 5)	68,338,526	124,485,964	192,824,490	18,690,520
Construction in progress (Note 5)	18,674,415	73,987,825	92,662,240	-
Work in Progress (Note 5)	-	94,538	94,538	-
Accumulated depreciation (Note 5)	(179,011,236)	(570,830,108)	(749,841,344)	(10,928,136)
Net property and equipment	523,982,270	1,037,962,689	1,561,944,959	16,797,342
Bond issue costs, less accumulated amortization of \$2,623,599	1,700,651	2,422,816	4,123,467	-
Loans and other long-term receivables	-	21,156,590	21,156,590	-
Land and buildings held for resale	783,226	14,490,894	15,274,120	-
Investment in joint venture (Note 19)	-	25,554,372	25,554,372	-
Deferred charges	-	15,173,354	15,173,354	-
Other	-	4,086,907	4,086,907	-
Total noncurrent assets	<u>526,466,147</u>	<u>1,120,847,622</u>	<u>1,647,313,769</u>	<u>16,797,342</u>
Total assets	<u>\$ 757,586,293</u>	<u>\$ 1,447,244,788</u>	<u>\$ 2,204,831,081</u>	<u>\$ 32,317,500</u>

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF NET ASSETS  
June 30, 2004

	Primary Government			Component Unit Library
	Governmental Activities	Business-type Activities	Total	
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	\$ 4,820,620	\$ 17,499,383	\$ 22,320,003	\$ 1,051,848
Accrued liabilities including current portion of compensated absences in Governmental Activities (\$1,793,425) and Business- type Activities (1,068,653)	17,444,733	16,959,210	34,403,943	-
Current portion of long-term debt:				
Payable from unrestricted assets (Note 6)	12,586,315	4,739,668	17,325,983	47,299
Payable from restricted assets (Note 6)	-	10,823,964	10,823,964	-
Special assessment debt with governmental commitment (Note 6)	825,000	-	825,000	-
Deferred revenue	65,787,397	-	65,787,397	13,254,206
Accrued interest, payable from restricted assets	-	1,787,831	1,787,831	107,832
Other liabilities payable from restricted assets	410,627	-	410,627	-
Current deposits and advance rentals	1,246,605	4,360,302	5,606,907	-
<b>Total current liabilities</b>	<b>103,121,297</b>	<b>56,170,358</b>	<b>159,291,655</b>	<b>14,461,185</b>
Noncurrent liabilities:				
Deposits, advance rentals and long term accruals	-	24,766,810	24,766,810	-
Long-term compensation liability	13,718,805	6,657,492	20,376,297	284,954
Bonds payable	174,040,424	-	174,040,424	-
Notes payable	14,212,913	148,955,011	163,167,924	-
Notes payable from restricted assets	149,439	-	149,439	-
<b>Total noncurrent liabilities</b>	<b>202,121,581</b>	<b>180,379,313</b>	<b>382,500,894</b>	<b>284,954</b>
<b>Total liabilities</b>	<b>305,242,879</b>	<b>236,549,671</b>	<b>541,792,550</b>	<b>14,746,139</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	323,868,830	907,775,056	1,231,643,886	16,797,342
Restricted for:				
Capital projects	7,201,928	-	7,201,928	-
Debt service	1,991,515	54,288,114	56,279,629	-
Unrestricted	119,281,141	248,631,947	367,913,088	774,019
<b>Total net assets</b>	<b>452,343,414</b>	<b>1,210,695,117</b>	<b>1,663,038,531</b>	<b>17,571,361</b>
<b>Total liabilities and net assets</b>	<b>\$ 757,586,293</b>	<b>\$ 1,447,244,788</b>	<b>\$ 2,204,831,081</b>	<b>\$ 32,317,500</b>

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF ACTIVITIES  
Year ended June 30, 2004

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
<b>Governmental activities:</b>				
General Government	\$ 2,013,133	\$ 1,584,324	\$ -	\$ 7,723,645
City Council	1,337,504	46,726	-	-
Mayor	1,407,769	279,464	-	-
City Attorney	3,440,932	415,544	-	-
Management Services	11,019,982	10,517,516	-	-
Fire	27,505,927	4,198,059	166,754	-
Police	46,482,467	4,791,845	1,587,358	-
Community and Economic Development	17,909,743	10,189,368	6,208,588	-
Public Services	33,500,359	5,814,871	9,528,956	-
Nondepartmental	10,503,850	529,990	-	-
Unallocated infrastructure depreciation	6,461,379	-	-	-
Interest on long-term debt	10,617,868	-	-	-
<b>Total governmental activities</b>	<b>172,200,913</b>	<b>38,367,707</b>	<b>17,491,656</b>	<b>7,723,645</b>
<b>Business-type activities:</b>				
Water	35,574,187	46,136,480	3,576,411	-
Airport Authority	110,013,250	115,954,298	14,073,292	-
Redevelopment Agency	13,402,799	24,093,365	-	-
Other activities	31,357,325	34,849,709	11,278,705	-
<b>Total business-type activities</b>	<b>190,347,561</b>	<b>221,033,852</b>	<b>28,928,408</b>	<b>-</b>
<b>Total primary government</b>	<b>\$ 362,548,474</b>	<b>\$ 259,401,559</b>	<b>\$ 46,420,064</b>	<b>\$ 7,723,645</b>
<b>Component unit</b>				
Library	\$ 13,443,794	\$ 567,528	\$ 157,367	\$ 301,857

General revenues:

Taxes:

Property taxes, levied for general purposes

Franchise taxes

Sales tax

Investment earnings

Transfers

Total general revenues and transfers

Change in net assets

Net Assets July 1, 2003

Net Assets June 30, 2004

The accompanying notes are an integral part of this statement

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ 7,294,836	\$ -	\$ 7,294,836	\$ -
(1,290,778)	-	(1,290,778)	-
(1,128,305)	-	(1,128,305)	-
(3,025,388)	-	(3,025,388)	-
(502,466)	-	(502,466)	-
(23,141,114)	-	(23,141,114)	-
(40,103,264)	-	(40,103,264)	-
(1,511,787)	-	(1,511,787)	-
(18,156,532)	-	(18,156,532)	-
(9,973,860)	-	(9,973,860)	-
(6,461,379)	-	(6,461,379)	-
(10,617,868)	-	(10,617,868)	-
<u>(108,617,905)</u>	<u>-</u>	<u>(108,617,905)</u>	<u>-</u>
-	14,138,704	14,138,704	-
-	20,014,340	20,014,340	-
-	10,690,566	10,690,566	-
-	14,771,089	14,771,089	-
-	59,614,699	59,614,699	-
<u>(108,617,905)</u>	<u>59,614,699</u>	<u>(49,003,206)</u>	<u>-</u>
			<u>(12,417,042)</u>
63,243,320	-	63,243,320	10,442,587
21,532,492	-	21,532,492	-
41,097,132	-	41,097,132	-
3,607,927	4,672,677	8,280,604	50,127
96,878	(96,878)	-	-
<u>129,577,749</u>	<u>4,575,799</u>	<u>134,153,548</u>	<u>10,492,714</u>
20,959,844	64,190,498	85,150,342	(1,924,328)
<u>431,383,570</u>	<u>1,146,504,619</u>	<u>1,577,888,189</u>	<u>19,495,689</u>
<u>\$ 452,343,414</u>	<u>\$ 1,210,695,117</u>	<u>\$ 1,663,038,531</u>	<u>\$ 17,571,361</u>

The accompanying notes are an integral part of this statement

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# Governmental Fund Financial Statements

**General Fund** - The General Fund is the principal fund of the City and is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund. The General Fund accounts for the normal activities of the City, (i.e. police, fire, public works, parks, community and economic development, general government, etc.). These activities are funded principally by property taxes, sales and use taxes, franchise taxes, licenses and permits.

**Capital Projects Fund** - The City's Capital Projects Fund is used to account for resources designated to construct general fixed assets which, by their nature, may require more than one budgetary cycle for completion. Project budgets are adopted for the Capital Projects Fund.

**Housing Loans Fund** - To account for the loan servicing activities of the City's Governmental Fund Types, except for the Urban Development Action Grant loans.



SALT LAKE CITY CORPORATION  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2004

	General
<u>ASSETS</u>	
Assets:	
Cash and cash equivalents (Note 2)	\$ 23,602,536
Receivables:	
Property, franchise and excise taxes	72,298,287
Assessments, including \$275,361 of delinquent assessments	-
Loans and other receivables, less allowance for doubtful loans of \$4,040,726 (Note 3)	-
Due from other funds for cash overdraft (Notes 2 & 19)	-
Due from other funds for other than cash overdraft (Note 18)	-
Due from other governments	-
Other, principally accrued interest	613,273
Restricted assets:	
Cash and cash equivalents (Notes 2 & 4)	-
Land and buildings held for resale	-
Total assets	\$ 96,514,096

The accompanying notes are an integral part of this statement

<u>Capital Projects</u>	<u>Housing Loans</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 30,014,918	\$ 3,045,981	\$ 21,036,309	\$ 77,699,744
-	-	-	72,298,287
-	-	3,659,740	3,659,740
76,774	27,073,720	10,681,834	37,832,328
635,295	-	-	635,295
-	-	671,105	671,105
-	178,725	1,416,727	1,595,452
-	-	528,453	1,141,726
12,159,069	99,649	2,302,493	14,561,211
-	783,226	-	783,226
<u>\$ 42,886,056</u>	<u>\$ 31,181,301</u>	<u>\$ 40,296,661</u>	<u>\$ 210,878,114</u>

(continued)

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
BALANCE SHEET  
GOVERNMENTAL FUNDS (continued)  
June 30, 2004

	General
<u>LIABILITIES AND FUND BALANCES</u>	
Liabilities:	
Due to other funds for cash overdraft (Notes 2 and 19)	\$ -
Due to other funds for other than cash overdraft (Note 18)	-
Accounts payable	1,813,933
Accrued liabilities	10,923,794
Current deposits and advance rentals	1,246,605
Other liabilities payable from restricted assets	-
Loan financing notes payable	-
Deferred revenue	61,115,323
Total liabilities	75,099,655
Fund balances:	
Reserved for encumbrances	1,442,618
Reserved for loans receivable and advances	-
Reserved for restricted assets	-
Reserved for land and buildings held for resale	-
Unreserved - designated for capital improvements	-
Unreserved and undesignated	19,971,823
Unreserved, reported in nonmajor	
Special Revenue Funds	-
Debt Service Funds	-
Total fund balances	21,414,441
Total liabilities and fund balances	\$ 96,514,096

The accompanying notes are an integral part of this statement

Capital Projects	Housing Loans	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 19,243	\$ 19,243
-	671,105	-	671,105
1,008,387	139,492	932,372	3,894,184
-	-	61,487	10,985,281
-	-	-	1,246,605
-	99,649	310,978	410,627
-	10,981,058	-	10,981,058
-	-	4,532,428	65,647,751
<u>1,008,387</u>	<u>11,891,304</u>	<u>5,856,508</u>	<u>93,855,854</u>
-	-	-	1,442,618
76,774	16,092,662	10,726,399	26,895,835
12,159,069	-	1,991,515	14,150,584
-	783,226	-	783,226
29,641,826	-	-	29,641,826
-	2,414,109	-	22,385,932
-	-	21,381,295	21,381,295
-	-	340,944	340,944
<u>41,877,669</u>	<u>19,289,997</u>	<u>34,440,153</u>	<u>117,022,260</u>
<u>\$ 42,886,056</u>	<u>\$ 31,181,301</u>	<u>\$ 40,296,661</u>	<u>\$ 210,878,114</u>

The accompanying notes are an integral part of this statement

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Salt Lake City Corporation  
 Reconciliation of the Governmental Funds Balance Sheet  
 to the Statements of Net Assets  
 Year ended June 30, 2004

Total fund balances for governmental funds		\$ 117,022,260
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of: (see Note 5)		
Land	165,009,373	
Infrastructure	215,433,480	
Buildings	205,801,758	
Improvements other than buildings	29,735,954	
Equipment	68,338,526	
Construction in progress	18,674,415	
Less accumulated depreciation	<u>(179,011,236)</u>	
Total capital assets		523,982,270
Other assets are reported for governmental activities as they are not considered collectible until after year end. These include other receivables that are long-term in nature and bond issue costs less amortization		
Other receivables	249,336	
Bond issue costs	966,985	1,216,321
Internal services funds are used by the City to charge the costs of the fleet management system, data processing services, insurance for employee health, accident, long-term disability, unemployment and worker's compensation, general liability claims, acquisition and lease to the City of purchased or constructed property and equipment and photocopying and printing services.		
		21,317,704
Some of the internal service net income is allocable to business-type activities. These amounts are shown in the internal balances in the governmental activities statement.		
		(183,851)
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather as an expenditure when due. Obligation for compensation liabilities due within one year are included in the governmental fund statements in accrued liabilities. All liabilities -both current and long-term are reported in the statement of net assets. (See Note 6.)		
Accrued liabilities	(6,459,452)	
Obligation for compensation liabilities due after one year	(13,718,805)	
Current portion of long-term debt	(2,430,257)	
Bonds payable	(174,040,424)	
Note payable	<u>(14,362,352)</u>	
Total liabilities		<u>(211,011,290)</u>
Total net assets of governmental activities		<u>\$ 452,343,414</u>

SALT LAKE CITY CORPORATION  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
Year ended June 30, 2004

	General	Capital Projects	Housing Loans	Other Governmental Funds	Totals
<b>Revenues:</b>					
General property taxes	\$ 63,243,320	\$ -	\$ -	\$ -	\$ 63,243,320
Sales, use, and excise taxes	39,583,618	-	-	1,513,514	41,097,132
Franchise taxes	21,532,492	-	-	-	21,532,492
Licenses	5,539,637	-	-	-	5,539,637
Permits	4,052,493	407,257	-	-	4,459,750
Fines and forfeitures	5,525,401	-	-	218,622	5,744,023
Assessments	-	241,692	-	1,858,165	2,099,857
Interest	1,327,124	190,512	887,955	890,150	3,295,741
Intergovernmental	4,254,847	7,723,645	575,453	7,772,263	20,326,208
Interfund service charges	8,158,136	-	-	-	8,158,136
Parking meter	1,196,843	-	-	-	1,196,843
Parking ticket	3,913,024	-	-	-	3,913,024
Charges for services	3,653,699	-	19,391	37,077	3,710,167
Contributions	89,638	-	-	5,641,933	5,731,571
Miscellaneous	476,019	560,653	831,098	493,630	2,361,400
Total revenues	<u>162,546,291</u>	<u>9,123,759</u>	<u>2,313,897</u>	<u>18,425,354</u>	<u>192,409,301</u>
<b>Expenditures:</b>					
<b>Current:</b>					
City Council	1,328,064	-	-	-	1,328,064
Mayor	1,414,374	-	-	-	1,414,374
City Attorney	2,757,278	-	-	-	2,757,278
Management Services	8,902,320	-	-	16,402	8,918,722
Fire	27,526,476	-	-	-	27,526,476
Police	43,321,171	-	-	734,092	44,055,263
Community and Economic Development	8,324,187	-	1,129,029	7,647,785	17,101,001
Public Services	33,633,592	-	-	976,590	34,610,182
Arts Council	-	-	-	840,376	840,376
Nondepartmental	10,508,625	-	-	-	10,508,625
Capital outlay	-	32,858,125	-	-	32,858,125
Debt service:					
Principal	-	-	-	6,313,000	6,313,000
Interest and other fiscal charges	-	-	654,509	5,947,511	6,602,020
Total expenditures	<u>137,716,087</u>	<u>32,858,125</u>	<u>1,783,538</u>	<u>22,475,756</u>	<u>194,833,506</u>
Revenues over (under) expenditures	<u>24,830,204</u>	<u>(23,734,366)</u>	<u>530,359</u>	<u>(4,050,402)</u>	<u>(2,424,205)</u>
<b>Other financing sources (uses):</b>					
Issuance of debt	-	28,164,474	-	2,014,526	30,179,000
Premiums from issuance of debt	-	98,956	-	-	98,956
Proceeds from sale of property	418,166	143,187	-	-	561,353
Transfers in	1,484,541	22,467,634	739,045	11,925,042	36,616,262
Transfers out	(28,425,451)	(14,125,430)	(1,404,784)	(2,536,267)	(46,491,932)
Total other financing sources (uses):	<u>(26,522,744)</u>	<u>36,748,821</u>	<u>(665,739)</u>	<u>11,403,301</u>	<u>20,963,639</u>
Revenues and other sources over (under) expenditures and other uses	(1,692,540)	13,014,455	(135,380)	7,352,899	18,539,434
Fund balance July 1, 2003	<u>23,106,981</u>	<u>28,863,214</u>	<u>19,425,377</u>	<u>27,087,254</u>	<u>98,482,826</u>
Fund balance June 30, 2004	<u>\$ 21,414,441</u>	<u>\$ 41,877,669</u>	<u>\$ 19,289,997</u>	<u>\$ 34,440,153</u>	<u>\$ 117,022,260</u>

The accompanying notes are an integral part of this statement

Salt Lake City Corporation  
 Reconciliation of the Statement of Revenues,  
 Expenditures, and Changes in Fund Balances of Governmental Funds  
 to the Statement of Activities  
 Year ended June 30, 2004

Net change in fund balances - total governmental funds \$ 18,539,434

The change in net assets reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays 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. This is the amount by which capital outlay (\$34,261,592) exceeded depreciation expense (\$12,771,859). (see Note 5) 21,489,730

Repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net assets. (See Note 6.) 6,313,000

In governmental funds the proceeds from the bonds and notes are considered a source of financing, but in the statement of net assets, the obligation is reported as a liability. (see Note 6.) (30,277,956)

Governmental funds do not report infrastructure. Contributions of Infrastructure are reported as contributions in kind in Statement of Activities 1,397,909

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment contains the following:

Compensated absences	449,739	
Accrual for landfill income	(1,616,867)	
Capitalization of bond issue costs	705,743	
Amortization of bond issue costs	(78,901)	
Amortization of bond premium, discounts and deferred gain or loss	58,324	
Accrued interest	(64,629)	
Gain (loss) on sale of capital assets	1,098,520	551,929

Internal services funds are used by the City to charge the costs of the fleet management system, data processing services, insurance for employee health, accident, long-term disability, unemployment and worker's compensation, general liability claims, acquisition and lease to the City of purchased or constructed property and equipment and photocopying and printing services. The net revenue of internal service funds is allocated between governmental activities and business-type activities. Internal service fund net revenue of \$3,162,426 less amount allocated to business-type activities \$(216,628) 2,945,798

Change in net assets of governmental activities \$ 20,959,844



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# Proprietary Fund Financial Statements

**Water Utility Fund** - This fund is used to account for the activities related to providing water service to the residents of the City and certain residents of Salt Lake County.

**Airport Authority Fund** - This fund is used to account for the activities related to the operation of City airports.

**Redevelopment Agency Fund** - This fund is used to account for urban redevelopment activities such as acquisition of land sites and sale of such land for development, and loans provided for improvements in existing housing and the repayment of loans and related interest.

SALT LAKE CITY CORPORATION  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
June 30, 2004

<u>ASSETS</u>	<u>Business-type Activities- Enterprise Funds</u>	
	<u>Water Utility</u>	<u>Department of Airports</u>
Current assets:		
Cash and cash equivalents (Note 2)		
Unrestricted	\$ 9,627,037	\$ 115,373,781
Restricted	-	2,128,468
Investments (Note 2)	-	-
Receivables:		
Accounts, less allowance for doubtful accounts of \$141,138	5,868,110	15,757,709
Current portion of loans receivable	-	-
Other	163,851	1,305,497
Prepaid expenses	-	-
Inventory of supplies	1,515,437	-
	<u>17,174,435</u>	<u>134,565,455</u>
Noncurrent assets:		
Restricted cash and cash equivalents (Notes 2 & 4)	<u>21,992,201</u>	<u>6,195,685</u>
Property and equipment, at cost:		
Land and water rights (Note 5)	16,394,465	41,258,876
Buildings (Note 5)	27,822,650	316,844,151
Improvements other than buildings (Note 5)	195,706,357	544,776,860
Machinery and equipment (Note 5)	18,659,538	62,603,045
Construction in progress (Note 5)	7,559,966	32,274,175
Work in Progress (Note 5)	-	-
Accumulated depreciation (Note 5)	<u>(68,627,539)</u>	<u>(397,079,402)</u>
	<u>197,515,437</u>	<u>600,677,705</u>
Bond issue costs, less accumulated amortization of \$2,623,599	272,498	1,289,152
Loans and other long-term receivables	-	-
Land and buildings held for resale	-	-
Investment in joint venture (Note 19)	-	-
Deferred Charges	-	15,173,354
Other	1,489,131	-
	<u>221,269,267</u>	<u>623,335,896</u>
Total noncurrent assets	<u>221,269,267</u>	<u>623,335,896</u>
Total assets	<u>\$ 238,443,702</u>	<u>\$ 757,901,351</u>

The notes accompanying notes are an integral part of this statement

Business-type Activities Enterprise Funds			Governmental Activities- Internal Service Funds
Redevelopment Agency	Nonmajor Proprietary Funds	Total	
\$ 53,983,913	\$ 25,090,492	\$ 204,075,223	\$ 14,373,506
-	-	2,128,468	-
2,207,592	-	2,207,592	-
-	2,762,694	24,388,513	-
934,406	-	934,406	-
-	136,132	1,605,480	231,631
-	-	-	420,470
-	1,102,350	2,617,787	464,506
<u>57,125,911</u>	<u>29,091,668</u>	<u>237,957,469</u>	<u>15,490,113</u>
<u>9,802,402</u>	<u>50,265,558</u>	<u>88,255,846</u>	<u>6,776,060</u>
16,436,520	10,126,159	84,216,020	7,467,587
-	49,528,177	394,194,978	62,415,245
40,845,458	150,484,797	931,813,472	13,057,014
78,943	43,144,438	124,485,964	49,347,053
-	34,153,684	73,987,825	-
-	94,538	94,538	7,399,789
(17,372,681)	(87,750,486)	(570,830,108)	(48,920,977)
<u>39,988,240</u>	<u>199,781,307</u>	<u>1,037,962,689</u>	<u>90,765,711</u>
467,835	393,331	2,422,816	733,666
21,156,590	-	21,156,590	-
14,490,894	-	14,490,894	-
-	25,554,372	25,554,372	-
-	-	15,173,354	-
-	2,597,776	4,086,907	-
<u>85,905,961</u>	<u>278,592,344</u>	<u>1,209,103,468</u>	<u>98,275,437</u>
<u>\$ 143,031,872</u>	<u>\$ 307,684,012</u>	<u>\$ 1,447,060,937</u>	<u>\$ 113,765,550</u>

-(continued)-  
The notes accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
June 30, 2004

	Business-type Activities- Enterprise Funds	
	Water Utility	Department of Airports
<b><u>LIABILITIES</u></b>		
Current liabilities:		
Due to other funds for cash overdraft (Notes 2 & 18)	\$ -	\$ -
Accounts payable	4,000,748	7,004,781
Accrued liabilities	499,637	14,911,468
Current portion of long-term compensation liability (Note 6)	236,631	527,692
Current portion of long-term debt:		
Payable from unrestricted assets (Note 6)	1,967,259	942,266
Payable from restricted assets (Note 6)	1,415,141	2,107,734
Deferred revenue	-	-
Accrued interest, payable from restricted assets	558,061	20,734
Current deposits and advance rentals	465,287	3,677,781
Total current liabilities	9,142,764	29,192,456
Noncurrent liabilities:		
Deposits, advance rentals and long-term accruals	210,210	137,471
Other liabilities payable from restricted assets	-	-
Bonds, mortgages, and notes payable	22,308,664	51,812,862
Long-term compensation liability	2,143,716	3,366,234
Total noncurrent liabilities	24,662,590	55,316,567
Total liabilities	33,805,354	84,509,023
NET ASSETS		
Invested in capital assets, net of related debt	172,096,871	542,922,175
Restricted for debt service	19,553,712	6,195,685
Unrestricted (deficit)	12,987,765	124,274,468
Total net assets	204,638,348	673,392,328
Total liabilities and net assets	\$ 238,443,702	\$ 757,901,351

The notes accompanying notes are an integral part of this statement

Business-type Activities Enterprise Funds			Governmental Activities- Internal Service Funds
Redevelopment Agency	Nonmajor Proprietary Funds	Total	
\$ -	\$ -	\$ -	\$ 616,052
188,659	6,305,195	17,499,383	926,437
14,863	464,589	15,890,557	5,976,800
2,219	302,111	1,068,653	98,080
-	1,830,143	4,739,668	5,538,054
6,705,000	596,089	10,823,964	-
-	-	-	139,646
565,502	643,534	1,787,831	-
68,072	149,162	4,360,302	-
7,544,315	10,290,823	56,170,358	13,295,069
24,275,235	143,894	24,766,810	-
-	-	-	149,439
40,275,909	34,557,576	148,955,011	65,105,072
69,292	1,078,250	6,657,492	994,071
64,620,436	35,779,720	180,379,313	66,248,582
72,164,751	46,070,543	236,549,671	79,543,651
-	192,756,010	907,775,056	19,973,146
9,802,402	18,736,315	54,288,114	-
61,064,719	50,121,144	248,448,096	14,248,753
70,867,121	261,613,469	1,210,511,266	34,221,899
<u>\$ 143,031,872</u>	<u>\$ 307,684,012</u>	<u>\$ 1,447,060,937</u>	<u>\$ 113,765,550</u>

The notes accompanying notes are an integral part of this statement

Salt Lake City Corporation  
Reconciliation of the Proprietary Funds Statement of Net Assets to the Primary Government  
business-type Statement of Net Assets  
Year ended June 30, 2004

Total assets for Proprietary Funds	\$ 1,447,060,937
Internal service fund allocation for proprietary funds - prior year	(32,777)
Internal service fund allocation for proprietary funds - current year	<u>216,628</u>
Total assets for Primary government business-type activities	<u><u>\$ 1,447,244,788</u></u>
Total net assets for Proprietary Funds	\$ 1,210,511,266
Internal service fund allocation for proprietary funds - prior year	(32,777)
Internal service fund allocation for proprietary funds - current year	<u>216,628</u>
Total net assets for Primary government business-type activities	<u><u>\$ 1,210,695,117</u></u>

The accompanying notes are an integral part of this statement

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SALT LAKE CITY CORPORATION  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
Year ended June 30, 2004

	Business-type Activities Enterprise Funds	
	Water Utility	Department of Airports
Operating revenue:		
Sales and charges for services	\$ 43,532,183	\$ 80,143,929
Rental and other	1,614,519	1,728,707
Total operating revenue	45,146,702	81,872,636
Operating expenses:		
Personal services	13,377,007	32,762,743
Operating and maintenance	2,004,710	6,611,173
Charges and services	13,749,865	19,725,245
Depreciation and amortization	5,225,620	38,777,109
Participating airline rebate	-	2,164,051
Total operating expenses	34,357,202	100,040,321
Operating income (loss)	10,789,500	(18,167,685)
Nonoperating revenues (expenses):		
Interest income	604,279	2,253,612
Interest expense (net of amount capitalized of \$516,972)	(1,468,046)	(12,007,083)
Property taxes	-	-
Equity in joint venture income	-	-
Gain on disposition of property and equipment	989,778	2,013,255
Loss on writedown of land/buildings held for resale	-	-
Total nonoperating revenues (expenses)	126,011	(7,740,216)
Capital Contributions		
Grants and other contributions	3,576,411	14,073,292
Passenger facility charges	-	34,081,662
Total capital contributions	3,576,411	48,154,954
Income before transfers	14,491,922	22,247,053
Transfers in	-	-
Transfers out	(22,698)	(39,910)
Increase in net assets	14,469,224	22,207,143
Net Assets July 1, 2003	190,169,124	651,185,185
Net Assets June 30, 2004	\$ 204,638,348	\$ 673,392,328

The accompanying notes are integral part of this statement

Business-type Activities Enterprise Funds			Governmental Activities- Internal Service Funds
Redevelopment Agency	Total Nonmajor Funds	Total	
\$ -	\$ 34,544,895	\$ 158,221,007	\$ 43,049,197
1,175,773	265,433	4,784,432	-
1,175,773	34,810,328	163,005,439	43,049,197
515,779	12,174,758	58,830,287	8,206,560
2,716,124	2,133,955	13,465,962	3,464,039
3,630,659	10,489,167	47,594,936	27,550,884
1,731,556	6,780,346	52,514,631	7,334,352
-	-	2,164,051	-
8,594,118	31,578,226	174,569,867	46,555,835
(7,418,345)	3,232,102	(11,564,428)	(3,506,638)
1,398,868	415,918	4,672,677	312,186
(4,588,527)	(308,918)	(18,372,574)	(3,903,669)
22,917,592	-	22,917,592	-
-	579,363	579,363	-
-	39,381	3,042,414	287,999
(214,366)	-	(214,366)	-
19,513,567	725,744	12,625,106	(3,303,484)
-	11,278,705	28,928,408	-
-	-	34,081,662	-
-	11,278,705	63,010,070	-
12,095,222	15,236,551	64,070,748	(6,810,122)
-	-	-	9,994,176
(3,890)	(30,380)	(96,878)	(21,628)
12,091,332	15,206,171	63,973,870	3,162,426
58,775,789	246,407,298	1,146,537,396	31,059,473
\$ 70,867,121	\$ 261,613,469	\$ 1,210,511,266	\$ 34,221,899

The accompanying notes are integral part of this statement

Salt Lake City Corporation  
Reconciliation of the Proprietary Funds Change in Net Assets to the Primary Government  
business-type Changes in Net Assets  
Year ended June 30, 2004

Change in net assets for Proprietary Funds	\$ 63,973,870
Internal service fund allocation for proprietary funds	<u>216,628</u>
Change in net assets for Primary government business-type activities	<u><u>\$ 64,190,498</u></u>

The accompanying notes are an integral part of this statement

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SALT LAKE CITY CORPORATION  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year ended June 30, 2004

	Water Utility	Department of Airports
Cash Flows from Operating Activities		
Receipts from customers and users	\$ 45,166,974	\$ 88,587,322
Payments to suppliers	(15,477,931)	(28,768,889)
Payments to employees	(13,417,172)	(32,501,704)
Loans made	-	-
Principal received on loans	-	-
Other receipts	-	33,908,850
	<u>16,271,871</u>	<u>61,225,579</u>
Net cash provided by (used in) operating activities		
Cash flows from noncapital and related financing activities:		
Property taxes received	-	-
Payments received on interfund receivables	-	-
Payments made on interfund payables	(5,867,584)	-
Cash received on deposit - related parties	-	-
Transfers in	-	-
Transfers out	(22,698)	(39,910)
	<u>(5,890,282)</u>	<u>(39,910)</u>
Cash flows from capital and related financing activities:		
Proceeds from issuance of debt (net of discount and issuance costs)	-	-
Proceeds from sale of equipment	1,024,379	2,487,299
Contributions for aid in construction	1,620,800	13,731,931
Payments on long-term obligations, net of capitalized interest	(4,726,888)	(64,530,808)
Payments for purchase and construction of capital assets, including capitalized interest	(13,456,393)	(46,229,266)
Other receipts	-	-
	<u>(15,538,102)</u>	<u>(94,540,844)</u>
Net cash provided by (used in) capital and related financing activities		

The accompanying notes are an integral part of this statement

Redevelopment Agency	Total Nonmajor Proprietary Funds	Total	Governmental Activities- Internal Service Funds
\$ 1,175,773	\$ 35,179,527	\$ 170,109,596	\$ 42,820,422
(6,285,829)	(11,859,062)	(62,391,711)	(37,804,246)
(516,079)	(12,256,387)	(58,691,342)	(9,022,880)
(7,604,397)	-	(7,604,397)	-
1,120,823	-	1,120,823	-
-	-	33,908,850	-
<u>(12,109,709)</u>	<u>11,064,078</u>	<u>76,451,819</u>	<u>(4,006,704)</u>
22,917,592	-	22,917,592	-
-	5,867,586	5,867,586	-
-	-	(5,867,584)	-
114,058	-	114,058	-
-	-	-	9,994,176
<u>(3,890)</u>	<u>(30,380)</u>	<u>(96,878)</u>	<u>(21,628)</u>
<u>23,027,760</u>	<u>5,837,206</u>	<u>22,934,774</u>	<u>9,972,548</u>
-	33,851,768	33,851,768	3,265,625
-	39,907	3,551,585	804,618
-	5,646,449	20,999,180	-
(8,353,138)	(1,597,649)	(79,208,483)	(9,435,236)
-	-	-	-
(5,196,914)	(17,541,082)	(82,423,655)	(6,774,928)
-	8,651	8,651	-
<u>(13,550,052)</u>	<u>20,408,044</u>	<u>(103,220,954)</u>	<u>(12,139,921)</u>

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF CASH FLOWS (continued)  
PROPRIETARY FUNDS  
Year ended June 30, 2004

	Water Utility	Department of Airports
Cash flows from investing activities:		
Proceeds from investments	-	-
Interest received on investments and loans	604,279	2,355,459
Purchases of water stock	(103,290)	-
	500,989	2,355,459
Net cash provided by investing activities		
	(4,655,524)	(30,999,716)
Cash and cash equivalents at beginning of year	36,274,762	154,697,650
Cash and cash equivalents at end of year	\$ 31,619,238	\$ 123,697,934
Cash and cash equivalent components:		
Unrestricted	\$ 9,627,037	\$ 115,373,781
Restricted	21,992,201	8,324,153
Cash and cash equivalents at end of year	\$ 31,619,238	\$ 123,697,934
Cash flows from operating activities -		
Operating income (loss)	\$ 10,789,500	\$ (18,167,685)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation and amortization	5,225,620	38,777,109
Increase (decrease) due to changes in:		
Accounts receivable	56,485	971,401
Inventory	95,174	-
Other current assets	(36,213)	34,777,865
Due to other funds for cash overdraft	-	-
Accounts payable	119,194	4,859,484
Accrued liabilities affecting operating activities	22,111	-
Deferred revenue	-	-
Other liabilities	-	7,405
Long-term compensation liability	-	-
Total adjustments	5,482,371	79,393,264
Loans made to residents	-	-
Principal collected on loans	-	-
Net cash provided by (used in) operating activities	\$ 16,271,871	\$ 61,225,579
Noncash transactions affecting financial position:		
Contributions of fixed assets from other entities	\$ 1,955,612	\$ -

The accompanying notes are an integral part of this statement

Redevelopment Agency	Total Nonmajor Proprietary Funds	Total	Governmental Activities- Internal Service Funds
444,214	-	444,214	-
1,572,144	415,917	4,947,799	312,186
-	-	(103,290)	-
<u>2,016,358</u>	<u>415,917</u>	<u>5,288,723</u>	<u>312,186</u>
(615,643)	37,725,245	1,454,362	(5,861,891)
<u>64,401,958</u>	<u>37,630,805</u>	<u>293,005,175</u>	<u>27,011,457</u>
<u>\$ 63,786,315</u>	<u>\$ 75,356,050</u>	<u>\$ 294,459,537</u>	<u>\$ 21,149,566</u>
\$ 53,983,913	\$ 25,090,492	\$ 204,075,223	\$ 14,373,506
<u>9,802,402</u>	<u>50,265,558</u>	<u>\$ 90,384,314</u>	<u>\$ 6,776,060</u>
<u>\$ 63,786,315</u>	<u>\$ 75,356,050</u>	<u>\$ 294,459,537</u>	<u>\$ 21,149,566</u>
<u>\$ (7,418,345)</u>	<u>\$ 3,232,102</u>	<u>\$ (11,564,428)</u>	<u>\$ (3,506,638)</u>
1,731,556	6,780,346	52,514,631	7,334,352
-	303,555	1,331,441	-
-	-	95,174	71,056
-	(74,734)	34,666,918	(439,356)
-	-	-	(4,665,169)
60,954	845,505	5,885,137	(1,967,659)
-	56,485	78,596	(589,605)
-	-	-	(2,101)
1,806	30,230	39,441	-
<u>(2,106)</u>	<u>(109,411)</u>	<u>(111,517)</u>	<u>(241,584)</u>
<u>1,792,210</u>	<u>7,831,976</u>	<u>94,499,821</u>	<u>(500,066)</u>
(7,604,397)	-	(7,604,397)	-
<u>1,120,823</u>	<u>-</u>	<u>1,120,823</u>	<u>-</u>
<u>\$ (12,109,709)</u>	<u>\$ 11,064,078</u>	<u>\$ 76,451,819</u>	<u>\$ (4,006,704)</u>
\$ -	\$ 5,632,255	\$ 1,955,612	\$ -

The accompanying notes are an integral part of this statement



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## Fiduciary Funds

**Deferred Compensation Fund** - This fund is used to account for amounts deferred under the City's employee deferred compensation plan for which the City acts in a fiduciary capacity as trustee.

SALT LAKE CITY CORPORATION  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
FIDUCIARY FUNDS  
June 30, 2004

<u>ASSETS</u>	<u>Deferred Compensation Trust</u>
Restricted investments:	
Utah State Treasurer's Pool	<u>\$ 1,132,490</u>
<u>NET ASSETS</u>	
Held in trust for pension benefits and other purposes	<u>\$ 1,132,490</u>

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
Year ended June 30, 2004

	Deferred Compensation Trust
Additions:	
Investment income	\$ 17,200
Total additions	17,200
Deductions:	
Investment expenses	-
Benefits	24,000
Total deductions	24,000
Changes in Net Assets	(6,800)
Net Assets July 1, 2003	1,139,290
Net Assets June 30, 2004	\$ 1,132,490

The accompanying notes are an integral part of this statement

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# Notes to the Financial Statements

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004

1. Summary of Significant Accounting Policies

Salt Lake City Corporation (the City) was incorporated January 6, 1851. The City operates under a Council-Mayor form of government and provides services to residents and businesses in many areas including police and fire protection, street maintenance, refuse collection, planning and zoning, building construction inspection, parks and recreation, prosecution, water, sewer, storm water, airports, and general administrative services.

Reporting Entity

For financial reporting purposes, the reporting entity includes all funds, agencies and authorities for which the City holds corporate powers and all component units for which the City is financially accountable. The Governmental Accounting Standards Board (GASB) in its Statement No. 14, *The Financial Reporting Entity*, has established criteria to consider in determining financial accountability. The criteria are: appointment of a majority of the voting members of an organization's governing board, and either (1) the City has the ability to impose its will on the organization or (2) there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the City.

As required by Generally Accepted Accounting Principles (GAAP), these financial statements present the City, the primary government, and its component units. The component units are included in the City's reporting entity because of the significance of their operational or financial relationship with the City. The following funds, all with fiscal years ended June 30, 2004, have separately issued financial statements that can be obtained from their respective administrative offices: (1) The Arts Council (a special revenue fund), (2) the Water, Sewer and Storm Water Utility Funds (enterprise funds) and (3) the Department of Airports (an enterprise fund).

Blended Component Units

The Municipal Building Authority and the Redevelopment Agency of Salt Lake City are legally separate entities from the City, but are part of the City and are blended into the internal service and enterprise funds, respectively. The Redevelopment Agency has separately issued financial statements for the year ended June 30, 2004, which are available at the Agency's administrative office. The sole purpose of the Municipal Building Authority is to serve the City as a financing agency for debt financed projects. The sole purpose of the Redevelopment Agency is the elimination of blight through the process of redevelopment in designated project areas within the boundaries of the City. The Salt Lake City Council serves as the Board of Directors of both the Municipal Building Authority and the Redevelopment Agency.

Discretely Presented Component Unit

The discrete component unit is the Salt Lake City Library. It is legally separate from, but financially accountable to the City, as the City can impose its will on the Library. It provides services to residents rather than to the City and therefore meets the criteria of a discretely presented component unit. The Salt Lake City Library is a governmental fund and has separately issued financial statements for the year ended June 30, 2004, which are available at the administrative offices of the Library.

Joint Venture

The City is a fifty percent partner with Salt Lake County in a joint venture known as the City/County Landfill. The purpose of this joint venture is to provide solid waste management and disposal services (see note 19).

Related Organizations

The City also has activities with three other related organizations, the Metropolitan Water District, the Housing Authority of Salt Lake City and the Salt Lake City Mosquito Abatement District. City officials appoint members of these three boards, but the City's accountability does not extend beyond making the appointments.

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004

Basis of Presentation - Government-wide and fund financial statements

Government-wide statements are comprised of the statement of net assets and the statement of activities. They contain information on all of the activities of the primary government and its component units except for fiduciary activities. Most effects of inter-fund activities have been eliminated from these statements. The exceptions are (1) payments-in-lieu-of-taxes the General Fund charges enterprise funds; (2) charges for water, sewer, storm-water and refuse that all customers pay to these enterprise funds and (3) charges for centrally provided services of the General Fund that benefit the receiving fund. Examples are payroll, purchasing, human resources and legal services. The government-wide statements for the primary government are separated based on the predominance of the type of revenues that support them. Governmental activities are normally supported by taxes and intergovernmental revenues, while business-type activities receive a significant portion of revenues from fees and charges for services. Certain entities that are legally separate, but financially accountable to the primary government are reported separately on the government-wide statements. The City currently has one of these entities, its discretely presented component unit.

The statement of activities is presented to show the extent that program revenues of a given activity support direct expenses. Direct expenses are those that can clearly be associated with a particular activity or program. Program revenues are: (1) charges to customers or others who purchase, use or directly benefit from the services or goods provided by a given activity or segment or (2) grants or other contributions that are restricted to operating or capital needs of a specific activity or segment. General revenues are those revenues like taxes and other items that are not properly reported as program revenues.

Separate financial statements are included for governmental funds, proprietary funds and fiduciary funds. Fiduciary funds, however, are not included in the totals for the government-wide financial statements. Major individual governmental funds are reported in separate columns in the governmental funds statements, as are major individual proprietary funds in the proprietary funds statements.

Measurement focus and basis of accounting

Measurement focus refers to the types of assets that appear on the statement of net assets and changes to those same assets that appear on the statement of activities. The flow of financial resources measurement focus shows current assets and liabilities on the statement of net assets and changes to net current assets in the statement of activities. The flow of economic resources measurement focus shows total assets and liabilities on the statement of net assets and changes to net assets on the statement of activities. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

Government-wide, proprietary and fiduciary fund statements use the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period incurred, regardless of the timing of the related cash flows. Unbilled fees for proprietary funds are recorded as receivables at year end. Property taxes are recorded as revenues in the year for which they are levied. Grants and similar other contributions are recognized as revenue as soon as the eligibility requirements of the provider have been met.

The City's major enterprise funds are: (1) Water Utility Fund, (2) The Department of Airports and (3) Redevelopment Agency of Salt Lake City, whose purpose is described previously in the section titled "Blended Component Units". The Water Utility collects or purchases fresh water, treats it and delivers potable water to nearly all residents and business located in the City and many residents and business located geographically outside the boundaries of the City. The Department of Airports operates the Salt Lake City International Airport, Airport II and the Tooele Valley Airport, the latter two of which are located outside the boundaries of The City.

In addition to the major enterprise funds, The City also operates five non-major enterprise funds and six internal service funds. The non-major enterprise funds are the Intermodal Hub, Sewer Utility, Storm Water Utility, Golf and Refuse. The Intermodal Hub is a fund whose purpose is to provide a central connecting point between the City's inter-state passenger bus and rail lines to the commuter bus and light rail systems. The Sewer and Storm Water Utilities provide treatment and disposition services for waste water and storm runoff. The Golf Fund operates all City owned golf courses, while the Refuse Fund provides refuse collection and recycling services for residences and businesses of The City. Internal service funds provide services to other departments or agencies of the City on a cost



SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004

reimbursement basis. The internal service funds are Fleet Management, Information Management, Risk Management, Governmental Immunity, Municipal Building Authority and the Copy Center. The Fleet Management fund owns and services all vehicles of the governmental funds and services vehicles owned by many of the enterprise funds. Information Management maintains the infrastructure for the hard-wired telephone system, centralized computer services and the network of personal computers. Risk Management provides centralized services for the employee benefits of health, life, accident, dental, long-term disability as well as unemployment, workers' compensation and property insurance needs. The Governmental Immunity Fund manages the City's general liability activities. The Municipal Building Authority's purpose is discussed previously in the section titled "Blended Component Units", while the Copy Center provides centralized copying, printing and interdepartmental mail services.

The fiduciary fund is the Executive Deferred Compensation Fund. The City is the trustee for this fund and manages it in accordance with provisions of the Utah State Money Management Act and the City's own ordinances, policies and procedures. In the past, city executives could elect to have some or all of their deferred compensation contributed to this fund, but it is now closed to further contributions.

Proprietary funds separate operating and non-operating revenues and expenses. Operating revenues and expenses normally arise from providing goods and services in connection with the fund's normal ongoing operations. The principal source of operating revenues for the proprietary funds and the internal service funds are charges to customers for goods and services. Operating expenses include the cost of sales and services, administrative overhead expenses and depreciation on capital assets. All other revenues or expenses are recorded as non-operating.

The City has adopted GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*. Accordingly, the City has elected to apply all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) Opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. Consequently, the City does not apply FASB pronouncements issued after November 30, 1989.

Governmental fund statements use the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized when they become measurable and available. "Measurable" means that amounts can be reasonably determined within the current period. "Available" means that amounts are collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. As a practical matter, The City uses 60 days as a cutoff for meeting the available criterion. Property taxes are considered "measurable" when levied and available when collected and held by Salt Lake County (the County). Any amounts not available are recorded as deferred revenue. Franchise taxes are considered "measurable" when collected and held by the utility company, and are recognized as revenue at that time. Other revenues that are determined to be susceptible to accrual include grants-in-aid earned and other intergovernmental revenues, charges for services, interest, assessments, inter-fund service charges, permits, fines, forfeitures, parking ticket and meter fees, and sale of property. Property taxes and assessments are recorded as receivables when levied or assessed; however, they are reported as deferred revenue until the "available" criterion has been met. Sales and use taxes collected by the state and remitted to the City within the "available" time period are recognized as revenue. Revenues collected in advance are deferred and recognized in the period to which they apply.

Revenues that are determined to not be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period (60 days) or are not objectively measurable include licenses, contributions, and miscellaneous revenues. Revenue is recognized when cash is received.

Expenditures are recognized in the accounting period in which the fund liability is incurred, except for long-term obligations (debt service payments and long term compensated absences) and related interest which are recognized as expenditures when due. Inventories of supplies are expended when purchased.

The City has three major governmental funds, the General Fund, the Capital Projects Fund and the Housing Loans Fund. The General Fund is the main operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund. The Capital Projects Fund accounts for resources dedicated to the construction or improvement of capital assets, which may take more than one budgetary cycle

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004

to complete. These constructed or improved capital assets are for the benefit of any or all governmental funds. The Housing Loans Fund provides loans to low and moderate-income families and individuals. Resources for these loans are received from a variety of sources including federal government, state government, financial institutions and internally generated sources. The Housing Loans Fund also services these same loans. In addition to the listed major governmental funds, the City also has a total of ten non-major governmental funds: (1) the Arts Council, (2) Downtown Economic Development, (3) Community Development Block Grant (CDBG) Operating, (4) Other Grants Operating, (5) Street Lighting, (6) Demolition, Weed & Forfeiture, (7) Emergency 911 Dispatch, (8) Salt Lake City Donation, (9) Special Improvement Debt Service and (10) Other Improvements Debt Service. As their name implies, the last two are debt service funds while the first eight are special revenue funds.

Budgets and budgetary accounting

Budgets are legally required for governmental funds. The City has a policy of budgeting for proprietary funds. Annual budgets are prepared and adopted by the City Council on or before June 15 for the fiscal year commencing the following July 1, in accordance with Utah State law. The operating budget includes proposed expenditures and the proposed sources of financing for such expenditures. Prior to June 15, a public hearing is conducted to obtain taxpayer input. Budgets are adopted by ordinance in total for each department. Expenditures cannot exceed appropriations at the department level. For budgetary purposes, the City considers each enterprise fund to be a department. Management can move budgeted amounts from one line item to another within a department or decrease appropriations. The City Council can increase appropriations after holding a public hearing. During the year ended June 30, 2004, the City Council passed several supplementary appropriations.

The General Fund budget is prepared using the modified accrual basis of accounting adjusted for encumbrances and changes in compensated absences. Encumbrance accounting is used by the City to assure effective budgetary control and accountability, and to comply with State law. However, only the General Fund budget is prepared under the assumption that actual expenditures will be adjusted for encumbrances. Unencumbered General Fund appropriations lapse at year end. Encumbered amounts carry over to the subsequent year and are shown as a reservation of fund balance. Generally accepted accounting principles require that open encumbrances not be reported with expenditures. However, in the General Fund budget to actual financial statement, the actual amounts are adjusted to include encumbrances. Compensated absences are budgeted on a cash basis. Non-cash changes in the balances of compensated absences are therefore eliminated for budgetary purposes. Capital lease purchases are budgeted in the year payments are due rather than in the year purchased.

Budgets for the Special Revenue Funds, Debt Service Funds and the Capital Projects Fund are also prepared using the modified accrual basis of accounting and are adopted on an annual basis. The budget for the Community Development Operating, Grants Operating (special revenue funds), and the Capital Projects Fund are prepared annually for a specific set of projects. The Debt Service Funds' budgets are not prepared by project. By state law only budgets in the Capital Projects Fund do not lapse at year-end. Therefore, any remaining budget in the Grants Operating Fund and the Community Development Operating Fund are re-appropriated by Council action in the following year. State law also requires a budget comparison for all funds for which an annual budget is adopted. In these three funds, the Council adopts the entire amount of the project, even though the project may not be completed in the first year. As a result, the budget comparisons on an annual basis may show large amounts of unexpended appropriations. Budgets for the Downtown Economic Development Fund, Street Lighting Fund, Demolition, Weed Abatement & Forfeiture Fund, Emergency 911 Fund, and Housing Loans Fund (special revenue funds) lapse at year end. Encumbrances are not reported as expenditures, but where necessary, are re-appropriated in the ensuing year's budget.

Budgets for the proprietary funds are prepared using the accrual basis of accounting except for depreciation, lease amortization, and the change in compensated absences, which are not budgeted. Budgets are adopted for the entire amount of estimated proceeds from the sale of property and equipment rather than on the gain or loss from the sale as is reported in the financial statements. Budgets are also adopted for the entire amount of any debt issued to finance multi-year acquisition and construction projects. Budget comparisons in the proprietary funds may therefore show large amounts of unexpended appropriations for construction projects. These unexpended amounts are re-appropriated the following year.

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Cash, Cash Equivalents and Investments

The City complies with GASB Statement No. 31 *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. The statement requires certain investments to be reported at fair value and the change in fair value to be included in revenues or expenses. The City's policy is to report all investments at fair value except for money market investments and interest-earning investment contracts with a remaining maturity at time of purchase of ninety days or less. These are reported at amortized cost. The City's investment in the State Treasurer's Pool has a fair value equivalent to the value of the pool shares. This pool is administered by the State of Utah and is regulated by the Money Management Council under provisions of the Utah State Money Management Act. In all statements, the City considers all highly liquid investments (including restricted assets) that mature within ninety days or less when purchased to be cash equivalents.

Interest rate swap

The City entered into an interest rate swap (the "SID Swap") on December 3, 2003 in conjunction with the issuance of its \$17,600,000 Adjustable Rate Demand Assessment Bonds (Gateway Project) Series 2003. The Series 2003 Bonds and SID Swap payments will be paid entirely from assessments on assessed properties within the Railyard Special Improvement District. The City has not pledged any assets or revenues for payments due under the Bonds or the SID Swap other than special assessment revenues collected from the Railyard SID. The Series 2003 Bonds are further secured by a letter of credit issued by Citibank, N.A. The Citibank letter of credit terminates on December 6, 2013. The City entered into the SID Swap at par and did not receive or pay any additional amounts for executing the SID Swap. The scheduled reductions in the notional amount of the SID Swap match the amortization schedule of the Series 2003 Bonds.

**Objective:** The City entered into the SID Swap to create a synthetic fixed rate assessment obligation for the assessment payers during the first 10 years of the Series 2003 Bond financing.

**Terms:** The Series 2003 Bonds were issued on December 4, 2003 which is the same day the SID Swap became effective. The Series 2003 Bonds amortize over a 20 year period ending December 1, 2023 while the SID Swap terminates on December 1, 2013. Under terms of the SID Swap, the City pays the counterparty (Citibank, N.A., New York) a fixed rate of 3.94% on the first day of the calendar month commencing January 1, 2004. The City receives a floating rate on the same date equal to the actual weighted average Series 2003 Bond rate applicable for the same monthly calculation period.

**Basis Risk:** The floating rate paid to the City under the SID Swap is the actual weighted average interest rate on the Series 2003 Bond. There is no mismatch between the amortization schedule for the Series 2003 Bond and the Notional Amount Reduction schedule for the SID Swap, either in amount or timing of payments.

**Fair Value:** Because interest rates have declined since execution of the SID Swap, the SID Swap had a negative fair value of \$127,709 as of June 30, 2004.

**Early Termination Risk:** The City has the option to terminate the SID Swap upon 30 days notice. The amount due with respect to an early termination shall be determined as though the counterparty is the sole affected party and "Market Quotation and Second Method" shall apply. Either party may terminate only upon an "Event of Default" caused by a "Failure to Pay or Deliver" as specified in Section 5 of the International Swaps and Derivatives Association (ISDA) Master Agreement. Any amounts due to the counterparty upon termination are payable solely from assessments on the assessed properties.

**Swap Management:** the Series 2003 Bond trustee is charged with determining the amounts due from the assessed property owners under the Bonds and the SID Swap, notifying the property owners of the monthly assessment amount, collecting said amounts and remitting them properly. The City is not directly involved in the administration of the SID Swap or the assessments.

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Inventories of supplies

Inventories of supplies for the proprietary fund types are stated at the lower of cost (using the first-in first-out method) or market. In the proprietary funds, inventory items are considered expenses when used (consumption method).

Depreciable capital assets

Capital assets are valued at historical cost or estimated historical cost for assets where actual historical cost was not available. Donated capital assets are valued at their estimated fair market value on the date donated. The City has a capitalization threshold of \$100,000 for infrastructure in the public right of way and \$3,000 for all other assets. The City follows GAAP by capitalizing a portion of its interest costs (net of any interest earned on related interest bearing investments acquired with proceeds of related tax-exempt borrowings) as a cost of constructed property and equipment in enterprise funds. Net interest capitalized for the year ended June 30, 2004, was \$516,972. Depreciation of capital assets, is computed using the straight-line method over the following estimated useful lives:

Buildings	35-60 years
Building improvements	5-40 years
Improvements other than buildings	25-35 years
Machinery and equipment, including leased property under capital leases	3-20 years
Infrastructure in public way; Roads, signals, lights and bridges	20-50 years
Water and sewer lines	13-100 years
Construction in Progress is not depreciated until the asset is placed into service	

Bond Issuance Costs and Amortization

Amortization of bond issue costs and bond premiums or discounts are computed on the effective interest or straight-line method over the life of the related bonds. When the straight-line method is used, it approximates the effective interest method.

Property taxes

Ad valorem (based on value) property taxes constitute a major source of General Fund revenue. Taxes are levied through the passage of an ordinance in June of each year. The levy is applicable to only one year. All taxable property is required to be assessed and taxed at a uniform and equal rate on the basis of its fair market value. The State Tax Commission is required to assess certain statutorily specified types of property including public utilities and mining property. The county assessor is required to assess all other taxable property, and both entities are required to assess the respective types of property as of January 1, the assessment date. The County is then required to complete the tax rolls by May 15. By July 21, the county treasurer is to mail assessed value and tax notices to property owners. Then a taxpayer may petition the county board of equalization between August 1 and August 15 for a revision of the assessed value. Approved changes in assessed value are made by the county auditor by November 1 and on this same date the auditor is to deliver the completed assessment rolls to the county treasurer. Tax notices are mailed with a due date of November 30, and 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 bear 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. With the July 1, 2000 adoption of Statement of Governmental Accounting Standards (SGAS) No. 33, more fully described below, The City changed its accounting for property taxes.

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SGAS No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, defines a nonexchange transaction as one in which “a government either gives value to another party without directly receiving equal value in exchange or receives value from another party without directly giving equal value in exchange.” For property taxes, at January 1 of each year (the assessment date), The City has the legal right to collect the taxes, and in accordance with the provisions of the new statement, has now recorded a receivable and a corresponding deferred revenue for the assessed amount of those property taxes as of January 1, 2004.

Interfund transactions

In the normal course of its operations, the City has various transactions between funds. Various City funds provide a number of services such as administrative, fleet maintenance, and information processing to certain other City funds. Charges are treated as revenues in the fund providing the service and as operating expenses in the fund receiving the service (see note 9). Transfers are recognized as transfers in and out, respectively, by the funds receiving and providing the transfer. Short-term payables are shown as due to/from other funds. Long-term payables are shown as advances to/from other funds.

Long-term liabilities

Long-term liabilities that will be financed from governmental funds are accounted for in the governmental activities portion of the government-wide statements, while those of proprietary funds are accounted for in their respective funds.

Use of Fund Balance

When both restricted and unrestricted fund balance is available to use for expenditure appropriation, The City’s policy is to use restricted fund balance first.

Net Assets

The City’s net assets are classified as follows: (1) Invested in capital assets, net of related debt, which consists of the total investment in capital assets, net of accumulated depreciation and reduced by the outstanding debt obligations related to those assets. To the extent debt has been incurred, but not yet expended for capital assets, such amounts are not included as a component of invested in capital assets, net of related debt.; (2) Restricted for capital projects are amounts that are restricted by debt covenants to be expended for capital assets; (3) Restricted for debt service consists of that portion of net assets that is restricted by debt covenants for debt service; (4) Unrestricted net assets consist of everything else that does not meet the criteria above.

Land and buildings held for resale

The cost of land and buildings held for resale in the Housing Loans Fund (special revenue fund), and Redevelopment Agency (enterprise fund), are capitalized until the related property is subsequently sold. Land and buildings held for resale are carried at the lower of cost, market, or committed sales price. Costs of buildings and improvements that management determines are not recoverable are expensed. Gains and losses on dispositions of land and buildings held for resale are included in the operating statement.

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the management of the City to make estimates and assumptions that affect the reported amounts of assets and liabilities. Estimate use also requires the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

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Total columns

The total columns shown on the accompanying fund financial statements are mathematical totals only and do not eliminate inter-fund transactions or include other entries required to present consolidated financial statements. The government-wide financial statements do, however, eliminate most inter-fund transactions and the double counting of revenues and expenses. They are therefore much closer to the consolidated financial statements presented in private sector accounting.

2. Cash, Cash Equivalents and Investments

The City maintains a cash pool and an investment pool that are available for use by all funds. Each fund type's portion of these pools is included in the combined balance sheet as "Cash and cash equivalents" and "Investments". Also included are investments separately held by several of the City's funds.

It is the policy of Salt Lake City Corporation to invest public funds in accordance with the principles of sound treasury management and in compliance with state and local laws, regulations, and other policies governing the investment of public funds, specifically, according to the terms and conditions of the Utah State Money Management Act of 1974 and Rules of the State Money Management Council as currently amended (the "Act"), and the City's own written investment policy.

Broker/dealers and agents who desire to become certified dealers must be certified by the Director of Securities Division of the State of Utah's Department of Commerce and meet the requirements of the Utah Money Management Council. (Rule 16 of the Act.) Only qualified depositories as certified by Utah's Commissioner of Financial Institutions are eligible to receive and hold deposits of public funds. (Rule 12 of the Act.) The Utah Money Management Council quarterly issues a list of certified dealers, and a list of qualified depositories authorized by state statute to conduct transactions with public treasurers. Transactions involving authorized deposits or investments of public funds may be conducted only through Issuers of securities authorized by Section 51-7-11(3), qualified depositories included in the current state list, or certified dealers included in the current state list. All securities purchased from a certified dealer are required to be delivered to the custody of the City Treasurer or to the City's safekeeping bank.

The City may place public money in investments/deposits authorized by the Money Management Act (U.C.A. 51-7-11). The Treasurer shall ensure that all purchases and sales of securities are settled within 15 days of the trade date. In general these investments can be any of the following subject to restrictions specified in the Act: (1) Obligations of the U.S. Treasury and most Government-Sponsored Agencies; (2) Commercial paper; (3) Bankers Acceptances; (4) Publicly traded fixed rate corporate obligations; (4) Publicly traded fixed rate corporate obligations; (5) Certain variable rate securities and deposits; (6) Deposits with the State Public Treasurer's Investment Pool; (7) Certain fixed rate negotiable deposits with a qualified depository or through a certified dealer; (8) Qualifying repurchase agreements; (9) Open-end managed money market mutual funds; (10) Utah State Treasurer's Investment Pool; (11) Investments with deferred compensation plan administrators.

The City did not enter into any reverse repurchase agreements during the year ended June 30, 2004.

City policy provides that not more than 25% of total City funds or 25% of the qualified depository's allotment, whichever is less, can be invested in any one qualified depository. Not more than 20% of total City funds may be invested in any one certified out-of-state depository institution. However, there shall be no limitation placed on the amount invested with the Utah State Treasurer's Investment Pool (State Treasurer's Pool) and other money market mutual funds, provided that the overall standards of investments achieve the City's policy objectives.

The City's deposits are categorized in the following table to give an indication of the level of risk assumed by the City at year-end. Category 1 includes deposits that are insured or collateralized with securities held by the City or its agent in the City's name. Category 2 includes deposits that are collateralized with securities held by the pledging financial institution's trust department or agent in the City's name. Category 3 are deposits which are uninsured and uncollateralized.

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	Category			Bank Balance	Carrying Amount
	1	2	3		
Primary Government - Bank accounts	\$ 329,306	\$ 775,364	\$ -	\$ 1,104,670	\$ 696,418
Component units- Bank accounts	\$ 47,952	\$ -	\$ -	\$ 47,952	\$ (57,901)

Investments - The City Treasurer may take physical delivery of securities or may use a qualified depository bank for safekeeping securities. An account with a money center bank may be maintained for the purpose of settling investment transactions, safekeeping and collecting those investments. A safekeeping receipt issued by a qualified depository supports repurchase agreements with qualified depositories; otherwise, the securities are held in the custody of the City Treasurer or the City's safekeeping bank or trust company. Deposit receipts issued by the State Treasurer's Office support investments in the State Treasurer's Pool. All funds pledged or otherwise dedicated to the payment of interest and principal of bonds issued by the City are invested in accordance with the terms and borrowing instruments applicable to such bonds. City policy also provides that the remaining term to maturity of an investment may not exceed the period of availability of the funds invested. The investment of City funds cannot be of a speculative nature.

The City's investments are categorized in the following table to give an indication of the level of risk assumed by the City at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter party, or by its trust department or agent but not in the City's name.

	Category			Cost	Fair Value
	1	2	3		
Primary government:					
U.S. government securities	\$ -	\$ 14,475,899	\$ -	\$ 13,351,287	\$ 14,475,899
Guaranteed investment contract	-	1,395,000	-	1,395,000	1,395,000
Repurchase agreements	-	7,947,043	-	7,947,043	7,947,043
	<u>\$ -</u>	<u>\$ 23,817,942</u>	<u>\$ -</u>	<u>22,693,330</u>	<u>23,817,942</u>
Money market mutual funds				65,720,465	65,720,465
Investment in State Treasurer's Pool				320,845,427	320,875,747
Total investments, primary government				<u>\$ 409,259,222</u>	<u>\$ 410,414,154</u>
Component units:					
Commercial paper	\$ -	\$ 5,265	\$ -	\$ 5,265	\$ 5,265
Repurchase agreements	-	750,490	-	750,490	750,490
	<u>\$ -</u>	<u>\$ 755,755</u>	<u>\$ -</u>	<u>755,755</u>	<u>755,755</u>
Investment in State Treasurer's Pool				2,883,932	2,883,932
Total investments, component units				<u>\$ 3,639,687</u>	<u>\$ 3,639,687</u>

The degree of risk associated with the investments held by the State Treasurer's Pool depends on the underlying portfolio. Therefore, these amounts are not categorized according to risk. The money market mutual funds shown above as investments are not subject to Federal Deposit Insurance Corporation coverage. The City has elected to report essentially all investments at fair value.

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A summary of restricted and unrestricted cash, cash equivalents and investments at June 30, 2004 is as follows:

	Primary Government	Component Units
Unrestricted cash and cash equivalents	\$ 296,148,473	\$ 693,964
Restricted cash and cash equivalents	111,721,585	7,179
Unrestricted investments	2,207,592	2,882,018
Restricted investments	1,132,490	-
Total	\$ 411,210,140	\$ 3,583,161
Deposits	\$ 696,418	\$ (57,901)
Investments	410,414,154	3,639,687
Cash on hand	99,568	1,375
Total	\$ 411,210,140	\$ 3,583,161

Included in both deposits and investments are cash equivalents with an original maturity of ninety days or less. For statement of cash flows and balance sheet purposes, only those items with maturities of ninety days or less when purchased are considered cash and cash equivalents. The balance sheet amount for unrestricted cash and cash equivalents has been reduced by a total \$635,295 in pooled cash overdraft. The funds with cash overdrafts were Community Development Operating special revenue fund (\$19,243) and Information Management Services internal service fund (\$616,052).

3. Loans Receivable

The Housing Loans Fund (a special revenue fund) provides loans to residents for improvements in existing housing within designated project areas. Some loans are payable in monthly installments, others are due on sale or transfer of ownership of the related property, and other loan payments are deferred. These loans have interest rates ranging from 0% to 7% and are collateralized by property or a letter of credit. Housing loans receivable as of June 30, 2004 were \$27,073,720, net of \$40,726 estimated as uncollectible.

The Grants Operating Fund (a special revenue fund) provides loans for commercial construction. The loans receivable at June 30, 2004 were \$10,681,834 net of an allowance for uncollectible loans of \$4,000,000. Most of these loans are payable in monthly or quarterly installments. One loan has no payment due until the related housing project realizes an operating profit, though interest continues to accrue. These loans have interest rates ranging from 0% to 8.5% and are collateralized by trust deeds on property with the City as a second mortgage holder or by equipment and other assets.

The Redevelopment Agency (RDA - an enterprise fund) provides housing loans to homeowners and construction loans to contractors within a designated area of the City. These loans total \$22,090,996 at June 30, 2004, are payable in monthly installments, bear interest from 0% to 7.0% and are collateralized by property, letters of credit or restricted cash accounts.

4. Restricted Assets

The bond resolutions require all bond proceeds and revenue earned on bond proceeds to be restricted to the payment of bond construction projects specified within the resolutions, the payment of bond principal and interest, and the renewal and replacement of specified property and equipment. Certain Water Utility certificates of deposit are also restricted for consumer deposits and for contributions for reservoir and supply line construction.

Restricted assets in the Department of Airports (an enterprise fund) are restricted under the revenue bond resolution for the purpose of paying bond principal and interest and for construction of specific Airport facilities.



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Also, certain assets are restricted for operating and maintenance costs, and for renewal and replacement of property and equipment.

Restricted assets in the Redevelopment Agency (an enterprise fund) are restricted by provision of bond resolutions.

Restricted assets in the Demolition, Weed and Forfeiture special revenue fund are restricted while awaiting the adjudication of Police Department asset seizures related to criminal cases.

Restricted assets in the Housing Loans Fund (a special revenue fund) are restricted for use in accordance with grant or financing provisions.

Restricted assets in the Capital Projects Fund are restricted debt proceeds to be used for capital construction.

Restricted assets in the Water, Sewer and Storm Water Utilities (enterprise funds) are restricted by bond resolution or contractual agreement for debt service.

Restricted assets in the Refuse Collection enterprise fund are assets held by a trustee and are restricted for the purchase of capital equipment funded by debt proceeds.

Restricted assets in the Other Improvement debt service funds are restricted for debt service.

SALT LAKE CITY CORPORATION  
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5. Capital Assets

The following two tables summarize the changes in capital assets for governmental and business-type activities during the year ended June 30, 2004:

Primary Government	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 160,610,144	\$ 4,399,609	\$ (380)	\$ 165,009,373
Construction in progress	16,405,776	7,135,352	(4,866,713)	18,674,415
Total capital assets, not being depreciated	<u>177,015,920</u>	<u>11,534,961</u>	<u>(4,867,093)</u>	<u>183,683,788</u>
Capital assets, being depreciated				
Buildings	176,086,604	29,737,603	(22,449)	205,801,758
Improvements other than buildings	55,519,682	3,570,374	(29,354,102)	29,735,954
Machinery and equipment	65,770,126	6,728,700	(4,160,300)	68,338,526
Infrastructure	198,079,283	23,137,170	(5,782,973)	215,433,480
Total capital assets being depreciated	<u>495,455,695</u>	<u>63,173,847</u>	<u>(39,319,824)</u>	<u>519,309,718</u>
Less accumulated depreciation:				
Buildings	26,444,489	4,981,308	(18,159)	31,407,638
Improvements other than buildings	11,437,147	1,057,026	(29,476)	12,464,697
Machinery and equipment	41,715,534	7,509,649	(4,268,068)	44,957,115
Infrastructure	89,503,375	6,461,383	(5,782,972)	90,181,786
Total accumulated depreciation	<u>169,100,545</u>	<u>20,009,366</u>	<u>(10,098,675)</u>	<u>179,011,236</u>
Total capital assets, being depreciated net	<u>326,355,150</u>	<u>43,164,481</u>	<u>(29,221,149)</u>	<u>340,298,482</u>
Governmental activities capital assets, net	<u>\$ 503,371,070</u>	<u>\$ 54,699,442</u>	<u>\$ (34,088,242)</u>	<u>\$ 523,982,270</u>
Business-type activities				
Capital assets, not being depreciated:				
Land	\$ 79,146,163	\$ 5,076,606	\$ (6,749)	84,216,020
Construction in progress	45,539,690	36,528,882	(7,986,209)	74,082,363
Total capital assets, not being depreciated	<u>124,685,853</u>	<u>41,605,488</u>	<u>(7,992,958)</u>	<u>158,298,383</u>
Capital assets, being depreciated				
Buildings	392,493,081	2,248,685	(546,788)	394,194,978
Improvements other than buildings	892,512,822	41,850,688	(2,550,038)	931,813,472
Machinery and equipment	116,116,443	11,509,057	(3,139,536)	124,485,964
Total capital assets being depreciated	<u>1,401,122,346</u>	<u>55,608,430</u>	<u>(6,236,362)</u>	<u>1,450,494,414</u>
Less accumulated depreciation:				
Buildings	147,256,440	13,428,260	(322,723)	160,361,977
Improvements other than buildings	297,123,688	39,919,937	(2,516,749)	334,526,876
Machinery and equipment	79,568,378	10,240,134	(13,867,257)	75,941,255
Total accumulated depreciation	<u>523,948,506</u>	<u>63,588,331</u>	<u>(16,706,729)</u>	<u>570,830,108</u>
Total capital assets, being depreciated net	<u>877,173,840</u>	<u>(7,979,901)</u>	<u>10,470,367</u>	<u>879,664,306</u>
Business-type activities capital assets, net	<u>\$ 1,001,859,693</u>	<u>\$ 33,625,587</u>	<u>\$ 2,477,409</u>	<u>\$ 1,037,962,689</u>

Depreciation expense for the year ended June 30, 2004 for governmental and business type activities is shown in the table on the following page.

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5. Capital Assets - Continued

	Depreciation Expense
Governmental activities:	
City Council	\$ 8,810
Mayor	2,350
City Attorney	13,964
Management Services	3,180,873
Fire	348,876
Police	1,374,093
Community and Economic Development	56,694
Public Services	1,324,820
Infrastructure Depreciation	6,461,379
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	7,237,507
Total depreciation expense - governmental activities	\$ 20,009,366
Business-type activities:	
Water	\$ 5,225,620
Airport Authority	38,777,110
Redevelopment Agency	1,731,556
Other activities	6,752,999
Total depreciation expense - business-type activities	\$ 52,487,285

Capital asset information for the City's component unit, the Salt Lake City Library shows as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated -				
Land	\$ 590,554	\$ -	-	\$ 590,554
Capital assets, being depreciated				
Buildings	9,900,067	445,600	(2,218,379)	8,127,288
Improvements other than buildings	317,116	-	-	317,116
Machinery and equipment	18,582,443	1,332,538	(1,224,461)	18,690,520
Total capital assets being depreciated	28,799,626	1,778,138	(3,442,840)	27,134,924
Less accumulated depreciation:				
Buildings	3,947,991	365,184	(2,079,431)	2,233,744
Improvements other than buildings	204,330	23,036	-	227,366
Machinery and equipment	6,490,474	3,201,013	(1,224,461)	8,467,026
Total accumulated depreciation	10,642,795	3,589,233	(3,303,892)	10,928,136
Total capital assets, being depreciated net	18,156,831	(1,811,095)	(138,948)	16,206,788
Component unit capital assets, net	\$ 18,747,385	\$ (1,811,095)	\$ (138,948)	\$ 16,797,342

6. Long-term obligations

Changes in long-term obligations

Revenue bonds and other long-term liabilities directly related to and intended to be paid from proprietary funds are included in the accounts of such funds. All other long-term obligations of the City are accounted

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for in the Governmental Activities of the government-wide statements. The following table summarizes changes in long-term obligations for the year ended June 30, 2004.

Long Term Debt	Amount of Original Issue (bonds only)	Balance June 30, 2003	Additions	Retirements	Balance June 30, 2004	Due Within One Year
<b>Governmental Activities</b>						
General obligation bonds	\$ 81,000,000	\$ 24,075,000	\$ -	\$ 2,965,000	\$ 21,110,000	\$ 3,095,000
General obligation bonds	22,650,000	19,130,000	-	2,020,000	17,110,000	2,135,000
General obligation bonds	48,855,000	48,150,339	-	201,229	47,949,110	150,000
General obligation bonds	11,300,000	-	11,398,956	7,092	11,391,864	370,000
Special improvement bonds	21,453,000	808,000	18,879,000	633,000	19,054,000	825,000
Motor Fuel Excise tax revenue bonds	5,155,000	3,695,000	-	545,000	3,150,000	570,000
General GE Capital Finance Note		1,363,654	-	1,088,160	275,494	275,494
General Long-term compensation liability		14,107,172	5,040,833	4,727,926	14,420,079	1,695,345
Municipal Building Authority - 1993A	29,610,000	17,807,060	-	1,470,049	16,337,011	1,570,000
Municipal Building Authority - 1999A	13,595,000	11,891,832	-	578,638	11,313,194	610,000
Municipal Building Authority - 1999B	24,935,000	24,662,394	-	(15,975) *	24,678,369	-
Municipal Building Authority - 2001	11,855,000	11,727,607	-	220,731	11,506,876	235,000
Loan financing notes		10,549,256	1,449,117	1,017,315	10,981,058	452,767
<b>Internal Service Fund Debt:</b>						
ISF GE Capital Finance Note		6,944,451	3,265,625	3,252,961	6,957,115	3,123,054
ISF Long-term compensation liability		1,292,118	220,155	420,122	1,092,151	98,080
Total Governmental long-term debt		<u>\$ 196,203,883</u>	<u>\$ 40,253,686</u>	<u>\$ 19,131,248</u>	<u>\$ 217,326,321</u>	<u>\$ 15,204,740</u>
<b>Business-type Activities</b>						
Water 1993 series	\$ 11,110,130	\$ 5,541,898	\$ -	\$ 2,195,028	\$ 3,346,870	\$ 2,307,400
Water 1994 series	14,000,000	621,759	-	621,759	-	-
Water 1997 Series	24,515,000	22,673,400	-	329,206	22,344,194	1,075,000
Sewer 1993 series	2,389,870	1,174,348	-	449,584	724,764	472,600
Sewer 2004 series	23,525,800	-	25,380,443	38,638	25,341,805	725,800
Storm 2004 Series	7,429,200	-	8,014,877	12,202	8,002,675	229,200
Airport 1993,1993A,1993B,1993C series	115,645,000	69,528,602	-	69,528,602	-	-
Airport 2000A series	19,145,000	18,215,085	-	18,215,085	-	-
Airport 2001 series	19,200,000	18,400,000	-	18,400,000	-	-
Airport 2004A series	35,000,000	-	30,708,493	(47,584) *	30,756,077	1,725,000
Airport 2004B series	26,875,000	-	23,976,769	(130,016) *	24,106,785	1,325,000
Redevelopment Agency 1990 tax increment	24,268,008	13,533,008	-	-	13,533,008	-
Redevelopment Agency 1997A tax increment	16,505,000	9,764,761	-	1,541,658	8,223,103	1,510,000
Redevelopment Agency 1998A tax increment	24,600,000	16,129,019	-	2,405,823	13,723,196	2,485,000
Redevelopment Agency 2002a tax increment	16,190,000	14,048,065	-	2,546,463	11,501,602	2,710,000
Enterprise GE Capital Finance Note		1,893,075	837,681	756,084	1,974,672	777,469
Enterprise Notes Payable		1,152,443	-	212,551	939,892	221,163
Ent. Long-term compensation liability		7,843,208	3,467,498	3,584,561	7,726,145	1,068,653
Total Business-type long-term debt		<u>200,518,671</u>	<u>92,385,761</u>	<u>120,659,644</u>	<u>172,244,788</u>	<u>16,632,285</u>
Total long-term debt		<u>\$ 396,722,554</u>	<u>\$ 132,639,447</u>	<u>\$ 139,790,892</u>	<u>\$ 389,571,109</u>	<u>\$ 31,837,025</u>

\* (amortization of discount/deferred loss)

(Continued)

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6. Long-term obligations – (continued)

	Amount of Original Issue (bonds only)	Balance June 30, 2003	Additions	Retirements	Balance June 30, 2004	Due Within One Year
Long Term Debt						
Component Units						
Lib Long-term compensation liability		428,558	-	96,305	332,253	47,299
Total component unit long-term debt		\$ 428,558	\$ -	\$ 96,305	\$ 332,253	\$ 47,299

The annual debt requirements to maturity, including principal and interest, as of June 30, 2004 are listed in the following tables for debt with regularly scheduled payments:

Year Ending June 30	Revenue Bonds				General Obligation Bonds	
	Governmental Activities		Business Activities		Governmental Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2005	\$ 2,985,000	\$ 3,597,509	\$ 14,565,000	\$ 5,112,818	\$ 5,750,000	\$ 5,044,788
2006	3,140,000	3,443,357	11,877,586	6,095,149	6,045,000	4,700,531
2007	3,300,000	3,278,188	10,764,482	5,758,509	6,315,000	4,410,081
2008	3,470,000	3,101,853	10,789,414	5,407,933	6,620,000	4,086,344
2009	3,650,000	2,917,194	13,789,776	7,853,040	6,875,000	3,770,257
2010-2014	17,335,000	11,772,580	48,167,942	41,780,875	30,485,000	13,767,938
2015-2019	22,705,000	6,245,288	41,358,808	11,981,666	31,860,000	5,966,993
2020-2024	10,955,000	587,172	15,875,000	1,359,393	3,670,000	524,628
Subtotal	67,540,000	34,943,141	167,188,008	85,349,383	97,620,000	42,271,560
Less discount and deferred loss	554,550	-	5,583,929	-	59,026	-
Net debt	\$ 66,985,450	\$ 34,943,141	\$ 161,604,079	\$ 85,349,383	\$ 97,560,974	\$ 42,271,560

Year Ending June 30	Special Assessment Bonds		Other Debt			
	Governmental Activities		Governmental Activities		Business Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2005	\$ 825,000	\$ 238,463	\$ 3,851,315	\$ 899,189	\$ 998,632	\$ 104,465
2006	861,000	221,873	2,235,050	736,078	806,630	65,003
2007	836,000	205,235	2,003,344	641,965	640,683	37,050
2008	843,000	190,282	1,137,698	564,046	468,619	15,559
2009	770,000	177,725	574,387	517,806	-	-
2010-2014	4,344,000	711,064	3,124,388	2,047,518	-	-
2015-2019	4,925,000	444,283	3,633,899	1,007,058	-	-
2020-2024	5,650,000	153,301	1,586,737	168,598	-	-
2025-2029	-	-	66,849	5,088	-	-
Total	\$ 19,054,000	\$ 2,342,226	\$ 18,213,667	\$ 6,587,346	\$ 2,914,564	\$ 222,077

Swap payments and associated debt

Using rates as of June 30, 2004, debt service requirements of the Adjustable Rate Demand Assessment Bonds (more fully described later in this note) and net swap payments, assuming current interest rates remain the same, are shown in the table on the following page. As rates vary, variable-rate bond interest payments and net swap payments will vary.

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Variable-Rate Bonds

Year Ending June 30	Principal	Interest	Interest rate Swaps, Net	Total
2005	\$ 525,000	\$ 180,863	\$ 497,803	\$ 1,203,666
2006	550,000	175,219	482,269	1,207,488
2007	600,000	169,312	466,013	1,235,325
2008	625,000	163,013	448,673	1,236,686
2009	650,000	156,318	430,249	1,236,567
2010-2014	3,825,000	669,635	1,684,148	6,178,783
2015-2019	4,925,000	444,283	-	5,369,283
2020-2024	5,650,000	153,301	-	5,803,301
Total	<u>\$ 17,350,000</u>	<u>\$ 2,111,944</u>	<u>\$ 4,009,155</u>	<u>\$ 23,471,099</u>

Compensation Liabilities (Compensated Absences)

Vacation leave, compensatory leave, and the portion of sick leave that will eventually be paid are recognized as liabilities as they are earned. In the event of termination or retirement, an employee is reimbursed for unused accumulated vacation. Employees participating in Plan A are reimbursed for 25% of unused accumulated sick leave upon retirement, while those employees participating in Plan B are reimbursed for 50% of the earned balance of personal leave upon separation or retirement. Upon retirement any unused severance account balance is reimbursed at 100%. The liability for accumulated compensated absences at June 30, 2004 is reported in the individual funds except for the long-term portion relating to the governmental funds, which is recorded in the Governmental Activities column of the Government-wide Statements. Compensated absences have traditionally been liquidated by the fund to which the employee's salary is charged.

General Obligation Bonds

On March 1, 2001, The City issued \$22,650,000 in General Obligation Refunding Bonds Series 2001 with a final maturity in fiscal year 2011 and interest rates of 4.00 to 5.50 percent. The bonds were issued to fully pay all 1986 General Obligation bonds, including accrued interest, with maturity dates after June 15, 2001. The balance of the 1991 bonds with maturity dates after June 15, 2001 totaled \$22,935,000 and the bond proceeds, including premium and accrued interest totaled \$23,770,390. The Series 2001 bonds are not subject to call and redemption prior to maturity.

On October 1, 1999, The City issued general obligation bonds in the amount of \$81,000,000 at interest rates of 5.00 to 5.75 percent and a final maturity date in fiscal 2019. The bonds were issued to demolish vacant courts and jail complexes, construct a new 200,000 square foot main library building, an adjacent plaza and an underground parking garage, make related improvements on the same block and replace a boiler system that serves current and future buildings on the block and on the block directly east. Part of the proceeds were used to defease a portion of the MBA Series 1993A bonds that were used to improve part of the demolished facilities (see below for a more detailed description of the defeasance). The bonds maturing on or prior to June 15, 2010 are not subject to optional redemption prior to maturity, while those maturing on or after June 15, 2011 are subject to redemption at the election of the City on June 15, 2010 and on any date thereafter, prior to maturity. The redemption price is equal to 100% of the principal

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amount plus accrued interest on the bonds redeemed.. As noted below a portion of the 1999 bonds were defeased on August 7, 2002. The remaining balance of the defeased bonds at June 30, 2004 was \$45,355,000

On August 7, 2002, The City issued General Obligation Bonds, Series 2002 with a par amount of \$48,855,000, an original issue premium amount of \$5,236,688 and issuance cost of \$312,670, netting to \$53,779,018. The proceeds of this bond were used for: (1) \$3,106,376 for city construction and (2) \$50,672,642 deposited in an irrevocable escrow account with an escrow agent to provide for all future debt service payments on the affected \$45,355,000 portion of the 1999 bonds. As a result, \$45,355,000 is considered to be defeased and the liability for those bonds was removed from the balance sheet. The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$5,317,642. This difference, reported as a reduction in bonds payable is charged as interest expense through June 30, 2019 using the effective interest method. The Series 2002 General Obligation Bonds maturing on or prior to June 15, 2017, are not subject to call and redemption prior to maturity. Those maturing on or after June 15, 2018 are subject to redemption at the option of the City on or any date after June 15, 2012. The redemption price is 100% plus accrued interest to the redemption date.

On April 22, 2004, the City issued General Obligation Bonds Series 2004A (Series 2004A) with a par amount of \$11,300,000. The bonds were issued with a premium of \$98,956 and the City paid \$169,463 in issue costs, resulting in net proceeds of \$11,229,493. The purpose of the bonds is to make improvements at Hogle Zoo and Tracey Aviary. The improvements at the zoo include an expansion of the elephant and rhinoceros exhibit along with the expansion and renovation of the feline building. The Tracey Aviary project consists of the acquisition and construction of an outdoor exhibit that includes yards, an enclosed walk-through flight cage, holding spaces and viewing areas. Bonds maturing on or prior to June 15, 2014 are not subject to call and redemption prior to maturity. Bonds maturing on or after June 15, 2015 are subject to redemption at the option of the City on June 15, 2014 or on any date thereafter, in whole or in part, as selected by the City at the redemption price of 100% of the principal amount plus any accrued interest to the redemption date.

Special Improvement Bonds with Governmental Commitment

Principal and interest on special improvement bonds are paid from special assessment collections. A separate fund, the Special Improvement Debt Service Fund, has been established to contain the receipts derived by the City from the special assessments levied upon the property included in the special improvement districts together with interest on the assessments and if necessary additional funds transferred by the City to the debt service fund. Under the terms of the special improvement bond resolutions and state law, the City has agreed to maintain a special improvement guaranty account for the benefit of the bondholders. This account is to receive a tax levy of .0002, unless the account is equal to or greater than 10% of all outstanding special improvement bonds issued after April 1, 1990. The special improvement guaranty account is \$472,589 at June 30, 2004. The City is legally obligated to transfer funds from the guaranty account if sufficient debt service funds are not available. The City is also committed to assume responsibility for the debt in the event of default. These bonds bear rates between 1.75 and 5.40 percent and have a final maturity in fiscal year 2013.

Special Improvement bonds without Governmental Commitment

On December 3 2003 the City issued \$17,600,000 in Adjustable Rate Demand Assessment Bonds (Gateway Project), Series 2003. These bonds were issued to finance construction of a roadway with sidewalk, curb and gutter in the Gateway development area and are secured only by assessments levied by the City on the property with the assessment district. The bonds have a final maturity in Fiscal 2024 and initially carry a weekly variable interest rate with a maximum annual rate of 10 percent. The weekly rate is determined by the Remarketing Agent at a rate that will permit the bonds to be remarketed on the first day of the respective interest period at par, plus accrued interest. Any bond in this series can be converted by the City to a fixed rate on any Fixed Rate Conversion Date, which is the Weekly Rate Interest Payment Date. Once converted, the affected bonds will remain at a fixed rate until maturity or redemption. In conjunction with the issuance of these 2003 Bonds, the City entered into an interest rate swap agreement (more fully described in note 1) with a financial institution. For the period of the swap agreement, the City will pay a fixed rate of 3.94 percent on the notional amount (which matches the outstanding bond amount) of the swap.

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Motor Fuel Bonds

On December 1, 1999, the City issued \$5,155,000 Motor Fuel Excise Tax Revenue Bonds that bear interest at 4.45 to 5.15 percent and have a final maturity in fiscal year 2009. The 1999 series bonds, which are not subject to redemption, were issued to finance the construction or repair of streets located within the corporate boundaries of Salt Lake City, Utah. The City has pledged motor and special fuel excise taxes (Class C road funds) as collateral for these revenue bonds.

Water and Sewer Utility Bonds and Debt

The bond resolution approved in conjunction with the issuance of the Salt Lake City Water and Sewer Revenue Bonds provides, among other things, that certain funds be established and that certain accounting procedures be followed. Under the terms of the resolution, the City irrevocably pledged the net revenues of the Water and Sewer Utilities to the payment of the bonds and covenanted that rates will be established to yield net revenues, as defined, equal to at least 1.25 times the debt service to become due in the next fiscal year.

The Series 1993 Water and Sewer Revenue Refunding Bonds' (rates from 2.90 to 5.70 percent and final maturity in fiscal 2013) principle purpose was to refund a portion of the Series 1986 Bonds in the amount of \$9,635,000, maturing on or after February 1, 2001 through February 1, 2005, with an average interest rate of 7.5%.

On July 19, 1994, the Utilities issued \$14,000,000 in Water, Sewer, and Storm Water Improvement Revenue Bonds with interest rates from 3.50% to 3.65 percent and a final maturity in fiscal 2015. The principle purpose of these bonds is to finance construction of Water Utility capital improvement projects. The bonds were discounted by \$134,399 and incurred bond issue costs of \$235,634 resulting in net proceeds of \$13,629,967. A portion of the 1994 bonds was defeased on November 1, 1997. The defeased amount of \$8,620,000 was outstanding on June 30, 2004.

On November 1, 1997, the Water Utility issued \$24,515,000 in Revenue Bonds. The principal purpose of the Series 1997 bonds was to defease a portion of the 1991 and 1994 Series Bonds and to finance the acquisition of certain improvements to the water, sewer, and storm water system. The bonds have rates from 4.00 to 5.25 percent and a final maturity during fiscal 2017. Net proceeds (net of discount of \$135,465 and payment of bond issue costs of \$267,188) amounted to \$24,112,347. As noted above, \$8,620,000 of the 1994 bonds, was defeased through the establishment of an irrevocable trust escrow consisting of cash and noncallable direct obligations of the United States Government.

On February 1, 2004, the Sewer and Stormwater Utilities issued \$30,955,000 in Revenue Bonds. The principle purpose of the Series 2004 bonds is to finance a major upgrade at the Sewer Treatment Plant and a new storm system trunk line. Net proceeds (after payment of bond issue costs of \$381,233) was \$33,344,480, including a \$2,389,480 premium.

Department of Airports Bonds

The bond resolution approved in conjunction with the issuance of the Airport revenue bonds provides, among other things, that certain funds be established and certain accounting procedures be followed. Under the terms of this resolution, the City irrevocably pledged the net revenues of the City airports to the payment of the bonds and covenanted that rates will be established to yield net revenues, as defined, equal to at least 1.25 times the debt service to become due in the next fiscal year.

During the year ended June 30, 1999, the Airport entered into an interest rate swap transaction with a major financial institution in order to reduce the fixed interest rate on the 1990, 1993 and 1993A series bonds. Under this interest rate swap agreement, (Swap Agreement), the Airport agreed to pay a fixed interest rate above the current market rate, but less than the stated rate on the Bonds. As a result, the financial institution made a non-refundable \$4,606,950 payment to the Airport, which was recorded as a deferred gain. The deferred gain was to be amortized over the life of the related bonds using the effective interest method. See below for detail on the redemption or refinancing of the bonds listed in this swap agreement.



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The 1993 Series Revenue Refunding Bonds with rates of 7.4% to 7.5% were subject to redemption as defined in the Swap Agreement after June 1, 2003, in such order of maturities as shall be directed under the terms of the Swap Agreement at redemption prices equal to the principal amount plus a premium ranging up to 2% of the principal amount. On May 30, 2003, the Airport terminated the Swap Agreement on the 1993 series bond (the "Swap Termination") with a financial institution. Under the Swap Termination, the financial institution agreed to accept a lump sum payment to release the Airport from its fixed-interest rate swap obligation. The Airport made a payment of \$1,847,000 to the financial institution. Because the bonds were redeemed during Fiscal 2004, the remaining deferred loss was charged to interest expense. The Airport also paid a \$218,600 redemption premium.

The 1993A Series Revenue Bonds with rates of 4.15% to 5.65% were subject to redemption as defined in the Swap Agreement after December 1, 2003, in such order of maturities as shall be directed under the terms of the Swap Agreement at redemption prices equal to the principal amount plus a premium ranging up to 2% of the principal amount. The 1993A bonds were redeemed during Fiscal 2004 and the Airport paid a \$648,900 redemption premium.

The 1993B Series Revenue Refunding Bonds with rates of 2.5% to 5.5% were subject to redemption at the election of the City after December 1, 2003, in such order of maturities as shall be directed by the City at redemption prices equal to the principal amount plus a premium ranging up to 2% of the principal amount. The 1993B bonds were refinanced during Fiscal 2004 with the 2004B bonds (see below for more details).

On June 29, 2000, the Airport issued \$19,145,000 in Adjustable Rate Airport Revenue Refunding Bonds, Series 2000A (Series 2000A Bonds) pursuant to the Swap Agreement. Under the Swap Agreement, the Airport will pay a fixed interest rate of 6.63% on the Series 2000A Bonds. The principal purpose of the Series 2000A bonds was to refund all outstanding Series 1990 Revenue Bonds with maturity dates on or after July 1, 2000. The amount subject to refunding was \$18,570,000, with an interest rate of 7.25%. Proceeds were also used to pay certain costs of issuance of the Series 2000A Bonds. In addition, the Airport paid a premium of \$371,400 to redeem the Series 1990 Bonds. The 2000A bonds were refinanced by the 2004A bonds during Fiscal 2004 (see below for more details).

On December 19, 2001, the Airport issued \$19,200,000 in Adjustable Rate Airport Revenue Bonds, Series 2001. The net proceeds, after paying certain issuance costs, were issued to finance the costs of facilities at the Airport for use by SkyWest Airlines. The 2001 bonds were refinanced with the 2004A bonds (see below for more details).

Initially, both issues (2000 and 2001) of bonds bore interest at a weekly rate, but could have borne interest at a daily rate, a flexible time period rate between one and 270 days or a long-term rate, which would normally be at least six months. The rates were set by their respective remarketing agent for each bond issue, Goldman Sachs for the 2000 bonds and Salomon Smith Barney Inc. for the 2001 bonds. The rate for both issues had a maximum of 12 percent and will be set as the minimum rate necessary to have been priced under the then prevailing market conditions at their principal amount.

On February 20, 2004, The Airport terminated the Swap Agreement on the 2000A Bond ("the Second Swap Termination") with a financial institution. Under the Second Swap Termination, the financial institution agreed to accept a lump sum payment to release the Airport from its fixed-interest rate swap obligation. As a result, the Airport made a payment of \$4,545,000 to the financial institution, which is included as part of the deferred loss on refunding and defeasance. The deferred loss will be amortized over the life of the Series 2004A Bond, which replaced the Series 2000A Bond.

On February 20, 2004, the Airport issued \$35,000,000 in Adjustable Rate Revenue Refunding Bonds, Series 2004A (the Series 2004A Bond). The principal purpose of the Series 2004A Bond was to refund in full the Series 2000A and 2001 bonds. The refunding created a deferred loss of \$1,237,397 due to unamortized issue and discount costs as well as unamortized interest income and expense generated by the terminated interest rate swap arrangement. The deferred loss and the swap income and expense will be amortized using the effective interest rate method over the life of the 2004A Bond. The capitalized issuance costs associated with the issuance of the Series 2004A bonds were \$492,482 and are being amortized over the life of the bond. There was no premium or discount associated with the issuance of the Series 2004A Bond.

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On February 20, 2004, the Airport issued \$26,875,000 in Adjustable Rate Airport Revenue Refunding Bonds, Series 2004B (the "Series 2004B Bonds"). The principal purpose of the 2004B Bonds was to refund in full the Series 1993B Revenue Refunding Bonds. This refunding created a deferred loss of \$2,763,856 that will be amortized using the effective interest rate method over the life of the 2004B bonds. The capitalized issuance costs associated with the issuance of the 2004B bonds were \$877,453 and are being amortized over the life of the bonds.

Municipal Building Authority Bonds

In June 1993, the Municipal Building Authority issued \$29,610,000 in Lease Revenue Bonds (1993A) at rates from 2.75 to 6.00 percent with a final maturity date in fiscal 2015. Of the total proceeds, \$6,084,376 was used to partially defease the February 1988 and April 1990 issues. The defeased February 1988 bonds had a maturity date of October 15, 2002 and were paid at that time. The defeased April 1990 bonds had a maturity date of October 15, 2000, and were redeemed at that time. The original bonds were issued to purchase streetlights, garbage trucks and cans, telephone equipment, purchase and renovate a building and parking structures, and construct the Steiner Aquatic Center.

A portion (\$410,000) of the 1993A bonds was defeased with part of the proceeds of the \$81,000,000 1999 General Obligation Bonds. One of the purposes for the issuance of the 1993A bonds was to renovate a parking structure. That parking structure was demolished to make way for a new building and therefore necessitated the defeasance of the affected portion of the 1993A bonds.

On July 1, 1999 the Municipal Building Authority issued \$13,595,000 in Lease Revenue and Refunding Bonds (Series 1999A). The Authority issued the bonds to (1) defease and refund all of the \$4,095,000 outstanding Series 1991A bonds, (2) purchase a City office building, the land on which the building is located, and finance improvements to the building, (3) prepay a lease relating to golf course equipment used at a City golf course and (4) pay costs related to the issuance of the 1999A bonds. They have interest rates from 3.75 to 5.40 percent and a final maturity during fiscal year 2020

On November 1, 1999 the Municipal Building Authority issued \$24,935,000 in Lease Revenue Bonds Series 1999B (Series 1999B) at rates from 5.00 to 5.75 and a final maturity during fiscal year 2020. The principal purpose for issuing these bonds is (1) construct and equip an ice arena facility, the Steiner Ice Sheet, (2) add to and improve an existing fire training facility and (3) acquire and improve the land and facilities of a public park.

On July 1, 2001, The Municipal Building Authority issued \$11,855,000 in Lease Revenue Bonds, Series 2001. The proceeds of the bonds, net of a original issue discount in the amount of \$133,107 are being used to: (1) Purchase and renovate a building to be used as the City's Justice Court Complex; (2) Remodel and refurbish an existing building that will be used as a police precinct; and (3) pay certain costs of issuance, fund a reserve, and make initial debt payments. These bonds were issued at rates from 4.00 to 5.20 percent and have a final maturity in fiscal 2021.

Redevelopment Agency Bonds

The master indenture approved in conjunction with the issuance of Tax Increment Revenue Bonds provides, among other things, that certain funds are established and certain accounting procedures be followed. Under the terms of this indenture, the Redevelopment Agency irrevocably pledged the incremental property tax revenues and investment income of the Agency to the payment of the bonds and covenanted that the estimated annual tax increment revenues will be equal to at least 1.25 times the debt service to become due in the next fiscal year.

In December of 1990, the Redevelopment Agency as a participating member, remarketed \$24,268,008 of Utah Municipal Finance Cooperative Local Government Revenue Bonds (Senior Lien Obligation) at rates from 6.10 to 7.35 percent. The bonds were remarketed as \$10,735,000 current interest serial bonds due between March 1, 1994 and March 1, 2005 and \$13,533,008 capital appreciation bonds due March 1, 2006 to March 1, 2015. The bonds are collateralized by and will be repaid with incremental property taxes received by the Redevelopment Agency. The serial bonds are subject to redemption on interest dates beginning March 1, 2001 in inverse order of maturity at 100% of the principal amount plus accrued interest. The capital appreciation bonds are not subject to redemption. On June 3, 2002, the outstanding balance of the serial bonds was fully refunded. The capital appreciation bonds have imputed interest as there is no payment of interest on any of the maturities until March 1, 2006. The amount accreted in Fiscal 2004 was \$2,474,598.

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On August 1, 1997, the Redevelopment Agency issued \$16,505,000 of Neighborhood Redevelopment Tax Increment Revenue Refunding Bonds Series 1997A with interest rates of 4.15 to 5.5 percent and a final maturity during fiscal year 2008. The net proceeds along with available reserve funds from the Series 89A Tax Increment bonds were used to fully pay the outstanding \$17,625,000 balance of the Series 89A Tax Increment bonds.

On March 1, 1998, the Redevelopment Agency issued \$24,600,000 of Neighborhood Redevelopment Tax Increment Revenue Bonds Series 1998A with interest rates of 3.8 to 4.65 and final maturity during fiscal year 2008. The Series 1998A Bonds were issued for the purpose of financing all or a portion of the costs of improvements related to the implementation of light rail service to downtown Salt Lake City, street lighting, plaza improvements, and other related costs in the Redevelopment Project Area.

On April 1, 2002 the Redevelopment Agency issued \$16,190,000 principal amount Central Business District Neighborhood Redevelopment Junior Lien Tax Increment Revenue Refunding Bonds Series 2002A at rates of 3.75 to 5.25 percent and a final maturity during fiscal year 2015. The agency received net proceeds of \$16,513,371, including accrued interest, original issue premium and issuance costs. The bonds were issued solely to fully refund the serial portion of the series 1990 bonds and fully refund the remaining outstanding balance of the series 1992 bonds.

Other

The various financing notes payable bear interest at 2.74 to 8.27 percent. Tax anticipation notes totaling \$21,000,000 were issued and repaid during fiscal 2004.

7. Reserved Fund Equity

Amounts reserved for restricted assets represent that portion of fund balance or net assets that is legally restricted for the payment of debt service, operations and maintenance, renewal and replacement of property and equipment.

Amounts reserved for encumbrances represent that portion of fund balance that has been segregated pending vendor performance on purchase commitments or contracts outstanding at June 30, 2004.

Amounts reserved for guarantee of special improvement bonds represent that portion of fund balance restricted by state law to guarantee the payment of special improvement bond principal and interest.

Amounts reserved for the retirement of debt represent that portion of fund balance restricted by bond agreements for the payment of debt service requirements.

Amounts reserved for loans receivable represent the unpaid portion of the loan principal that is not related to offsetting obligations.

Amounts reserved for land and buildings held for resale represent the acquisition costs of real property purchased with the intent of reselling rather than holding for use as a capital asset.

8. Deficit Fund Balances/Net Assets, Expenditures and Other Uses that Exceed Appropriations in Individual Funds

Expenditures in the E-911 special revenue fund exceeded budget by \$43,885. Needed purchases of replacement equipment was higher than anticipated.

Expenses (including transfers out) in the Fleet Management internal service fund exceeded budget by \$2,370,730. A large percentage (55%) of the vehicle purchases were financed under a master agreement with a financial institution. Those acquisitions did not initially flow through the City's financial system and were not charged as a budgetary item until after the fiscal year closed.

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Transfers out exceeded budget in the following funds by the following amounts, The CDBG Operating (\$412,372), Grants Operating (\$377,762), Donations (\$54,181) special revenue funds, Water Utility (\$22,698), Sewer Utility (\$17,600), Storm Water Utility (\$311), Refuse (\$49) Golf (\$46) enterprise funds, Information Management Services (\$471) and Risk Management (\$5,834) internal services funds. These over budget conditions arose because of misclassifications in the budget between expenditures and transfers out.

9. General Fund Interfund Service Charges

The General Fund charges certain proprietary and special revenue funds, the Capital Projects Fund and the Library component unit for various services. These transactions have been recorded as revenue and expenses or expenditures to the funds as if they involved organizations external to the City, which are generally eliminated for the government wide statements. The amounts of the charges to those funds for the year ended June 30, 2004, are as shown on the following table:

	General Fund charges for:				Total
	Administrative services	Fire protection services	Police protection services	Engineering and other services	
Enterprise funds:					
Intermodal Hub	\$ -	\$ -	\$ -	\$ 89,297	\$ 89,297
Water Utility	602,565	-	-	-	602,565
Sewer Utility	134,745	-	-	-	134,745
Storm Water Utility	35,318	-	-	-	35,318
Airport	1,150,280	3,302,434	97,000	-	4,549,714
Refuse Collection	136,405	-	-	107,179	243,584
Golf	135,870	-	-	174,303	310,173
Redevelopment Agency	125,140	-	-	17,513	142,653
Internal service funds:					
Fleet Management	136,243	-	-	97,040	233,283
Information Management	111,553	-	-	-	111,553
Municipal Building Auth.	-	-	-	11,958	11,958
Governmental Immunity	48,267	-	-	-	48,267
Risk Management	335,808	-	-	-	335,808
Special revenue funds					
CDBG Operating Fund	-	-	-	9,143	9,143
Grants Operating Fund	-	-	-	5,159	5,159
E 911 Dispatch	7,957	-	-	-	7,957
Capital Projects Fund	-	-	-	1,235,801	1,235,801
Subtotal, primary government	2,960,151	3,302,434	97,000	1,747,393	8,106,978
Component unit - Library	-	-	-	51,158	51,158
Total reporting entity	<u>\$ 2,960,151</u>	<u>\$ 3,302,434</u>	<u>\$ 97,000</u>	<u>\$ 1,798,551</u>	<u>\$ 8,158,136</u>

10. Transfers

Transfers were made to and from several funds during the course of the year ended June 30, 2004. The principal reason for operating transfers is to provide the receiving fund resources to carry out the activities for which the receiving fund was created. The more significant examples are transfers from the General Fund to the Capital Projects Fund, to Fleet Management for the purchase of governmental fund vehicles, and to Governmental Immunity to pay general liability claims. Also, transfers from the Capital Projects Fund to Debt Service Funds provide resources to make scheduled principal and interest payments. The following tables show the detail of transfers.

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	Transfers in to:		
	General	Capital Projects	Housing Loans
<u>Transfers out from:</u>			
General Fund	\$ -	\$ 21,846,751	\$ -
Capital Projects	-	-	-
Housing Loans	-	570,883	-
Water	-	-	-
Airport	-	-	-
Redevelopment	-	-	-
Nonmajor Governmental	1,484,541	50,000	739,045
Nonmajor Proprietary	-	-	-
Internal Service	-	-	-
	<u>\$ 1,484,541</u>	<u>\$ 22,467,634</u>	<u>\$ 739,045</u>

	Transfers in to:		
	Nonmajor Governmental	Internal Service	Total
<u>Transfers out from:</u>			
General Fund	\$ 450,344	\$ 6,128,356	\$ 28,425,451
Capital Projects	10,636,616	3,488,814	14,125,430
Housing Loans	833,901	-	1,404,784
Water	-	22,698	22,698
Airport	-	39,910	39,910
Redevelopment	-	3,890	3,890
Nonmajor Governmental	4,181	258,500	2,536,267
Nonmajor Proprietary	-	30,380	30,380
Internal Service	-	21,628	21,628
	<u>\$ 11,925,042</u>	<u>\$ 9,994,176</u>	<u>\$ 46,610,438</u>

11. Risk Management

The City is self-insured for general liability claims, except for liability incurred at the Airport. The Airport liability policy has a limit of \$500,000,000 with no deductible. The Governmental Immunity Fund (an internal service fund) has been established to pay liability claims other than those at the Airport along with certain City Attorney expenses. The City has an all risk property insurance policy that has a limit of \$500,000,000 with a \$100,000 deductible. The Policy includes: (1) earthquake coverage of \$100,000,000 at the airport and \$50,000,000 at other locations, (2) \$100,000,000 in flood coverage for facilities that are located outside the standard report zone, (3) boiler and machine coverage to policy limit with a \$25,000 deductible, (4) fine art coverage of \$10,000,000 with a \$25,000 deductible. The City is self insured for property loss above the limits and below the deductibles. The Treasurer is covered under a \$10,000,000 bond with no deductible.

The City also has: (1) public employee dishonesty insurance (an employee blanket bond) with a \$1,000,000 limit per occurrence and a \$50,000 deductible (2) a forgery or alteration policy with a \$25,000 limit and a deductible of \$250 and (3) a theft, disappearance and destruction policy with a limit of \$25,000 and a \$250 deductible. The City also has excess workers' compensation insurance with statutory limits and a \$1,500,000 self-insured retention. The City is self insured for loss above the limits and below the deductibles. The operating departments of the General Fund or proprietary funds assume financial responsibility for risk retained by the City for property damage. Further, the City is self-insured for employee long-term disability, unemployment and \$1,500,000 retention for workers' compensation. The Risk Management Fund (an internal service fund) has been established to pay these claims along

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June 30, 2004

with health insurance premiums and certain administrative expenses. During the past three fiscal years, there have been no settlements that exceeded insurance coverage.

Changes in the estimated claims payable liability carried in the accrued liabilities of the Risk Management Fund since July 1, 2002 shows in the table below:

A liability is recorded for any claims or judgments when information available prior to issuance of the financial statements indicates it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Incurred but not reported events, if any, are included in the statements.

	Beginning of fiscal year liability	Current year claims and changes in estimates	Claim payments	Balance at fiscal year end
2002-2003				
Long term disability	\$ 1,012,000	\$ 286,619	\$ (320,619)	\$ 978,000
Workers' compensation	2,168,000	1,170,027	(1,026,027)	2,312,000
Unemployment compensation	17,859	318,411	(313,270)	23,000
	<u>\$ 3,197,859</u>	<u>\$ 1,775,057</u>	<u>\$ (1,659,916)</u>	<u>\$ 3,313,000</u>
2003-2004				
Long term disability	\$ 978,000	\$ 548,404	\$ (502,828)	\$ 1,023,576
Workers' compensation	2,312,000	640,404	(1,187,404)	1,765,000
Unemployment compensation	23,000	284,029	(251,587)	55,442
	<u>\$ 3,313,000</u>	<u>\$ 1,472,837</u>	<u>\$ (1,941,819)</u>	<u>\$ 2,844,018</u>

12. Pension Plans

Identification - The City participates in three cost-sharing multiple-employer public retirement systems (PERS) and one multiple-employer agent PERS. These are defined benefit retirement plans covering public employees of the State of Utah and employees of participating local governmental entities. The systems are administered under the direction of the Utah State Retirement Board whose members are appointed by the governor of Utah.

Plan provisions - City police officers are covered by the Public Safety Contributory and Noncontributory System (Public Safety System), the one multiple employer-agent system. Firefighters are covered by the Firemen's System and substantially all other permanent City employees are covered by either the Contributory System or the Noncontributory System. The Noncontributory System was implemented in 1986 as a result of legislation by the State of Utah. The Noncontributory System is mandatory for all new full time employees other than police and firefighters. Current employees were given the opportunity to remain with their present retirement plan or to convert membership to the new Noncontributory system that provides a benefit formula using a three-year rather than a five-year average salary. Other legislation enhanced death benefits for public employees, removed time limitations on re-deposits in the Firemen's System, amended the laws on disability within the Public Safety System, and tightened the laws governing refunds. The systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1951 as amended. The Utah State Retirement Office Act in Chapter 49 provides for the administration of the Utah Retirement Systems and Plans under the direction of the Utah State Retirement Board (Board). The systems issue a publicly available financial report that includes financial statements and required supplementary information for the Local Governmental Contributory Retirement System, Local Governmental Noncontributory Retirement System, Public Safety Contributory Retirement System, Public Safety Noncontributory Retirement System, and Firefighters Retirement System. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772. A brief summary of eligibility and benefits is presented on the next page.

SALT LAKE CITY CORPORATION  
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	Contributory System	Noncontributory System	Public Safety Contributory and Noncontributory and Firefighters' Systems
Highest average salary	Highest 5 years	Highest 3 years	Highest 3 years
Years of service required and/or age eligible for benefit	30 years any age 20 years age 60 - 61 10 years age 62 - 64 4 years age 65	30 years any age 25 years any age (with actuarial reduction) 20 years age 60 - 61 10 years age 62 - 64 4 years age 65	20 years any age 10 years age 60 4 years age 65
Benefit percent per year of service	1.15% per year to June 1967 1.25% per year July 1967 to June 1975 2.00% per year July 1975 to present	Beginning July 1, 1990 all new retirees in the Noncontributory system are paid 2% per year.	2.5% per year up to 20 years 2.0% per year over 20 years

Cost sharing multiple employer funding policy - The contribution rates, which are actuarially determined at June 30, 2004 are:

	Employee contributions paid by City (100% vested)	City's contribution (vested upon retirement)
Contributory	6.00 %	5.61 %
Noncontributory	-	9.62 %
Firefighters' System	7.83 %	-

The contributions for the current fiscal year and for that of the two previous fiscal years were equal to the required contributions and are presented on the following page:

System	June 30, 2004	June 30, 2003	June 30, 2002
Local Government Contributory System:			
Employer paid for employee contributions	\$ 551,763	\$ 565,935	\$ 618,058
Employer contributions	515,894	441,422	431,600
Local Government Noncontributory System	7,220,681	6,277,380	6,264,424
Firefighters' system:			
Employer paid for employee contributions	1,389,061	1,324,652	1,465,489

Salt Lake City Public Safety Retirement System - The percent of salary contribution rates for the Contributory system were 4.34% (employee contribution), 9.40% (employer for employee), and 17.61% (employer). The rate for the Noncontributory was 30.05%. The rates are the actuarial determined rates, and are authorized by statute and specified by the Utah State Retirement Board. The combined annual pension cost for the City's contributory and noncontributory public safety systems of \$6,082,305 for the fiscal year ended June 30, 2004 was equal to the City's required and actual contributions.

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
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The required contribution was determined as part of the January 1, 2003 actuarial valuation using the entry age normal cost method. The actuarial assumptions include: (a) an 8% investment rate of return (net of administrative expenses), (b) projected salary increases at 4.50% (3.50% from inflation, 1.00% from membership growth), and (c) 2.50% cost of living adjustment. Both (a) and (b) include an inflation component of 3.50%. The actuarial value of the Salt Lake City Public Safety Retirement System assets was determined using techniques that smooth the effects of short-term volatility in the fair value of investments over a 5-year period. The Salt Lake City Public Safety Retirement System unfunded actuarial accrued liability is being amortized over 30 years from January 1990 (16 years from January 1, 2004) and is a closed period. Amortization payments are designed to remain level as a percent of payroll.

Trend information and the Schedule of Funding progress over a three-year period for the Salt Lake City Public Safety Retirement System are presented as follows:

<u>Year ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage APC contributed</u>	<u>Net pension obligation</u>
June 30, 2004	\$ 6,082,305	100%	\$ -
June 30, 2003	5,484,001	100%	-
June 30, 2002	5,987,628	100%	-

<u>Actuarial valuation date</u>	<u>Actuarial value of assets</u>	<u>Actuarial Accrued Liability (AAL) entry age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funding ratios</u>	<u>Covered payroll</u>	<u>UAAL as a % of covered payroll</u>
December 31, 2003	\$ 138,148,000	\$ 177,287,000	\$ 39,139,000	78%	\$ 20,380,000	192%
January 1, 2003	129,690,000	168,084,000	38,394,000	77%	19,305,000	199%
January 1, 2002	135,031,000	158,626,000	23,595,000	85%	18,579,000	127%

Historical trend information - Historical trend information for the past 10 years is available in a separately issued financial report issued by the Utah Retirement Systems. These statistical trends provide information about progress made in accumulating sufficient assets to pay benefits when due.

13. Post-Employment Benefits

In addition to providing pension benefits, the City provides health care and life insurance benefits for retired City employees. Substantially all of the City's employees may become eligible for those benefits if they reach normal retirement age while working for the City. Although not statutorily required nor contractually obligated, the City has for many years provided health and life insurance coverage for retired employees. These benefits are expensed when incurred and are financed on a pay as you go basis. There were 601 participants that received benefits during the year ended June 30, 2004.

Depending on the plan, the retired employee contributes 51% to 74% of the cost of the insurance premiums and the City contributes 26% to 49%. Employees can prepay their contribution for a portion of the time or have amounts withheld from their retirement checks by the state retirement system and sent to the City. Any prepaid contribution is recorded as deferred revenue in the Risk Management Fund (an internal service fund). The cost of retiree health care and life insurance benefits for the year ended June 30, 2004 was approximately \$3,216,000, of which the City's expense was \$895,000.

The City also provides health, dental and employee assistance benefits to terminated employees under the federal Consolidated Omnibus Budget Reconciliation Act (COBRA). Substantially all employees are eligible for



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these benefits upon termination of employment with the City. Depending upon the qualifying event, former employees are eligible for either 18 or 36 months of benefits under this act. The premiums for this coverage plus a 2% administrative charge are paid 100% by the former employee.

14. Deferred Compensation Plans

457 Deferred Compensation Plan - The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all City employees, permits them to defer a portion of their salary until future years. Employees are eligible to voluntarily participate from the date of employment and are vested immediately upon participating. The City is not obligated and does not contribute to the Plan. The City's total payroll was \$132,116,282 for the fiscal year ended June 30, 2004. Employees contributed \$2,154,193 to the plan during the fiscal year. All amounts were transferred to the state or administering insurance companies by the due dates.

The 457 deferred monies are not available to the City or its general creditors. The 457 resources for which the City has custody and performs all administrative duties, including investment activities, under the Plan are accounted for in a fiduciary fund. Amounts held by entities other than the City do not appear in these financial statements.

401(k) Deferred Compensation Plan - The City also sponsors a deferred compensation plan under Internal Revenue Code Section 401(k) for City employees covered by any of the state retirement plans. The Utah State Retirement Board administers this Plan. The City's total payroll in the fiscal year ended June 30, 2004 was \$132,116,282. Of that amount, payroll of \$122,234,443 was eligible to participate in this Plan. The City participates at a rate of 2.65% or 1.45% of base payroll only for those current employees who changed from the contributory state retirement plan to the noncontributory retirement plan. The 2.65% applies to current employees who changed at the first opportunity in 1986 and the 1.45% applies to current employees who changed at the second opportunity in 1990. The rate of City participation was established and can be changed by City Council action. During the year ended June 30, 2004, employees contributed \$2,780,793 and the City contributed \$512,037. All contributions were made by the due dates. The 401(k) deferred compensation monies are not available to the City or its general creditors. Therefore, no assets or liabilities of the 401(k) deferred compensation plan are reflected in these financial statements.

15. Commitments and Contingencies

Commitments for major construction, capital improvement and other projects at June 30, 2004 are as follows:

Capital Projects Fund	\$ 4,898,000
Enterprise funds	<u>94,362,000</u>
Total	<u><u>\$ 99,260,000</u></u>

The City is lessee under a number of operating lease agreements, one of which is noncancelable, involving land, buildings and equipment. Rent expense during the fiscal year ended June 30, 2004 approximated \$1,568,000 of which \$1,014,000 was related to proprietary funds. The following is a schedule of future minimum rental payments required under non-cancellable operating leases as of June 30, 2004:

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NOTES TO FINANCIAL STATEMENTS  
June 30, 2004

	General Fund
2005	\$ 41,926
2006	41,926
2007	41,926
2008	41,926
2009	41,926
2010-2014	209,630
2015-2019	209,630
2020-2024	209,630
2025-2029	209,630
2030-2034	209,630
Thereafter	1,635,114
Total	\$ 2,892,894

There are sundry claims or lawsuits that have been filed against the City or its employees involving tort and civil rights matters. The City has evaluated those claims and based upon the advice of counsel, has recorded an estimated claims payable liability in the Governmental Immunity Fund (an internal service fund) to cover any expected losses.

Changes in the reported liability carried in the Governmental Immunity Fund since July 1, 2002 resulted in the changes shown in the following table :

	Beginning of fiscal year liability	Current year claims and changes in estimates	Claim payments	Balance at fiscal year end
2002-2003	2,036,242	906,652	(721,035)	2,221,859
2004-2004	2,221,859	438,900	(635,759)	2,025,000

In the normal course of operations, the City receives grant funds from various Federal Agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement that may arise as the result of audits of grant funds is not believed to be material.

16. Segment information

The two enterprise funds that contain debt funded by operating revenues and are not major proprietary funds are the Sewer Utility and Stormwater Utility funds. The key financial data for the year ended June 30, 2004 for the two funds are on the following page.

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2004

	<u>Sewer Utility</u>	<u>Stormwater Utility</u>
Operating revenue	\$ 14,624,905	\$ 5,247,375
Operating expenses:		
Depreciation and amortization	3,598,833	1,640,895
Other	<u>8,367,288</u>	<u>2,672,777</u>
Total operating expenses	<u>11,966,121</u>	<u>4,313,672</u>
Operating income	<u>\$ 2,658,784</u>	<u>\$ 933,703</u>
Net transfers out	\$ (17,600)	\$ (17,600)
Net asset increase	5,141,548	2,228,143
Grants and contributions	2,416,532	1,274,984
Total assets	151,059,686	87,091,056
Long term liabilities	25,393,514	7,924,091
Net Assets	119,403,163	78,015,205
Acquisitions of property and equipment	10,910,996	2,673,311
Disposal proceeds of property and equipment	3,373	-
Net working capital	6,684,842	5,287,085

Condensed statements of cash flows for the segments of enterprise funds are as follows:

	<u>Sewer Utility</u>	<u>Stormwater Utility</u>
Cash flows from:		
Operating activities	\$ 6,915,276	\$ 3,233,011
Non-capital and related financing activities	4,207,061	1,641,814
Capital and related financing activities	16,114,718	6,507,401
Investing activities	<u>155,583</u>	<u>142,155</u>
Net increase in cash and cash equivalents	27,392,638	11,524,381
Cash and cash equivalents-begin	<u>16,599,654</u>	<u>10,480,888</u>
Cash and cash equivalents-end	<u>\$ 43,992,292</u>	<u>\$22,005,269</u>

17. Related Party Transactions

During the year ended June 30, 2004, the Water Utility Fund (an enterprise fund) paid \$7,478,362 for water purchased from the Metropolitan Water District of Salt Lake City and Sandy, which is a related entity of the City.

18. Interfund Receivables and Payables

The \$671,105 due from other funds for other than cash overdraft in the non-major governmental special revenue Grants fund consists of amounts due from the Housing Loans Fund, a major governmental fund. The borrowed funds were used to purchase houses for the First Time Home Buyers Program and will be repaid when the

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June 30, 2004

houses are sold to qualifying residents.

19. Joint Venture

The City is a member of a joint venture known as the City/County landfill in which the City and Salt Lake County (through its Municipal Affairs Fund and the remainder of the County) each have fifty percent interest. The joint venture was created to provide solid waste management and disposal services. The City's equity in the net resources of the landfill at June 30, 2004, was \$25,554,372. This equity interest is shown in the City's Refuse Collection Fund (an enterprise fund).

The interlocal cooperation agreement created the joint venture and established the Salt Lake Valley Solid Waste Management Council (the Council). The Council consists of five members: one of the County Commissioners, the Mayor of the City, an elected official designated by the Salt Lake County Council of Governments, a member of the Salt Lake City/County Board of Health and one member with technical expertise in solid waste disposal. The Council's responsibilities are to: (1) appoint or remove, as needed, a landfill manager who reports to the Council; (2) plan, establish and approve all construction projects for solid waste operations; and (3) prepare an annual operating budget that includes expenditures and the means of financing them.

All actions by the Council are recommendations to the City Council and the County Commission, which have equal power to review, ratify, modify, or veto any action submitted by the Council.

The Council has developed a master plan designed to comply with environmental standards established by the federal government and to meet accounting and financial reporting requirements under GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. In compliance with this standard, the Council has established user fees sufficient to cover all operating costs, including postclosure costs that have been mandated by the federal government. For the year ended June 30, 2004, the City paid the landfill approximately \$1,657,000 in user fees. Separately compiled financial statements for the City/County landfill may be obtained from Salt Lake County Public Works, 2001 S. State, Room N3300, Salt Lake City, Utah 84190.

20. Subsequent Events

Subsequent to June 30, 2004 the following commitments for major projects were made:

General Fund	\$ 20,000
Special revenue funds	296,000
Capital Projects Fund	4,375,000
Proprietary funds	<u>10,657,000</u>
Total	<u>\$ 15,348,000</u>

The following events occurred subsequent to June 30, 2004:

The City issued \$25,000,000 of tax anticipation notes maturing June 30, 2005. These notes bear interest at 3.00%.

On September 2, 2004, the City issued \$17,300,000 in Adjustable Rate Sales Tax Revenue Refunding Bonds, Series 2004 (Series 2004 Bonds). These bonds were issued to refinance all of the Municipal Building Authority's Series 1993A Lease Revenue Bonds and to pay the costs incurred in connection with the issuance and sale of the Series 2004 Bonds

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# Required Supplementary Information

SALT LAKE CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
Year ended June 30, 2004

General Fund

	Actual (GAAP basis)	Adjustment to budgetary basis (Note to RSI 1)	Actual on budgetary basis (non-GAAP)	Budgeted Amounts		Variance
				Original Budget	Final Budget	
<b>Revenues:</b>						
General property taxes	\$ 63,243,320	\$ -	\$ 63,243,320	\$ 61,434,547	\$ 61,434,548	\$ 1,808,772
Sales, use and excise taxes	39,583,618	-	39,583,618	40,104,446	40,104,446	(520,828)
Franchise taxes	21,532,492	-	21,532,492	21,758,139	21,758,135	(225,643)
Licenses	5,539,637	-	5,539,637	5,398,000	5,398,001	141,636
Permits	4,052,493	-	4,052,493	3,627,001	3,939,560	112,933
Fines and forfeitures	5,525,401	-	5,525,401	5,471,514	5,471,516	53,885
Interest	1,327,124	-	1,327,124	1,900,000	1,900,000	(572,876)
Intergovernmental	4,254,847	-	4,254,847	4,028,084	4,028,082	226,765
Interfund service charges	8,158,136	-	8,158,136	8,008,582	8,008,584	149,552
Parking meter	1,196,843	-	1,196,843	1,503,000	1,502,999	(306,156)
Parking ticket	3,913,024	-	3,913,024	3,500,000	3,599,999	313,025
Charges for services	3,653,699	-	3,653,699	3,358,575	3,358,581	295,118
Contributions	89,638	-	89,638	111,000	111,000	(21,362)
Miscellaneous	476,019	-	476,019	488,254	488,255	(12,236)
<b>Total revenues</b>	<b>162,546,291</b>	<b>-</b>	<b>162,546,291</b>	<b>160,691,142</b>	<b>161,103,706</b>	<b>1,442,585</b>
<b>Expenditures:</b>						
<b>Current:</b>						
City Council	1,328,064	500,278	1,828,342	1,580,051	1,842,262	13,920
Mayor	1,414,374	8,271	1,422,645	1,343,022	1,450,368	27,723
City Attorney	2,757,278	11,454	2,768,732	2,813,768	2,820,208	51,476
Management Services	8,902,320	134,429	9,036,749	8,840,374	9,037,676	927
Fire	27,526,476	(486,538)	27,039,938	26,947,801	27,062,489	22,551
Police	43,321,171	(106,705)	43,214,466	43,189,399	43,284,039	69,573
Community and Economic Development	8,324,187	291,071	8,615,258	8,489,630	8,751,637	136,379
Public Services	33,633,592	274,508	33,908,100	33,984,834	34,177,885	269,785
Nondepartmental	10,508,625	63,775	10,572,400	10,511,613	10,572,533	133
<b>Total expenditures</b>	<b>137,716,087</b>	<b>690,543</b>	<b>138,406,630</b>	<b>137,700,492</b>	<b>138,999,097</b>	<b>592,467</b>
<b>Revenues over (under) expenditures</b>	<b>24,830,204</b>	<b>(690,543)</b>	<b>24,139,661</b>	<b>22,990,650</b>	<b>22,104,609</b>	<b>2,035,052</b>
<b>Other financing sources (uses):</b>						
Proceeds from sale of property	418,166	-	418,166	317,452	317,445	100,721
Transfers in	1,484,541	-	1,484,541	1,451,089	1,451,089	33,452
Transfers out	(28,425,451)	-	(28,425,451)	(27,386,589)	(28,425,633)	182
<b>Total other financing sources (uses):</b>	<b>(26,522,744)</b>	<b>-</b>	<b>(26,522,744)</b>	<b>(25,618,048)</b>	<b>(26,657,099)</b>	<b>134,355</b>
<b>Revenues and other sources under expenditures and other uses</b>	<b>(1,692,540)</b>	<b>(690,543)</b>	<b>(2,383,083)</b>	<b>(2,627,398)</b>	<b>(4,552,490)</b>	<b>2,169,407</b>
Fund balance July 1, 2003	23,106,981	441,877	23,548,858	23,548,858	23,548,858	-
Prior year encumbrances appropriated in current year	-	1,093,738	1,093,738	1,093,738	1,093,738	-
<b>Fund balance June 30, 2004</b>	<b>\$ 21,414,441</b>	<b>\$ 845,072</b>	<b>\$ 22,259,513</b>	<b>\$ 22,015,198</b>	<b>\$ 20,090,106</b>	<b>\$ 2,169,407</b>

See note to RSI.

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 HOUSING FUND  
 Year ended June 30, 2004

Housing Fund				
	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original Budget	Final Budget	
<b>Revenues:</b>				
Interest	\$ 887,955	\$ 694,000	\$ 694,000	\$ 193,955
Intergovernmental	575,453	-	3,072,564	(2,497,111)
Charges for services	19,391	-	-	19,391
Miscellaneous	831,098	-	-	831,098
Total revenues	2,313,897	694,000	3,766,564	(1,452,667)
<b>Expenditures:</b>				
Community and Economic Development	1,129,029	1,478,724	4,453,904	3,324,875
Debt Service: Interest	654,509	694,000	694,000	39,491
Total expenditures	1,783,538	2,172,724	5,147,904	3,364,366
Revenues over (under) expenditures	530,359	(1,478,724)	(1,381,340)	1,911,699
<b>Other financing sources (uses):</b>				
Proceeds from sale of property	-	845,000	845,000	(845,000)
Transfers in	739,045	633,724	638,803	100,242
Transfers out	(1,404,784)	-	(1,911,299)	506,515
Total other financing sources (uses):	(665,739)	1,478,724	(427,496)	(238,243)
Revenues and other sources under expenditures and other uses	(135,380)	-	(1,808,836)	1,673,456
Fund balance July 1, 2003	19,425,377	19,425,377	19,425,377	-
Fund balance June 30, 2004	\$ 19,289,997	\$ 19,425,377	\$ 17,616,541	\$ 1,673,456

See note to RSI.



# Note to Required Supplementary Information

SALT LAKE CITY CORPORATION  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2004

1. Budgetary-GAAP Reporting Reconciliation

The City Council can amend the budget to any extent, provided the budgeted expenditures do not exceed revenues and appropriated fund balance. During the year ended June 30, 2004, General Fund appropriations increased by \$2,338,000. The increases are the results of additional amounts for prior year outstanding encumbrances, and added transfers to the Capital Projects Fund for new projects. The Housing Fund increased appropriations (including transfers out) by \$4,886,000. The increase was split nearly evenly between re-appropriations of prior year projects and recognizing and budgeting program income.

The Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual include comparisons of the legally adopted budget (more fully described in Note 1 of the Notes to the Financial Statements) with actual data on a budgetary basis for the General Fund and proprietary funds that have a budgetary basis that differs from GAAP. Accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with GAAP. The difference in expenditures between GAAP and budgetary basis for the General Fund is reconciled in the following table.

	General Fund Expenditures			
	Actual on reporting basis	Plus encumbrances as of June 30, 2004	Change in compensated absences liability	Actual on budgetary basis
City Council	\$ 1,328,064	\$ 515,630	\$ (15,352)	\$ 1,828,342
Mayor	1,414,374	7,368	903	1,422,645
City Attorney	2,757,278	24,224	(12,770)	2,768,732
Management Services	8,902,320	144,678	(10,249)	9,036,749
Fire	27,526,476	20,405	(506,943)	27,039,938
Police	43,321,171	77,508	(184,213)	43,214,466
Community and				
Economic Development	8,324,187	301,790	(10,719)	8,615,258
Public Services	33,633,592	287,240	(12,732)	33,908,100
Nondepartmental	10,508,625	63,775	-	10,572,400
Total expenditures	137,716,087	1,442,618	(752,075)	138,406,630
Transfers out	28,425,451	-	-	28,425,451
Total	<u>\$ 166,141,538</u>	<u>\$ 1,442,618</u>	<u>\$ (752,075)</u>	<u>\$ 166,832,081</u>

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# Supplementary Information

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## Nonmajor Governmental Funds

**Arts Council Fund** - To account for activities of the Arts Council and the purchase or construction of art in City owned facilities.

**Downtown Economic Development Fund** - To account for special assessments which are restricted for downtown projects or improvements.

**Community Development Operating Fund** - To account for monies received by the City as grantee participant in the Community Development Block Grant (CDBG) program, except for CDBG monies to be used for capital improvements which are accounted for in the Capital Projects Fund.

**Grants Operating Fund** - To account for monies received by the City under the Comprehensive Community Program, Community Oriented Policing Services, Home Program, Emergency Medical Services, Emergency Shelter Grants, Local Law Enforcement Block Grants, Salt Lake Area Gang Projects, Historic Resource Grants, and other studies and grants.

**Street Lighting Fund** - To account for the operation of additional street lights, the cost of which is paid by the City and by property owners who benefit from these improvements.

**Demolition, Weed and Forfeiture Fund** - To account for City mandated demolition, weed abatement activities and certain police forfeiture activities.

**Emergency 911 Dispatch Fund** - To account for the City's portion of the County-wide emergency dispatch system.

**Salt Lake Donation Fund** - This fund was established to account for individual private and intergovernmental contributions held in trust by the City for the Tracy Aviary, Late Night Basketball, Bicycle Advisory Committee, Freedom Trail, Indigent Services, and other contributions received to be held for a specific purpose

**Special Improvement Fund** - This fund is used to account for the cost of servicing the debt created by financing the construction of public improvements deemed to benefit the properties against which special assessments are levied.

**Other Improvements Fund** - This fund is used to account for the cost of servicing the debt created by financing projects other than Special Improvements.

SALT LAKE CITY CORPORATION  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2004

<u>ASSETS</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Cash and cash equivalents	\$ 20,692,186	\$ 344,123	\$ 21,036,309
Assessments receivable	2,077,474	1,582,266	3,659,740
Loans and notes receivable, less allowance for doubtful accounts of \$4,000,000	10,681,834	-	10,681,834
Due from other funds for other than cash overdraft	671,105	-	671,105
Due from other governments	1,416,727	-	1,416,727
Other receivables	120,961	407,492	528,453
Restricted assets:			
Cash and cash equivalents	310,978	1,991,515	2,302,493
 Total assets	 <u>\$ 35,971,265</u>	 <u>\$ 4,325,396</u>	 <u>\$ 40,296,661</u>

LIABILITIES AND FUND BALANCES

Liabilities:			
Due to other funds for cash overdraft	\$ 19,243	\$ -	\$ 19,243
Accounts payable	932,372	-	932,372
Accrued liabilities	58,308	3,179	61,487
Other liabilities payable from restricted assets	310,978	-	310,978
Deferred revenue	2,542,670	1,989,758	4,532,428
 Total liabilities	 <u>3,863,571</u>	 <u>1,992,937</u>	 <u>5,856,508</u>
 Fund balances:			
Reserved for loans and advances	10,726,399	-	10,726,399
Reserved for restricted assets	-	1,991,515	1,991,515
Unreserved and undesignated	21,381,295	340,944	21,722,239
 Total fund balances	 <u>32,107,694</u>	 <u>2,332,459</u>	 <u>34,440,153</u>
 Total liabilities and fund balance	 <u>\$ 35,971,265</u>	 <u>\$ 4,325,396</u>	 <u>\$ 40,296,661</u>

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 Year ended June 30, 2004

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
Revenues:			
Sales, use and excise taxes	\$ 1,513,514	\$ -	\$ 1,513,514
Fines and forfeitures	218,622	-	218,622
Assessments	1,032,606	825,559	1,858,165
Interest	727,948	162,202	890,150
Intergovernmental	7,772,263	-	7,772,263
Charges for services	37,077	-	37,077
Contributions	5,641,933	-	5,641,933
Miscellaneous	487,217	6,413	493,630
<b>Total revenues</b>	<b>17,431,180</b>	<b>994,174</b>	<b>18,425,354</b>
Expenditures:			
Management Services	-	16,402	16,402
Police	734,092	-	734,092
Community and Economic Development	7,647,785	-	7,647,785
Public Services	976,590	-	976,590
Arts Council Services	840,376	-	840,376
Debt Service:			
Principal	-	6,313,000	6,313,000
Interest and other fiscal charges	-	5,947,511	5,947,511
<b>Total expenditures</b>	<b>10,198,843</b>	<b>12,276,913</b>	<b>22,475,756</b>
Revenues over (under) expenditures	7,232,337	(11,282,739)	(4,050,402)
Other financing sources (uses):			
Proceeds from debt issuance	-	2,014,526	2,014,526
Transfers in	1,288,426	10,636,616	11,925,042
Transfers out	(2,536,267)	-	(2,536,267)
<b>Total other financing sources (uses):</b>	<b>(1,247,841)</b>	<b>12,651,142</b>	<b>11,403,301</b>
Revenues and other sources over expenditures and other uses	5,984,496	1,368,403	7,352,899
Fund balance July 1, 2003	26,123,198	964,056	27,087,254
Fund balance June 30, 2004	\$ 32,107,694	\$ 2,332,459	\$ 34,440,153



SALT LAKE CITY CORPORATION  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2004

<u>ASSETS</u>	<u>Arts Council</u>	<u>Downtown Economic Development</u>	<u>Community Development Operating</u>
Cash and cash equivalents	\$ 119,834	\$ 187,171	\$ -
Assessments receivable	-	1,411,939	-
Loans and notes receivable, less allowance for doubtful accounts of \$4,000,000	-	-	-
Due from other funds for other than cash overdraft	-	-	-
Due from other governments	-	-	926,245
Other receivables	118,295	-	-
Restricted assets:			
Cash and cash equivalents	-	-	-
 Total assets	 <u>\$ 238,129</u>	 <u>\$ 1,599,110</u>	 <u>\$ 926,245</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Due to other funds for cash overdraft	\$ -	\$ -	\$ 19,243
Accounts payable	5,169	175,000	107,004
Accrued liabilities	53,298	-	-
Other liabilities payable from restricted assets	-	-	-
Deferred revenue	35,449	1,411,939	-
 Total liabilities	 <u>93,916</u>	 <u>1,586,939</u>	 <u>126,247</u>
Fund balances:			
Reserved for loans and advances	44,565	-	-
Unreserved and undesignated	99,648	12,171	799,998
 Total fund balances	 <u>144,213</u>	 <u>12,171</u>	 <u>799,998</u>
 Total liabilities and fund balance	 <u>\$ 238,129</u>	 <u>\$ 1,599,110</u>	 <u>\$ 926,245</u>

<u>Grants Operating</u>	<u>Street Lighting</u>	<u>Demolition, Weed and Forfeiture</u>	<u>Emergency 911 Dispatch</u>	<u>Salt Lake City Donations Fund</u>	<u>Nonmajor Special Revenue Total</u>
\$ 8,999,896	\$ 2,445,100	\$ 1,018,234	\$ 2,343,512	\$ 5,578,439	\$ 20,692,186
-	202,252	-	463,283	-	2,077,474
10,681,834	-	-	-	-	10,681,834
671,105	-	-	-	-	671,105
490,482	-	-	-	-	1,416,727
-	-	2,666	-	-	120,961
-	-	310,978	-	-	310,978
<u>\$ 20,843,317</u>	<u>\$ 2,647,352</u>	<u>\$ 1,331,878</u>	<u>\$ 2,806,795</u>	<u>\$ 5,578,439</u>	<u>\$ 35,971,265</u>
\$ -	\$ -	\$ -	\$ -	\$ -	19,243
517,654	15,397	17,804	83,244	11,100	932,372
870	-	1,925	-	2,215	58,308
-	-	310,978	-	-	310,978
893,030	202,252	-	-	-	2,542,670
<u>1,411,554</u>	<u>217,649</u>	<u>330,707</u>	<u>83,244</u>	<u>13,315</u>	<u>3,863,571</u>
10,681,834	-	-	-	-	10,726,399
8,749,929	2,429,703	1,001,171	2,723,551	5,565,124	21,381,295
<u>19,431,763</u>	<u>2,429,703</u>	<u>1,001,171</u>	<u>2,723,551</u>	<u>5,565,124</u>	<u>32,107,694</u>
<u>\$ 20,843,317</u>	<u>\$ 2,647,352</u>	<u>\$ 1,331,878</u>	<u>\$ 2,806,795</u>	<u>\$ 5,578,439</u>	<u>\$ 35,971,265</u>

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year ended June 30, 2004

	<u>Arts Council</u>	<u>Downtown Economic Development</u>	<u>Community Development Operating</u>
<b>Revenues:</b>			
Sales, use and excise taxes	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-
Assessments	-	667,719	-
Interest	2,600	133	-
Intergovernmental	-	-	2,911,710
Charges for services	-	-	-
Contributions	848,314	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
Total revenues	850,914	667,852	2,911,710
	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>			
Police	-	-	-
Community and Economic Development	-	667,881	2,918,748
Public Services	-	-	-
Arts Council Services	840,376	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	840,376	667,881	2,918,748
	<hr/>	<hr/>	<hr/>
Revenues over (under) expenditures	10,538	(29)	(7,038)
	<hr/>	<hr/>	<hr/>
<b>Other financing sources (uses):</b>			
Transfers in	-	-	833,901
Transfers out	-	-	(811,255)
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses):	-	-	22,646
	<hr/>	<hr/>	<hr/>
Revenues and other sources over (under) expenditures and other uses	10,538	(29)	15,608
	<hr/>	<hr/>	<hr/>
Fund balance July 1, 2003	133,675	12,200	784,390
	<hr/>	<hr/>	<hr/>
Fund balance June 30, 2004	<u>\$ 144,213</u>	<u>\$ 12,171</u>	<u>\$ 799,998</u>

<u>Grants Operating</u>	<u>Street Lighting</u>	<u>Demolition, Weed and Forfeiture</u>	<u>Emergency 911 Dispatch</u>	<u>Salt Lake City Donation Fund</u>	<u>Nonmajor Special Revenue Total</u>
\$ -	\$ -	\$ -	\$ 1,513,514	\$ -	\$ 1,513,514
-	-	218,622	-	-	218,622
-	354,138	10,749	-	-	1,032,606
502,490	61,099	13,704	39,423	108,499	727,948
4,860,553	-	-	-	-	7,772,263
-	-	35,926	-	1,151	37,077
-	-	-	-	4,793,619	5,641,933
444,576	-	-	-	42,641	487,217
<u>5,807,619</u>	<u>415,237</u>	<u>279,001</u>	<u>1,552,937</u>	<u>4,945,910</u>	<u>17,431,180</u>
-	-	-	734,092	-	734,092
3,939,756	-	121,400	-	-	7,647,785
-	413,142	-	-	563,448	976,590
-	-	-	-	-	840,376
<u>3,939,756</u>	<u>413,142</u>	<u>121,400</u>	<u>734,092</u>	<u>563,448</u>	<u>10,198,843</u>
<u>1,867,863</u>	<u>2,095</u>	<u>157,601</u>	<u>818,845</u>	<u>4,382,462</u>	<u>7,232,337</u>
23,545	125,856	226,070	-	79,054	1,288,426
(378,195)	-	-	(1,292,636)	(54,181)	(2,536,267)
<u>(354,650)</u>	<u>125,856</u>	<u>226,070</u>	<u>(1,292,636)</u>	<u>24,873</u>	<u>(1,247,841)</u>
1,513,213	127,951	383,671	(473,791)	4,407,335	5,984,496
<u>17,918,550</u>	<u>2,301,752</u>	<u>617,500</u>	<u>3,197,342</u>	<u>1,157,789</u>	<u>26,123,198</u>
<u>\$ 19,431,763</u>	<u>\$ 2,429,703</u>	<u>\$ 1,001,171</u>	<u>\$ 2,723,551</u>	<u>\$ 5,565,124</u>	<u>\$ 32,107,694</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 ARTS COUNCIL  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
Revenues:				
Interest	\$ 2,600	\$ 4,500	3,225	\$ (625)
Contributions	848,314	762,400	865,116	(16,802)
Total revenues	850,914	766,900	868,341	(17,427)
Expenditures:				
Arts Council	840,376	802,305	850,239	9,863
Total expenditures	840,376	802,305	850,239	9,863
Revenues over (under) expenditures	10,538	(35,405)	18,102	(7,564)
Fund balance July 1, 2003	133,675	133,675	133,675	-
Fund balance June 30, 2004	<u>\$ 144,213</u>	<u>\$ 98,270</u>	<u>\$ 151,777</u>	<u>\$ (7,564)</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 DOWNTOWN ECONOMIC DEVELOPMENT  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
Revenues:				
Assessments	\$ 667,719	\$ 583,428	\$ 966,760	\$ (299,041)
Interest	133	-	-	133
Total revenues	<u>667,852</u>	<u>583,428</u>	<u>966,760</u>	<u>(298,908)</u>
Expenditures:				
Community and Economic Development	<u>667,881</u>	<u>670,660</u>	<u>1,053,992</u>	<u>386,111</u>
Total expenditures	<u>667,881</u>	<u>670,660</u>	<u>1,053,992</u>	<u>386,111</u>
Revenues under expenditures	<u>(29)</u>	<u>(87,232)</u>	<u>(87,232)</u>	<u>87,203</u>
Revenues and other sources under expenditures and other uses	(29)	(87,232)	(87,232)	87,203
Fund balance July 1, 2003	<u>12,200</u>	<u>12,200</u>	<u>12,200</u>	<u>-</u>
Fund balance June 30, 2004	<u>\$ 12,171</u>	<u>\$ (75,032)</u>	<u>\$ (75,032)</u>	<u>\$ 87,203</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 COMMUNITY DEVELOPMENT OPERATING FUND  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
<b>Revenues:</b>				
Intergovernmental	\$ 2,911,710	\$ 3,116,826	\$ 5,389,562	\$ (2,477,852)
Total revenues	<u>2,911,710</u>	<u>3,116,826</u>	<u>5,389,562</u>	<u>(2,477,852)</u>
<b>Expenditures:</b>				
Community and Economic Development	<u>2,918,748</u>	<u>3,116,826</u>	<u>6,794,347</u>	<u>3,875,599</u>
Total expenditures	<u>2,918,748</u>	<u>3,116,826</u>	<u>6,794,347</u>	<u>3,875,599</u>
Revenues under expenditures	<u>(7,038)</u>	<u>-</u>	<u>(1,404,785)</u>	<u>1,397,747</u>
<b>Other financing sources (uses):</b>				
Transfers in	833,901	-	1,803,668	(969,767)
Transfers out	<u>(811,255)</u>	<u>-</u>	<u>(398,883)</u>	<u>(412,372)</u>
Total other financing sources:	<u>22,646</u>	<u>-</u>	<u>1,404,785</u>	<u>(1,382,139)</u>
Revenues and other sources over expenditures and other uses	15,608	-	-	15,608
Fund balance July 1, 2003	<u>784,390</u>	<u>784,390</u>	<u>784,390</u>	<u>-</u>
Fund balance June 30, 2004	<u>\$ 799,998</u>	<u>\$ 784,390</u>	<u>\$ 784,390</u>	<u>\$ 15,608</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 GRANTS OPERATING FUND  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
<b>Revenues:</b>				
Interest	502,490	-	30,000	472,490
Intergovernmental	4,860,553	2,032,859	12,739,715	(7,879,162)
Contributions	-	-	41,000	(41,000)
Miscellaneous	444,576	-	-	444,576
<b>Total revenues</b>	<b>5,807,619</b>	<b>2,032,859</b>	<b>12,810,715</b>	<b>(7,003,096)</b>
<b>Expenditures:</b>				
Community and Economic Development	3,939,756	2,032,859	23,506,995	19,567,239
<b>Total expenditures</b>	<b>3,939,756</b>	<b>2,032,859</b>	<b>23,506,995</b>	<b>19,567,239</b>
Revenues over (under) expenditures	1,867,863	-	(10,696,280)	12,564,143
<b>Other financing sources (uses):</b>				
Transfers in	23,545	-	23,545	-
Transfers out	(378,195)	-	(433)	(377,762)
<b>Total other financing sources (uses):</b>	<b>(354,650)</b>	<b>-</b>	<b>23,112</b>	<b>(377,762)</b>
Revenues and other sources over (under) expenditures and other uses	1,513,213	-	(10,673,168)	12,186,381
Fund balance July 1, 2003	17,918,550	17,918,550	17,918,550	-
Fund balance June 30, 2004	\$ 19,431,763	\$ 17,918,550	\$ 7,245,382	\$ 12,186,381



SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 STREET LIGHTING  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
Revenues:				
Assessments	354,138	377,472	377,472	(23,334)
Interest	61,099	-	-	61,099
Total revenues	<u>415,237</u>	<u>377,472</u>	<u>377,472</u>	<u>37,765</u>
Expenditures:				
Public Services	413,142	1,384,000	1,384,000	970,858
Total expenditures	<u>413,142</u>	<u>1,384,000</u>	<u>1,384,000</u>	<u>970,858</u>
Revenues over (under) expenditures	<u>2,095</u>	<u>(1,006,528)</u>	<u>(1,006,528)</u>	<u>1,008,623</u>
Other financing sources:				
Transfers in	125,856	125,856	125,856	-
Total other financing sources:	<u>125,856</u>	<u>125,856</u>	<u>125,856</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	127,951	(880,672)	(880,672)	1,008,623
Fund balance July 1, 2003	<u>2,301,752</u>	<u>2,301,752</u>	<u>2,301,752</u>	<u>-</u>
Fund balance June 30, 2004	<u>\$ 2,429,703</u>	<u>\$ 1,421,080</u>	<u>\$ 1,421,080</u>	<u>\$ 1,008,623</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 DEMOLITION, WEED AND FORFEITURE  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
<b>Revenues:</b>				
Fines and forfeitures	218,622	70,000	70,000	148,622
Assessments	10,749	-	-	10,749
Interest	13,704	-	-	13,704
Charges for services	35,926	26,500	26,500	9,426
Total revenues	<u>279,001</u>	<u>96,500</u>	<u>96,500</u>	<u>182,501</u>
<b>Expenditures:</b>				
Community and Economic Development	<u>121,400</u>	<u>96,500</u>	<u>1,182,193</u>	<u>1,060,793</u>
Total expenditures	<u>121,400</u>	<u>96,500</u>	<u>1,182,193</u>	<u>1,060,793</u>
Revenues over (under) expenditures	<u>157,601</u>	<u>-</u>	<u>(1,085,693)</u>	<u>1,243,294</u>
<b>Other financing sources:</b>				
Transfers in	<u>226,070</u>	<u>-</u>	<u>199,570</u>	<u>26,500</u>
Total other financing sources:	<u>226,070</u>	<u>-</u>	<u>199,570</u>	<u>26,500</u>
Revenues and other sources over (under) expenditures and other use	383,671	-	(886,123)	1,269,794
Fund balance July 1, 2003	<u>617,500</u>	<u>617,500</u>	<u>617,500</u>	<u>-</u>
Fund balance June 30, 2004	<u>\$ 1,001,171</u>	<u>\$ 617,500</u>	<u>\$ (268,623)</u>	<u>\$ 1,269,794</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 EMERGENCY 911 DISPATCH  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
<b>Revenues:</b>				
Sales, use and excise taxes	\$ 1,513,514	\$ 1,829,000	\$ 1,829,000	\$ (315,486)
Franchise taxes	-	79,000	79,000	\$ (79,000)
Interest	39,423	60,000	60,000	(20,577)
<b>Total revenues</b>	<b>1,552,937</b>	<b>1,968,000</b>	<b>1,968,000</b>	<b>(415,063)</b>
<b>Expenditures:</b>				
Police	734,092	395,500	690,207	(43,885)
<b>Total expenditures</b>	<b>734,092</b>	<b>395,500</b>	<b>690,207</b>	<b>(43,885)</b>
Revenues over expenditures	818,845	1,572,500	1,277,793	(458,948)
<b>Other financing uses</b>				
Transfers out	(1,292,636)	(1,334,000)	(1,334,000)	41,364
<b>Total other financing uses</b>	<b>(1,292,636)</b>	<b>(1,334,000)</b>	<b>(1,334,000)</b>	<b>41,364</b>
Revenues and other sources over (under) expenditures and other uses	(473,791)	238,500	(56,207)	(417,584)
Fund balance July 1, 2003	3,197,342	3,197,342	3,197,342	-
<b>Fund balance June 30, 2004</b>	<b>\$ 2,723,551</b>	<b>\$ 3,435,842</b>	<b>\$ 3,141,135</b>	<b>\$ (417,584)</b>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 SALT LAKE CITY DONATION FUND  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
<b>Revenues:</b>				
Interest	\$ 108,499	\$ -	\$ -	\$ 108,499
Charges for services	1,151	-	-	1,151
Contributions	4,793,619	-	344,295	4,449,324
Miscellaneous	42,641	-	-	42,641
<b>Total revenues</b>	<b>4,945,910</b>	<b>-</b>	<b>344,295</b>	<b>4,601,615</b>
<b>Expenditures:</b>				
Public Services	563,448	-	2,159,525	1,596,077
<b>Total expenditures</b>	<b>563,448</b>	<b>-</b>	<b>2,159,525</b>	<b>1,596,077</b>
Revenues over (under) expenditures	4,382,462	-	(1,815,230)	6,197,692
<b>Other financing sources:</b>				
Transfers in	79,054	-	-	(79,054)
Transfers out	(54,181)	-	-	(54,181)
<b>Total other financing sources:</b>	<b>24,873</b>	<b>-</b>	<b>-</b>	<b>(133,235)</b>
Revenues and other sources over (under) expenditures and other uses	4,407,335	-	(1,815,230)	6,064,457
Fund balance July 1, 2003	1,157,789	1,157,789	1,157,789	-
Fund balance June 30, 2004	\$ 5,565,124	\$ 1,157,789	\$ (657,441)	\$ 6,064,457

SALT LAKE CITY CORPORATION  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 June 30, 2004

	Debt Service Funds		
<u>ASSETS</u>	Special Improvement	Other Improvement	Debt Service Total
Cash and cash equivalents	\$ 251,348	\$ 92,775	\$ 344,123
Assessments receivable	1,582,266	-	1,582,266
Other receivables	407,492	-	407,492
Restricted assets:			
Cash and cash equivalents	1,472,156	519,359	1,991,515
Total assets	\$ 3,713,262	\$ 612,134	\$ 4,325,396
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accrued liabilities	\$ 3,179	\$ -	\$ 3,179
Deferred revenue	1,989,758	-	1,989,758
Total liabilities	1,992,937	-	1,992,937
Fund balances:			
Reserved for restricted assets	1,472,156	519,359	1,991,515
Unreserved and undesignated	248,169	92,775	340,944
Total fund balances	1,720,325	612,134	2,332,459
Total liabilities and fund balance	\$ 3,713,262	\$ 612,134	\$ 4,325,396

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS  
 Year ended June 30, 2004

	Special Improvement	Other Improvement	Debt Service Total
Revenues:			
Assessments	\$ 825,559	\$ -	\$ 825,559
Interest	154,334	7,868	162,202
Miscellaneous	6,413	-	6,413
	<hr/>	<hr/>	<hr/>
Total revenues	986,306	7,868	994,174
	<hr/>	<hr/>	<hr/>
Expenditures:			
Management Services	9,457	6,945	16,402
Debt Service:			
Principal	633,000	5,680,000	6,313,000
Interest and other fiscal charges	987,187	4,960,324	5,947,511
	<hr/>	<hr/>	<hr/>
Total expenditures	1,629,644	10,647,269	12,276,913
	<hr/>	<hr/>	<hr/>
Expenditures under revenues	(643,338)	(10,639,401)	(11,282,739)
	<hr/>	<hr/>	<hr/>
Other financing sources:			
Proceeds from debt issuance	2,014,526	-	2,014,526
Transfers in	-	10,636,616	10,636,616
	<hr/>	<hr/>	<hr/>
Total other financing sources:	2,014,526	10,636,616	12,651,142
	<hr/>	<hr/>	<hr/>
Revenues and other sources over (under) expenditures and other uses	1,371,188	(2,785)	1,368,403
	<hr/>	<hr/>	<hr/>
Fund balance July 1, 2003	349,137	614,919	964,056
	<hr/>	<hr/>	<hr/>
Fund balance June 30, 2004	<u>\$ 1,720,325</u>	<u>\$ 612,134</u>	<u>\$ 2,332,459</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 SPECIAL IMPROVEMENT FUND  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
<b>Revenues:</b>				
Assessments	\$ 825,559	\$ 450,000	\$ 1,143,761	\$ (318,202)
Interest	154,334	150,000	181,747	(27,413)
Miscellaneous	6,413	-	-	6,413
<b>Total revenues</b>	<b>986,306</b>	<b>600,000</b>	<b>1,325,508</b>	<b>(339,202)</b>
<b>Expenditures:</b>				
Management Services	9,457	60,500	61,991	52,534
<b>Debt service:</b>				
Principal	633,000	241,000	633,000	-
Interest	987,187	35,682	987,225	38
<b>Total expenditures</b>	<b>1,629,644</b>	<b>337,182</b>	<b>1,682,216</b>	<b>52,572</b>
<b>Other financing sources:</b>				
Proceeds from debt issuance	2,014,526	-	619,526	1,395,000
<b>Other financing sources:</b>	<b>2,014,526</b>	<b>-</b>	<b>619,526</b>	<b>1,395,000</b>
<b>Revenues over expenditures and other uses</b>	<b>1,371,188</b>	<b>262,818</b>	<b>262,818</b>	<b>1,003,226</b>
Fund balance July 1, 2003	349,137	349,137	349,137	-
<b>Fund balance June 30, 2004</b>	<b>\$ 1,720,325</b>	<b>\$ 611,955</b>	<b>\$ 611,955</b>	<b>\$ 1,003,226</b>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 OTHER IMPROVEMENT FUND  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original	Final	
Revenues:				
Interest	\$ 7,868	\$ -	\$ -	\$ 7,868
Total revenues	7,868	-	-	7,868
Expenditures:				
Management Services	6,945	6,085	7,585	640
Debt service:				
Principal	5,680,000	5,680,000	5,680,000	-
Interest	4,960,324	4,960,675	4,960,675	351
Total expenditures	10,647,269	10,646,760	10,648,260	991
Revenues under expenditures	(10,639,401)	(10,646,760)	(10,648,260)	6,877
Other financing sources:				
Transfers in	10,636,616	10,646,760	10,646,759	(10,143)
Total other financing sources:	10,636,616	10,646,760	10,646,759	(10,143)
Revenues and other sources under expenditures and other uses	(2,785)	-	(1,501)	(3,266)
Fund balance July 1, 2003	614,919	614,919	614,919	-
Fund balance June 30, 2004	\$ 612,134	\$ 614,919	\$ 613,418	\$ (3,266)



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## Nonmajor Enterprise Funds

**Intermodal Hub Fund** - This fund is used to account for the activities related to providing transportation facilities for the light rail, bus system (other than the commuter system), passenger light rail and passenger heavy rail.

**Sewer Utility Fund** - This fund is used to account for the activities related to providing sewer service to the residents of the City.

**Storm Water Utility** - This fund is used to account for the activities associated with the collection and disposition of storm water runoff.

**Refuse Collection Fund** - This fund is used to account for the operations and activities related to garbage collection and disposal.

**Golf Fund** - This fund is used to account for the operation of golf courses for use by the general public.

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF NET ASSETS - NONMAJOR PROPRIETARY FUNDS  
 June 30, 2004

<u>ASSETS</u>	<u>Intermodal Hub</u>	<u>Sewer Utility</u>
Current assets:		
Cash and cash equivalents		
Unrestricted	\$ 2,744,943	\$ 10,580,422
Receivables:		
Accounts, less allowance for doubtful accounts of \$19,088	-	1,612,447
Other	-	131,190
Inventory of supplies	-	623,792
	2,744,943	12,947,851
Noncurrent Assets:		
Restricted cash and cash equivalents	-	33,411,870
Property and equipment, at cost:		
Land and water rights	-	4,187,449
Buildings	-	42,359,442
Improvements other than buildings	-	64,203,219
Machinery and equipment	-	27,211,313
Construction in progress	17,089,018	15,459,204
Work in Progress	-	-
Accumulated depreciation	-	(51,622,179)
	17,089,018	101,798,448
Bond issue costs, less accumulated amortization of \$22,545	-	303,741
Investment in joint venture	-	-
Other	-	2,597,776
	17,089,018	138,111,835
Total noncurrent assets	17,089,018	138,111,835
Total assets	\$ 19,833,961	\$ 151,059,686

<u>Storm Water Utility</u>	<u>Refuse Collection</u>	<u>Golf</u>	<u>Total</u>
\$ 5,876,021	\$ 4,424,105	\$ 1,465,001	\$ 25,090,492
557,882	581,665	10,700	2,762,694
4,942	-	-	136,132
-	-	478,558	1,102,350
<u>6,438,845</u>	<u>5,005,770</u>	<u>1,954,259</u>	<u>29,091,668</u>
<u>16,129,248</u>	<u>724,440</u>	<u>-</u>	<u>50,265,558</u>
961,601	-	4,977,109	10,126,159
4,668,800	-	2,499,935	49,528,177
80,392,524	-	5,889,054	150,484,797
2,468,488	8,581,552	4,883,085	43,144,438
1,605,462	-	-	34,153,684
-	80,286	14,252	94,538
<u>(25,663,502)</u>	<u>(4,174,152)</u>	<u>(6,290,653)</u>	<u>(87,750,486)</u>
<u>64,433,373</u>	<u>4,487,686</u>	<u>11,972,782</u>	<u>199,781,307</u>
89,590	-	-	393,331
-	25,554,372	-	25,554,372
-	-	-	2,597,776
<u>80,652,211</u>	<u>30,766,498</u>	<u>11,972,782</u>	<u>278,592,344</u>
<u>\$ 87,091,056</u>	<u>\$ 35,772,268</u>	<u>\$ 13,927,041</u>	<u>\$ 307,684,012</u>

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF NET ASSETS - NONMAJOR PROPRIETARY FUNDS  
 June 30, 2004

<u>LIABILITIES</u>	<u>Intermodal Hub</u>	<u>Sewer Utility</u>
Current liabilities:		
Accounts payable	\$ 785,222	\$ 4,324,312
Accrued liabilities	2,368	188,819
Current portion of long-term compensation liability	-	58,598
Current portion of long-term debt:		
Payable from unrestricted assets	-	697,811
Payable from restricted assets	-	500,589
Accrued interest, payable from restricted assets	-	492,880
Current deposits and advance rentals	-	-
	787,590	6,263,009
Total current liabilities		
Noncurrent liabilities:		
Deposits, advance rentals and long term accruals	-	103,960
Bonds, mortgages, and notes payable	-	24,868,169
Long-term compensation liability	-	421,385
	-	25,393,514
Total noncurrent liabilities		
	787,590	31,656,523
Total liabilities		
NET ASSETS		
Invested in capital assets, net of related debt	17,089,018	98,235,718
Restricted for debt service	-	10,218,303
Unrestricted	1,957,353	10,949,142
	19,046,371	119,403,163
Total net assets		
	\$ 19,833,961	\$ 151,059,686
Total liabilities and net assets		

<u>Storm Water Utility</u>	<u>Refuse Collection</u>	<u>Golf</u>	<u>Total</u>
\$ 709,079	\$ 291,123	\$ 195,459	\$ 6,305,195
49,772	78,283	145,347	464,589
13,055	21,830	208,628	302,111
133,700	558,090	440,542	1,830,143
95,500	-	-	596,089
150,654	-	-	643,534
-	-	149,162	149,162
<u>1,151,760</u>	<u>949,326</u>	<u>1,139,138</u>	<u>10,290,823</u>
39,934	-	-	143,894
7,773,475	1,197,203	718,729	34,557,576
110,682	169,518	376,665	1,078,250
<u>7,924,091</u>	<u>1,366,721</u>	<u>1,095,394</u>	<u>35,779,720</u>
<u>9,075,851</u>	<u>2,316,047</u>	<u>2,234,532</u>	<u>46,070,543</u>
63,885,370	2,732,393	10,813,511	192,756,010
8,518,012	-	-	18,736,315
5,611,823	30,723,828	878,998	50,121,144
<u>78,015,205</u>	<u>33,456,221</u>	<u>11,692,509</u>	<u>261,613,469</u>
<u>\$ 87,091,056</u>	<u>\$ 35,772,268</u>	<u>\$ 13,927,041</u>	<u>\$ 307,684,012</u>

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
 NONMAJOR PROPRIETARY FUNDS  
 Year ended June 30, 2004

	<u>Intermodal Hub</u>	<u>Sewer Utility</u>
Operating revenue:		
Sales and charges for services	\$ -	\$ 14,414,196
Rental and other	8,400	210,709
	<u>8,400</u>	<u>210,709</u>
Total operating revenue	<u>8,400</u>	<u>14,624,905</u>
Operating expenses:		
Personal services	99,315	5,569,390
Operating and maintenance	870	905,019
Charges and services	177,019	1,892,879
Depreciation and amortization	-	3,598,833
	<u>277,204</u>	<u>11,966,121</u>
Total operating expenses	<u>277,204</u>	<u>11,966,121</u>
Operating income (loss)	<u>(268,804)</u>	<u>2,658,784</u>
Nonoperating revenues (expenses):		
Interest income	-	155,584
Interest expense (net of amount capitalized of \$442,749)	-	(67,145)
Equity in joint venture income	-	-
Gain (loss) on disposition of property, equipment and investments	-	(4,607)
	<u>-</u>	<u>(4,607)</u>
Total nonoperating revenues (expenses)	<u>-</u>	<u>83,832</u>
Capital Contributions		
Grants and other contributions	3,978,039	2,416,532
	<u>3,978,039</u>	<u>2,416,532</u>
Income before transfers and change	3,709,235	5,159,148
Transfers out	-	(17,600)
	<u>-</u>	<u>(17,600)</u>
Net income	3,709,235	5,141,548
Net Assets July 1, 2003	<u>15,337,136</u>	<u>114,261,615</u>
Net Assets June 30, 2004	<u>\$ 19,046,371</u>	<u>\$ 119,403,163</u>

<u>Storm Water Utility</u>	<u>Refuse Collection</u>	<u>Golf</u>	<u>Total</u>
\$ 5,241,200	\$ 7,348,365	\$ 7,541,134	\$ 34,544,895
6,175	17,906	22,243	265,433
<u>5,247,375</u>	<u>7,366,271</u>	<u>7,563,377</u>	<u>34,810,328</u>
1,365,769	1,769,317	3,370,967	12,174,758
70,155	53,094	1,104,817	2,133,955
1,236,853	4,472,572	2,709,844	10,489,167
<u>1,640,895</u>	<u>900,783</u>	<u>639,835</u>	<u>6,780,346</u>
<u>4,313,672</u>	<u>7,195,766</u>	<u>7,825,463</u>	<u>31,578,226</u>
<u>933,703</u>	<u>170,505</u>	<u>(262,086)</u>	<u>3,232,102</u>
142,155	84,960	33,219	415,918
(129,046)	(49,860)	(62,867)	(308,918)
-	579,363	-	579,363
<u>7,458</u>	<u>36,535</u>	<u>(5)</u>	<u>39,381</u>
<u>20,567</u>	<u>650,998</u>	<u>(29,653)</u>	<u>725,744</u>
<u>1,274,984</u>	<u>-</u>	<u>3,609,150</u>	<u>11,278,705</u>
2,229,254	821,503	3,317,411	15,236,551
<u>(1,111)</u>	<u>(2,223)</u>	<u>(9,446)</u>	<u>(30,380)</u>
2,228,143	819,280	3,307,965	15,206,171
<u>75,787,062</u>	<u>32,636,941</u>	<u>8,384,544</u>	<u>246,407,298</u>
<u>\$ 78,015,205</u>	<u>\$ 33,456,221</u>	<u>\$ 11,692,509</u>	<u>\$ 261,613,469</u>



SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR PROPRIETARY FUNDS  
 Year ended June 30, 2004

	Intermodal Hub	Sewer Utility
Cash Flows from Operating Activities		
Receipts from customers and users	\$ 8,400	\$ 14,768,277
Payments to suppliers	(176,892)	(2,235,588)
Payments to employees	(102,939)	(5,617,413)
	(271,431)	6,915,276
Net cash provided by (used in) operating activities		
Cash flows from noncapital and related financing activities		
Payments received on interfund receivables	-	4,224,661
Transfers out	-	(17,600)
	-	4,207,061
Net cash provided by (used in) noncapital and related financing activities		
Cash flows from capital and related financing activities		
Proceeds from issuance of debt (net of discount and issuance costs)	-	25,115,815
Proceeds from sale of equipment	-	3,373
Contributions for aid in construction	3,978,039	1,411,540
Payment on long-term obligations, net of capitalized interest	-	(511,200)
Payments for purchase and construction of fixed assets, including capitalized interest	(4,893,062)	(9,906,005)
Other receipts	-	1,195
	(915,023)	16,114,718
Net cash provided by (used in) capital and related financing activities		

Storm Water Utility	Refuse Collection	Golf	Total
\$ 5,309,154 (740,972) <u>(1,335,171)</u>	\$ 7,468,894 (4,503,067) <u>(1,791,061)</u>	\$ 7,624,802 (4,202,543) <u>(3,409,803)</u>	\$ 35,179,527 (11,859,062) <u>(12,256,387)</u>
<u>3,233,011</u>	<u>1,174,766</u>	<u>12,456</u>	<u>11,064,078</u>
1,642,925 <u>(1,111)</u>	- <u>(2,223)</u>	- <u>(9,446)</u>	5,867,586 <u>(30,380)</u>
<u>1,641,814</u>	<u>(2,223)</u>	<u>(9,446)</u>	<u>5,837,206</u>
7,898,272 - 256,870 -	837,681 36,534 - (594,974)	- - - (491,475)	33,851,768 39,907 5,646,449 (1,597,649)
(1,655,197) 7,456	(1,043,929) <u>-</u>	(42,889) <u>-</u>	(17,541,082) <u>8,651</u>
<u>6,507,401</u>	<u>(764,688)</u>	<u>(534,364)</u>	<u>20,408,044</u>

-(continued)-

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR PROPRIETARY FUNDS  
 Year ended June 30, 2004

	Intermodal Hub	Sewer Utility
Cash flows from investing activities:		
Interest received on investments and loans	-	155,583
Net cash provided by investing activities	-	155,583
Net increase (decrease) in cash and cash equivalents	(1,186,454)	27,392,638
Cash and cash equivalents at beginning of year	3,931,397	16,599,654
Cash and cash equivalents at end of year	\$ 2,744,943	\$ 43,992,292
Cash and cash equivalent components:		
Unrestricted	\$ 2,744,943	\$ 10,580,422
Restricted	-	33,411,870
Cash and cash equivalents at end of year	\$ 2,744,943	\$ 43,992,292
Cash flows from operating activities -		
Operating income (loss)	\$ (268,804)	\$ 2,658,784
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation and amortization	\$ -	\$ 3,598,833
Increase (decrease) due to changes in:		
Accounts receivable	-	111,732
Other current assets	-	(85,869)
Accounts payable	997	588,924
Accrued liabilities affecting operating activities	(3,624)	42,872
Other liabilities	-	-
Long-term compensation liability	-	-
Total adjustments	(2,627)	4,256,492
Net cash provided by (used in) operating activities	\$ (271,431)	\$ 6,915,276
Noncash transactions affecting financial position:		
Contributions of fixed assets from other entities	\$ -	\$ 1,004,991

<u>Storm Water Utility</u>	<u>Refuse Collection</u>	<u>Golf</u>	<u>Total</u>
<u>142,155</u>	<u>84,960</u>	<u>33,219</u>	<u>415,917</u>
<u>142,155</u>	<u>84,960</u>	<u>33,219</u>	<u>415,917</u>
<u>11,524,381</u>	<u>492,815</u>	<u>(498,135)</u>	<u>37,725,245</u>
<u>10,480,888</u>	<u>4,655,730</u>	<u>1,963,136</u>	<u>37,630,805</u>
<u>\$ 22,005,269</u>	<u>\$ 5,148,545</u>	<u>\$ 1,465,001</u>	<u>\$ 75,356,050</u>
<u>\$ 5,876,021</u>	<u>\$ 4,424,105</u>	<u>\$ 1,465,001</u>	<u>\$ 25,090,492</u>
<u>16,129,248</u>	<u>724,440</u>	<u>-</u>	<u>50,265,558</u>
<u>\$ 22,005,269</u>	<u>\$ 5,148,545</u>	<u>\$ 1,465,001</u>	<u>\$ 75,356,050</u>
<u>\$ 933,703</u>	<u>\$ 170,505</u>	<u>\$ (262,086)</u>	<u>\$ 3,232,102</u>
<u>\$ 1,640,895</u>	<u>\$ 900,783</u>	<u>\$ 639,835</u>	<u>\$ 6,780,346</u>
<u>58,005</u>	<u>138,783</u>	<u>(4,965)</u>	<u>303,555</u>
<u>3,773</u>	<u>-</u>	<u>7,362</u>	<u>(74,734)</u>
<u>628,229</u>	<u>22,599</u>	<u>(395,244)</u>	<u>845,505</u>
<u>(31,594)</u>	<u>2,629</u>	<u>46,202</u>	<u>56,485</u>
<u>-</u>	<u>(36,160)</u>	<u>66,390</u>	<u>30,230</u>
<u>-</u>	<u>(24,373)</u>	<u>(85,038)</u>	<u>(109,411)</u>
<u>2,299,308</u>	<u>1,004,261</u>	<u>274,542</u>	<u>7,831,976</u>
<u>\$ 3,233,011</u>	<u>\$ 1,174,766</u>	<u>\$ 12,456</u>	<u>\$ 11,064,078</u>
<u>\$ 1,018,114</u>	<u>\$ -</u>	<u>\$ 3,609,150</u>	<u>\$ 5,632,255</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 INTERMODAL HUB FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
<b>Revenues and other sources:</b>					
Grants and other contributions	3,978,039	\$ 3,978,039	\$ 5,951,765	\$ 5,951,765	\$ (1,973,726)
Debt Proceeds	-	-	2,500,000	2,500,000	(2,500,000)
Donations	-	-	1,500,000	1,500,000	(1,500,000)
Other	8,400	8,400	8,400	8,400	-
<b>Total revenues and other sources</b>	<b>3,986,439</b>	<b>3,986,439</b>	<b>9,960,165</b>	<b>9,960,165</b>	<b>(5,973,726)</b>
<b>Expenses and other uses:</b>					
Personal services	99,315	99,315	-	-	(99,315)
Operating and Maintenance	870	870	11,000	11,000	10,130
Charges and services	177,019	177,019	1,794,691	1,794,691	1,617,672
<b>Total expenses before capital outlay</b>	<b>277,204</b>	<b>277,204</b>	<b>1,805,691</b>	<b>1,805,691</b>	<b>1,528,487</b>
Capital outlay - Construction and purchase of property	-	11,278,141	12,000,000	12,000,000	721,859
<b>Total expenses and other uses</b>	<b>277,204</b>	<b>11,555,345</b>	<b>13,805,691</b>	<b>13,805,691</b>	<b>2,250,346</b>
<b>Change in net assets</b>	<b>\$ 3,709,235</b>	<b>\$ (7,568,906)</b>	<b>\$ (3,845,526)</b>	<b>\$ (3,845,526)</b>	<b>\$ (3,723,380)</b>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 SEWER UTILITY FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
<b>Revenues and other sources:</b>					
Operating revenue - sales and charges for current services	\$ 14,624,905	\$ 14,624,905	\$ 15,995,160	\$ 15,995,160	\$ (1,370,255)
Equipment disposition proceeds	-	4,568	10,000	10,000	(5,432)
Loss on sale of assets	(4,607)	-	-	-	-
Interest income	155,584	155,584	450,000	450,000	(294,416)
Impact fees	487,310	487,310	600,000	600,000	(112,690)
Bond proceeds	-	25,115,815	25,000,000	25,000,000	115,815
Contributions and non-operating grants	1,929,222	1,929,222	500,000	500,000	1,429,222
<b>Total revenues and other sources</b>	<b>17,192,414</b>	<b>42,317,404</b>	<b>42,555,160</b>	<b>42,555,160</b>	<b>(237,756)</b>
<b>Expenses and other uses:</b>					
Personal services	5,573,895	5,573,895	5,675,520	5,675,520	101,625
Accrued compensated absences	(4,505)	-	-	-	-
Operating and maintenance	905,019	905,019	1,320,352	1,320,352	415,333
Charges and services	1,892,879	1,892,879	2,603,828	2,603,828	710,949
Depreciation and amortization	3,598,833	-	-	-	-
Transfers out	17,600	17,600	-	-	(17,600)
<b>Expenses before debt service and capital outlay</b>	<b>11,983,721</b>	<b>8,389,393</b>	<b>9,599,700</b>	<b>9,599,700</b>	<b>1,210,307</b>
<b>Debt service:</b>					
Principal	-	449,651	695,000	695,000	245,349
Interest	473,473	473,473	2,085,000	2,085,000	1,611,527
Capitalized interest	(406,328)	-	-	-	-
<b>Capital outlay:</b>					
Land	-	-	-	-	-
Buildings	-	6,549,173	29,667,000	34,417,000	27,867,827
Improvements other than buildings	-	4,014,127	4,126,500	5,240,244	1,226,117
Equipment	-	291,804	959,500	959,500	667,696
<b>Total expenses and other uses</b>	<b>12,050,866</b>	<b>20,167,621</b>	<b>47,132,700</b>	<b>52,996,444</b>	<b>32,828,823</b>
<b>Change in net assets</b>	<b>\$ 5,141,548</b>	<b>\$ 22,149,783</b>	<b>\$ (4,577,540)</b>	<b>\$ (10,441,284)</b>	<b>\$ 32,591,067</b>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 STORM WATER UTILITY FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
<b>Revenues and other sources:</b>					
Operating revenue - sales and charges					
for current services	\$ 5,247,375	\$ 5,247,375	\$ 5,388,151	\$ 5,388,151	\$ (140,776)
Gain on sale of assets	7,458	-	-	-	-
Equipment disposition proceeds	-	7,456	16,000	16,000	(8,544)
Interest income	142,155	142,155	270,000	270,000	(127,845)
Bond proceeds	-	7,898,272	8,000,000	8,000,000	(101,728)
Impact fees	200,655	200,655	250,000	250,000	(49,345)
Contributions and nonoperating grants	1,074,329	1,074,329	700,000	700,000	374,329
<b>Total revenues and other sources</b>	<b>6,671,972</b>	<b>14,570,242</b>	<b>14,624,151</b>	<b>14,624,151</b>	<b>(53,909)</b>
<b>Expenses and other uses:</b>					
Personal services	1,403,960	1,403,960	1,480,151	1,480,151	76,191
Accrued compensated absences	(38,191)	-	-	-	-
Operating and maintenance	70,155	70,155	119,650	119,650	49,495
Charges and services	1,236,853	1,236,853	1,350,016	1,350,016	113,163
Depreciation and amortization	1,640,895	-	-	-	-
Transfers out	1,111	1,111	800	800	(311)
<b>Expenses before debt service and capital outlay</b>	<b>4,314,783</b>	<b>2,712,079</b>	<b>2,950,617</b>	<b>2,950,617</b>	<b>238,538</b>
<b>Debt service:</b>					
Principal	-	-	200,000	200,000	200,000
Interest	165,467	165,467	600,000	600,000	434,533
Capitalized interest	(36,421)	-	-	-	-
<b>Capital outlay:</b>					
Buildings	-	206,276	220,000	340,000	133,724
Improvements other than buildings	-	2,472,530	11,355,000	12,182,000	9,709,470
Equipment	-	41,308	140,000	140,000	98,692
<b>Total expenses and other uses</b>	<b>4,443,829</b>	<b>5,597,660</b>	<b>15,465,617</b>	<b>16,412,617</b>	<b>10,814,957</b>
<b>Change in net assets</b>	<b>\$ 2,228,143</b>	<b>\$ 8,972,582</b>	<b>\$ (841,466)</b>	<b>\$ (1,788,466)</b>	<b>\$ 10,761,048</b>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 REFUSE COLLECTION FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
Revenues and other sources:					
Refuse collection fees	\$ 7,348,365	\$ 7,348,365	\$ 7,418,778	\$ 7,418,778	\$ (70,413)
Fixed asset disposition proceeds	-	36,535	151,000	151,000	(114,465)
Gain on fixed asset disposition	36,535	-	-	-	-
Rental and other	17,906	17,906	-	-	17,906
Proceeds from debt	-	837,681	-	-	837,681
Interest income	84,960	84,960	92,000	92,000	(7,040)
Equity in joint venture income	579,363	-	-	-	-
Total revenues and other sources	<u>8,067,129</u>	<u>8,325,447</u>	<u>7,661,778</u>	<u>7,661,778</u>	<u>663,669</u>
Expenses and other uses:					
Personal services	1,804,074	1,804,074	2,017,087	2,017,087	213,013
Accrued compensated absences	(34,757)	-	-	-	-
Operating and maintenance	53,094	53,094	74,755	75,292	22,198
Charges and services	4,472,572	4,472,572	4,804,653	4,807,268	334,696
Depreciation	900,783	-	-	-	-
Transfers out	2,223	2,223	2,174	2,174	(49)
Total expenses before debt service and capital outlay	<u>7,197,989</u>	<u>6,331,963</u>	<u>6,898,669</u>	<u>6,901,821</u>	<u>569,858</u>
Debt service:					
Principal	-	545,114	701,714	701,714	156,600
Interest	49,860	49,860	85,551	85,551	35,691
Capital outlay - purchase of equipment	<u>-</u>	<u>1,043,929</u>	<u>283,919</u>	<u>301,774</u>	<u>(742,155)</u>
Total expenses and other uses	<u>7,247,849</u>	<u>7,970,866</u>	<u>7,969,853</u>	<u>7,990,860</u>	<u>19,994</u>
Change in net assets	<u>\$ 819,280</u>	<u>\$ 354,581</u>	<u>\$ (308,075)</u>	<u>\$ (329,082)</u>	<u>\$ 683,663</u>



SALT LAKE CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
GOLF FUND  
Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Original	Final	Variance
Revenues and other sources:					
Admissions and fees	\$ 4,973,586	\$ 4,973,586	\$ 5,482,390	\$ 5,482,390	\$ (508,804)
Equipment and facility rental	1,807,571	1,807,571	2,034,531	2,034,531	(226,960)
Retail sales and concessions	778,814	778,814	784,230	784,230	(5,416)
Interest income	33,219	33,219	41,200	41,200	(7,981)
Loss on sale of assets	(5)	-	-	-	-
Intergovernmental	-	-	386,642	386,642	(386,642)
Public Donations	3,609,150	3,609,150	-	-	3,609,150
Other revenue	3,406	3,406	-	-	3,406
<b>Total revenues and other sources</b>	<b>11,205,741</b>	<b>11,205,746</b>	<b>8,728,993</b>	<b>8,728,993</b>	<b>2,476,753</b>
Expenses and other uses:					
Personal services	3,436,980	3,436,980	3,679,674	3,679,674	242,694
Accrued compensated absences	(66,013)	-	-	-	-
Operating and maintenance	1,104,817	1,104,817	1,218,624	1,224,540	119,723
Charges and services	2,709,844	2,709,844	2,926,038	2,943,485	233,641
Depreciation	639,835	-	-	-	-
Transfers out	9,446	9,446	9,400	9,400	(46)
<b>Total expenses before debt service and capital outlay</b>	<b>7,834,909</b>	<b>7,261,087</b>	<b>7,833,736</b>	<b>7,857,099</b>	<b>596,012</b>
Debt Service:					
Principal	-	428,608	422,792	422,792	(5,816)
Interest	62,867	62,867	68,724	68,724	5,857
Capital outlay-purchase of equipment	-	491,475	399,999	599,020	107,545
<b>Total expenses and other uses</b>	<b>7,897,776</b>	<b>8,244,037</b>	<b>8,725,251</b>	<b>8,947,635</b>	<b>703,598</b>
<b>Change in net assets</b>	<b>\$ 3,307,965</b>	<b>\$ 2,961,709</b>	<b>\$ 3,742</b>	<b>\$ (218,642)</b>	<b>\$ 3,180,351</b>

Major Enterprise Funds and Governmental Funds  
– Budgetary Comparison Schedules

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 WATER UTILITY FUND  
 Year ended June 30, 2004

	Actual on GAAP basis	Actual on budgetary basis	Budgetary Basis		Variance
			Budgeted Amounts		
			Original	Final	
<b>Revenues and other sources:</b>					
Operating revenue - sales and charges for current services	\$ 45,146,702	\$ 45,146,702	\$ 43,539,923	\$ 43,539,923	\$ 1,606,779
Equipment disposition proceeds	-	1,019,647	50,000	50,000	969,647
Gain on sale of assets	989,778	4,732	-	-	4,732
Interest income	604,279	604,279	800,000	800,000	(195,721)
Contributions and nonoperating grants	2,674,140	2,674,140	855,000	855,000	1,819,140
Impact fees	902,271	902,271	500,000	500,000	402,271
<b>Total revenues and other sources</b>	<b>50,317,170</b>	<b>50,351,771</b>	<b>45,744,923</b>	<b>45,744,923</b>	<b>4,606,848</b>
<b>Expenses and other uses:</b>					
Personal services	13,449,590	13,449,590	13,616,812	13,616,812	167,222
Accrued compensated absences	(72,583)	-	-	-	-
Operating and maintenance	2,004,710	2,004,710	2,394,399	2,394,399	389,689
Charges and services	13,749,865	13,749,865	16,076,026	16,136,026	2,386,161
Depreciation and amortization	5,225,620	-	-	-	-
Transfers out	22,698	22,698	-	-	(22,698)
<b>Expenses before debt service and capital outlay</b>	<b>34,379,900</b>	<b>29,226,863</b>	<b>32,087,237</b>	<b>32,147,237</b>	<b>2,920,374</b>
<b>Debt service:</b>					
Principal	-	3,220,351	3,557,028	3,557,028	336,677
Interest	1,542,269	1,542,269	1,185,676	1,185,676	(356,593)
Capitalized interest	(74,223)	-	-	-	-
<b>Capital outlay:</b>					
Land and water rights	-	445,505	340,000	340,000	(105,505)
Buildings	-	2,999,960	13,461,000	13,461,000	10,461,040
Improvements other than buildings	-	10,892,988	8,206,831	9,907,148	(985,840)
Equipment	-	1,102,766	1,447,500	1,636,411	533,645
<b>Total expenses and other uses</b>	<b>35,847,946</b>	<b>49,430,702</b>	<b>60,285,272</b>	<b>62,234,500</b>	<b>12,803,798</b>
<b>Change in net assets</b>	<b>\$ 14,469,224</b>	<b>\$ 921,069</b>	<b>\$ (14,540,349)</b>	<b>\$ (16,489,577)</b>	<b>\$ 17,410,646</b>

SALT LAKE CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
DEPARTMENT OF AIRPORTS  
Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
<b>Revenues and other sources:</b>					
Airfields	\$ 14,949,270	\$ 14,949,270	\$16,696,239	\$16,696,239	\$ (1,746,969)
Terminals	28,466,432	28,466,432	34,476,119	34,476,119	(6,009,687)
Landside	28,622,719	28,622,719	24,355,500	24,355,500	4,267,219
Auxiliary airports	412,564	412,564	370,363	370,363	42,201
General aviation	1,465,394	1,465,394	1,446,912	1,446,912	18,482
Support areas	6,227,550	6,227,550	6,088,527	6,088,527	139,023
Other revenue	1,728,707	1,728,707	1,580,740	1,580,740	147,967
Gain on equipment disposition	2,013,255	-	-	-	-
Equipment disposition proceeds	-	2,579,562	-	-	2,579,562
Interest income	2,253,612	2,253,612	1,000,000	1,000,000	1,253,612
Passenger facility charges	34,081,662	34,081,662	109,259,000	113,599,000	(79,517,338)
Contributions for aid in construction	14,073,292	14,073,292	56,076,700	70,226,700	(56,153,408)
<b>Total revenues and other sources</b>	<u>134,294,457</u>	<u>134,860,764</u>	<u>251,350,100</u>	<u>269,840,100</u>	<u>(134,979,336)</u>
<b>Expenses and other uses:</b>					
Personal services	34,754,378	34,754,378	34,004,400	34,023,359	(731,019)
Accrued compensated absences	98,874	-	-	-	-
Capitalized personal services	(2,090,509)	-	-	-	-
Operating and maintenance	6,611,173	6,611,173	6,012,600	6,084,850	(526,323)
Charges and services	19,725,245	19,725,245	24,400,100	24,308,750	4,583,505
Depreciation and amortization	38,777,109	-	-	-	-
Participating airline rebate	2,164,051	2,164,051	1,164,500	1,164,500	(999,551)
Transfers out	39,910	39,910	800,000	800,000	760,090
<b>Total expenses before debt service and capital outlay</b>	<u>100,080,231</u>	<u>63,294,757</u>	<u>66,381,600</u>	<u>66,381,459</u>	<u>3,086,702</u>
<b>Debt service:</b>					
Principal	-	46,965,000	46,799,200	46,965,000	-
Interest	12,160,751	12,160,751	9,727,800	9,562,000	(2,598,751)
Capitalized interest	(153,668)	-	-	-	-
Capital outlay					
Land	-	1,413,869	4,844,000	4,826,000	3,412,131
Equipment	-	8,825,247	5,821,200	5,821,200	(3,004,047)
Construction, including multi- year projects	-	38,172,700	117,314,400	135,822,400	97,649,700
<b>Total expenses and other uses</b>	<u>112,087,314</u>	<u>170,832,324</u>	<u>250,888,200</u>	<u>269,378,059</u>	<u>98,545,735</u>
<b>Change in net assets</b>	<u>\$ 22,207,143</u>	<u>\$ (35,971,560)</u>	<u>\$ 461,900</u>	<u>\$ 462,041</u>	<u>\$ (36,433,601)</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 REDEVELOPMENT AGENCY FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
Revenues and other sources:					
Operating income - rental and other	\$ 1,175,773	\$ 1,175,773	\$ 1,243,976	\$ 1,243,976	\$ (68,203)
Property taxes	22,917,592	22,917,592	29,212,167	22,917,592	-
Interest income	1,398,868	1,398,868	600,136	925,175	473,693
Property disposition proceeds	-	-	1,018,402	1,018,402	(1,018,402)
Principal received on loans	-	1,120,823	250,000	450,000	670,823
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues and other sources	25,492,233	26,613,056	32,324,681	26,555,145	57,911
Expenses and other uses:					
Personal services	518,169	518,169	561,050	561,050	42,881
Accrued compensated absences	(2,390)	-	-	-	-
Operating and maintenance	2,716,124	2,716,124	12,192,807	13,626,190	10,910,066
Charges and services	3,630,659	3,630,659	31,549,555	25,035,218	21,404,559
Property tax refund designation	-	-	161,500	211,509	211,509
Loans made to residents and businesses	-	7,604,397	10,343,223	11,486,328	3,881,931
Depreciation and amortization	1,731,556	-	-	-	-
Loss on writedown of land/buildings held for resale	214,366	-	-	-	-
Transfers Out	3,890	3,890	3,890	3,890	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total expenses before debt service	8,812,374	14,473,239	54,812,025	50,924,185	36,450,946
Debt service:					
Principal	-	6,515,000	10,510,888	10,510,888	3,995,888
Interest and fiscal charges	2,113,929	1,838,138	2,457,325	2,457,325	619,187
Accrued interest on capital appreciation bonds	2,474,598	-	-	-	-
Capital outlay- Land purchases	-	5,196,914	8,082,197	7,215,634	2,018,720
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total expenses and other uses	13,400,901	28,023,291	75,862,435	71,108,032	43,084,741
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Change in net assets	<u>\$ 12,091,332</u>	<u>\$ (1,410,235)</u>	<u>\$ (43,537,754)</u>	<u>\$ (44,552,887)</u>	<u>\$ 43,142,652</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 CAPITAL PROJECTS FUND  
 Year ended June 30, 2004

	Actual (GAAP basis)	Budgeted Amounts		Variance
		Original Budget	Final Budget	
<b>Revenues:</b>				
Permits	\$ 407,257	\$ -	\$ -	\$ 407,257
Assessments	241,692	1,636,000	1,766,000	(1,524,308)
Interest	190,512	-	195	190,317
Intergovernmental	7,723,645	3,931,003	6,143,419	1,580,226
Contributions	-	-	302,000	(302,000)
Miscellaneous	560,653	-	11,300,000	(10,739,347)
<b>Total revenues</b>	<u>9,123,759</u>	<u>5,567,003</u>	<u>19,511,614</u>	<u>(10,387,855)</u>
<b>Expenditures:</b>				
Capital outlay	32,858,125	13,449,405	85,727,766	52,869,641
<b>Total expenditures</b>	<u>32,858,125</u>	<u>13,449,405</u>	<u>85,727,766</u>	<u>52,869,641</u>
Revenues under expenditures	<u>(23,734,366)</u>	<u>(7,882,402)</u>	<u>(66,216,152)</u>	<u>42,481,786</u>
<b>Other financing sources (uses):</b>				
Proceeds from bond issuance	28,263,430	-	15,638,817	12,624,613
Proceeds from sale of property	143,187	-	-	143,187
Transfers in	22,467,634	20,816,245	23,235,972	(768,338)
Transfers out	<u>(14,125,430)</u>	<u>(14,137,003)</u>	<u>(14,137,003)</u>	<u>11,573</u>
<b>Total other financing sources (uses):</b>	<u>36,748,821</u>	<u>6,679,242</u>	<u>24,737,786</u>	<u>12,011,035</u>
Revenues and other sources over (under) expenditures and other uses	13,014,455	(1,203,160)	(41,478,366)	54,492,821
Fund balance July 1, 2003	28,863,214	28,863,214	28,863,214	-
Fund balance June 30, 2004	<u>\$ 41,877,669</u>	<u>\$ 27,660,054</u>	<u>\$ (12,615,152)</u>	<u>\$ 54,492,821</u>

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## **Internal Service Funds**

**Fleet Management Fund** - This fund is used to account for the costs of the fleet management system which provides vehicles for use by City departments, and which provides vehicle maintenance on a cost-reimbursement basis.

**Information Management Services Fund** - This fund is used to account for the costs of providing data processing services to City departments. Costs are recovered by charges to user departments.

**Risk Management Fund** - This fund is used to account for the costs of providing insurance for employee health, accident, long-term disability, unemployment and worker's compensation. It also accounts for costs of the City's property damage insurance.

**Governmental Immunity Fund** - This fund is used to account for payment of general liability claims against the City.

**Municipal Building Authority Fund** - This fund is used to account for the acquisition and lease to the City of purchased or constructed property and equipment. This fund accounts for the bonds which were issued to purchase or construct the property and equipment and also accounts for the retirement of those bonds.

**Copy Center Fund** - This fund is used to account for centralized photocopying and printing activities.



SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF NET ASSETS - INTERNAL SERVICE FUNDS  
 June 30, 2004

<u>ASSETS</u>	<u>Fleet Management</u>	<u>Information Management Services</u>
Current assets:		
Cash and cash equivalents	\$ 4,493,855	\$ -
Receivables:		
Other receivables	219,716	1,637
Other assets:		
Prepaid expenses	-	405,370
Inventories of supplies, at cost	403,394	55,629
	<hr/>	<hr/>
Total current assets	5,116,965	462,636
	<hr/>	<hr/>
Restricted assets - cash and cash equivalents	149,439	-
	<hr/>	<hr/>
Property and equipment, at cost:		
Land	-	-
Buildings	5,302	60,411
Improvements other than buildings	-	-
Machinery and equipment	39,871,389	5,234,972
Leased property under capital leases	58,000	-
Work in progress	240,859	-
Accumulated depreciation and amortization	(23,519,255)	(3,534,002)
	<hr/>	<hr/>
Net property and equipment	16,656,295	1,761,381
	<hr/>	<hr/>
Bond issue costs, less accumulated amortization of \$753,454	-	-
	<hr/>	<hr/>
	<hr/>	<hr/>
Total assets	\$ 21,922,699	\$ 2,224,017
	<hr/> <hr/>	<hr/> <hr/>
<u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Due to other funds for cash overdraft	\$ -	\$ 616,052
Accounts payable	527,484	279,693
Accrued liabilities	174,623	208,061
Deferred revenue	-	111,640
Current portion of long-term debt	3,123,054	-
	<hr/>	<hr/>
Total current liabilities	3,825,161	1,215,446
	<hr/>	<hr/>
Long-term liabilities:		
Bonds payable	-	-
Notes payable	3,684,622	-
Notes payable from restricted assets	149,439	-
Obligations for compensation liabilities due after one year	266,040	689,439
	<hr/>	<hr/>
Total long-term liabilities	4,100,101	689,439
	<hr/>	<hr/>
Total liabilities	7,925,262	1,904,885
	<hr/> <hr/>	<hr/> <hr/>
Net Assets:		
Invested in capital assets	9,699,180	1,761,381
Unrestricted (deficit)	4,298,257	(1,442,249)
	<hr/>	<hr/>
Total net assets	13,997,437	319,132
	<hr/>	<hr/>
Total liabilities and net assets	\$ 21,922,699	\$ 2,224,017
	<hr/> <hr/>	<hr/> <hr/>

<u>Risk Management</u>	<u>Governmental Immunity</u>	<u>Municipal Building Authority</u>	<u>Copy Center</u>	<u>Total</u>
\$ 4,866,829	\$ 2,572,932	\$ 2,334,438	\$ 105,452	\$ 14,373,506
10,278	-	-	-	231,631
-	-	-	15,100	420,470
-	-	-	5,483	464,506
<u>4,877,107</u>	<u>2,572,932</u>	<u>2,334,438</u>	<u>126,035</u>	<u>15,490,113</u>
-	-	6,626,621	-	6,776,060
62,741	-	7,404,846	-	7,467,587
127,384	-	62,222,148	-	62,415,245
-	-	13,057,014	-	13,057,014
21,619	-	4,130,546	30,527	49,289,053
-	-	-	-	58,000
-	-	7,158,930	-	7,399,789
<u>(47,780)</u>	<u>-</u>	<u>(21,800,718)</u>	<u>(19,222)</u>	<u>(48,920,977)</u>
<u>163,964</u>	<u>-</u>	<u>72,172,766</u>	<u>11,305</u>	<u>90,765,711</u>
-	-	733,666	-	733,666
<u>\$ 5,041,071</u>	<u>\$ 2,572,932</u>	<u>\$ 81,867,491</u>	<u>\$ 137,340</u>	<u>\$ 113,765,550</u>
\$ -	\$ -	\$ -	\$ -	\$ 616,052
100,395	7,402	4,900	6,563	926,437
2,875,248	2,033,574	783,374	-	6,074,880
28,006	-	-	-	139,646
-	-	2,415,000	-	5,538,054
<u>3,003,649</u>	<u>2,040,976</u>	<u>3,203,274</u>	<u>6,563</u>	<u>13,295,069</u>
-	-	61,420,450	-	61,420,450
-	-	-	-	3,684,622
-	-	-	-	149,439
<u>31,554</u>	<u>7,038</u>	<u>-</u>	<u>-</u>	<u>994,071</u>
<u>31,554</u>	<u>7,038</u>	<u>61,420,450</u>	<u>-</u>	<u>66,248,582</u>
<u>3,035,203</u>	<u>2,048,014</u>	<u>64,623,724</u>	<u>6,563</u>	<u>79,543,651</u>
163,964	-	8,337,316	11,305	19,973,146
1,841,904	524,918	8,906,451	119,472	14,248,753
<u>2,005,868</u>	<u>524,918</u>	<u>17,243,767</u>	<u>130,777</u>	<u>34,221,899</u>
<u>\$ 5,041,071</u>	<u>\$ 2,572,932</u>	<u>\$ 81,867,491</u>	<u>\$ 137,340</u>	<u>\$ 113,765,550</u>

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
 INTERNAL SERVICE FUNDS  
 Year ended June 30, 2004

	Fleet Management	Information Management Services
Operating revenue - charges for services	\$ 6,654,519	\$ 7,306,587
Operating expenses:		
Personal services	2,360,409	4,918,212
Operating and maintenance	2,893,952	257,706
Charges and services including change in reserves	656,548	1,736,786
Depreciation and amortization	4,517,010	704,970
Total operating expenses	10,427,919	7,617,674
Operating income (loss)	(3,773,400)	(311,087)
Nonoperating revenues (expenses):		
Interest income	3,544	46,254
Interest expense	(303,758)	(3,441)
Gain (loss) on property and equipment disposition	290,267	(2,268)
Total nonoperating revenues (expenses)	(9,947)	40,545
Income (loss) before operating transfers	(3,783,347)	(270,542)
Transfers in	4,820,981	183,795
Transfers out	(15,794)	-
Change in net assets	1,021,840	(86,747)
Net Assets (deficit) July 1, 2003	12,975,597	405,879
Net Assets June 30, 2004	\$ 13,997,437	\$ 319,132

<u>Risk Management</u>	<u>Governmental Immunity</u>	<u>Municipal Building Authority</u>	<u>Copy Center</u>	<u>Total</u>
<u>\$ 25,711,834</u>	<u>\$ -</u>	<u>\$ 2,693,258</u>	<u>\$ 682,999</u>	<u>\$ 43,049,197</u>
564,815	363,124	-	-	8,206,560
8,765	24,375	50	279,191	3,464,039
24,253,824	513,444	13,842	376,440	27,550,884
<u>2,716</u>	<u>-</u>	<u>2,106,426</u>	<u>3,230</u>	<u>7,334,352</u>
<u>24,830,120</u>	<u>900,943</u>	<u>2,120,318</u>	<u>658,861</u>	<u>46,555,835</u>
<u>881,714</u>	<u>(900,943)</u>	<u>572,940</u>	<u>24,138</u>	<u>(3,506,638)</u>
79,097	59,021	124,270	-	312,186
-	-	(3,596,470)	-	(3,903,669)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>287,999</u>
<u>79,097</u>	<u>59,021</u>	<u>(3,472,200)</u>	<u>-</u>	<u>(3,303,484)</u>
960,811	(841,922)	(2,899,260)	24,138	(6,810,122)
96,000	1,404,586	3,488,814	-	9,994,176
<u>(5,834)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(21,628)</u>
1,050,977	562,664	589,554	24,138	3,162,426
<u>954,891</u>	<u>(37,746)</u>	<u>16,654,213</u>	<u>106,639</u>	<u>31,059,473</u>
<u>\$ 2,005,868</u>	<u>\$ 524,918</u>	<u>\$ 17,243,767</u>	<u>\$ 130,777</u>	<u>\$ 34,221,899</u>

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 Year ended June 30, 2004

	Fleet Management	Information Management Services
Increase (decrease) in cash and cash equivalents:		
Cash flows from operating activities -		
Receipts from customers and users	6,434,803	7,302,575
Payments to suppliers	(3,156,691)	(1,747,831)
Payments to employees	(2,354,988)	(4,879,069)
	923,124	675,675
Net cash provided by (used in) operating activities		
Cash flows from noncapital financing activities:		
Transfers in	4,820,981	183,795
Transfers out	(15,794)	-
	4,805,187	183,795
Net cash provided by noncapital financing activities		
Cash flows from capital and related financing activities:		
Proceeds from issuance of debt net of discount and issuance costs	3,265,625	-
Proceeds from sale of equipment	796,649	7,969
Payments on long-term obligations	(3,467,443)	(109,089)
Payments for purchase of fixed assets	(5,472,971)	(804,604)
	(4,878,140)	(905,724)
Net cash used in capital financing activities		
Cash flows from investing activities:		
Interest received on investments	3,544	46,254
	3,544	46,254
Net cash provided by investing activities		
Net increase (decrease) in cash and cash equivalents	853,715	-
Cash and cash equivalents at beginning of year	3,789,579	-
Cash and cash equivalents at end of year	\$ 4,643,294	\$ -
Cash and cash equivalent components:		
Unrestricted	\$ 4,493,855	\$ -
Restricted	149,439	-
Cash and cash equivalents at end of year	\$ 4,643,294	\$ -
Reconciliation of operating income to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (3,773,400)	\$ (311,087)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation and amortization	4,517,010	704,970
Increase (decrease) due to change in:		
Inventories of supplies	35,437	41,102
Other current assets	(219,716)	(201,492)
Due to other funds for cash overdraft	-	360,269
Accounts payable	358,372	45,145
Accrued liabilities affecting operating income	36,462	52,970
Deferred revenue	-	(2,375)
Long-term compensation liability	(31,041)	(13,827)
	4,696,524	986,762
Total adjustments		
Net cash provided by (used in) operating activities	\$ 923,124	\$ 675,675

<u>Risk Management</u>	<u>Governmental Immunity</u>	<u>Municipal Building Authority</u>	<u>Copy Center</u>	<u>Total</u>
25,706,787	-	2,693,258	682,999	42,820,422
(25,953,741)	(550,601)	(5,681,383)	(713,999)	(37,804,246)
<u>(1,110,993)</u>	<u>(677,830)</u>	<u>-</u>	<u>-</u>	<u>(9,022,880)</u>
<u>(1,357,947)</u>	<u>(1,228,431)</u>	<u>(2,988,125)</u>	<u>(31,000)</u>	<u>(4,006,704)</u>
96,000	1,404,586	3,488,814	-	9,994,176
(5,834)	-	-	-	(21,628)
<u>90,166</u>	<u>1,404,586</u>	<u>3,488,814</u>	<u>-</u>	<u>9,972,548</u>
-	-	-	-	3,265,625
-	-	-	-	804,618
-	-	(5,858,704)	-	(9,435,236)
<u>-</u>	<u>-</u>	<u>(497,353)</u>	<u>-</u>	<u>(6,774,928)</u>
-	-	(6,356,057)	-	(12,139,921)
79,097	59,021	124,270	-	312,186
<u>79,097</u>	<u>59,021</u>	<u>124,270</u>	<u>-</u>	<u>312,186</u>
(1,188,684)	235,176	(5,731,098)	(31,000)	(5,861,891)
<u>6,055,513</u>	<u>2,337,756</u>	<u>14,692,157</u>	<u>136,452</u>	<u>27,011,457</u>
<u>\$ 4,866,829</u>	<u>\$ 2,572,932</u>	<u>\$ 8,961,059</u>	<u>\$ 105,452</u>	<u>\$ 21,149,566</u>
\$ 4,866,829	\$ 2,572,932	\$ 2,334,438	\$ 105,452	\$ 14,373,506
-	-	6,626,621	-	6,776,060
<u>\$ 4,866,829</u>	<u>\$ 2,572,932</u>	<u>\$ 8,961,059</u>	<u>\$ 105,452</u>	<u>\$ 21,149,566</u>
\$ 881,714	\$ (900,943)	\$ 572,940	\$ 24,138	\$ (3,506,638)
2,716	-	2,106,426	3,230	7,334,352
-	-	-	(5,483)	71,056
(5,321)	-	-	(12,827)	(439,356)
(34,613)	-	(4,990,825)	-	(4,665,169)
(1,656,539)	(12,782)	(661,797)	(40,058)	(1,967,659)
(460,078)	(204,090)	(14,869)	-	(589,605)
274	-	-	-	(2,101)
(86,100)	(110,616)	-	-	(241,584)
<u>(2,239,661)</u>	<u>(327,488)</u>	<u>(3,561,065)</u>	<u>(55,138)</u>	<u>(500,066)</u>
<u>\$ (1,357,947)</u>	<u>\$ (1,228,431)</u>	<u>\$ (2,988,125)</u>	<u>\$ (31,000)</u>	<u>\$ (4,006,704)</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 FLEET MANAGEMENT FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
Revenues and other sources:					
Charges for maintenance	\$ 6,654,519	\$ 6,654,519	\$ 6,011,282	\$ 6,011,282	\$ 643,237
Interest income	3,544	3,544	1,070	1,070	2,474
Gain on sale of equipment	290,267	-	-	-	-
Proceeds from note	-	3,265,625	-	-	3,265,625
Proceeds from sale of equipment	-	796,649	474,000	474,000	322,649
Transfers in	4,820,981	4,820,981	4,568,960	4,568,960	252,021
	<u>11,769,311</u>	<u>15,541,318</u>	<u>11,055,312</u>	<u>11,055,312</u>	<u>4,486,006</u>
Total revenues and other sources					
Expenses and other uses:					
Personal services	2,368,626	2,368,626	2,531,724	2,531,724	163,098
Accrued compensated absences	(8,217)	-	-	-	-
Operating and maintenance	2,893,952	2,893,952	3,296,288	3,371,991	478,039
Charges and services	656,548	656,548	671,367	673,414	16,866
Depreciation	4,517,010	-	-	-	-
Transfers out	15,794	15,794	16,074	16,074	280
	<u>10,443,713</u>	<u>5,934,920</u>	<u>6,515,453</u>	<u>6,593,203</u>	<u>658,283</u>
Total expenses before debt service and capital outlay					
Debt service:					
Principal	-	3,163,685	3,671,627	3,671,627	507,942
Interest	303,758	303,758	435,082	435,082	131,324
Capital outlay	<u>-</u>	<u>5,472,971</u>	<u>1,030,000</u>	<u>1,804,692</u>	<u>(3,668,279)</u>
	<u>10,747,471</u>	<u>14,875,334</u>	<u>11,652,162</u>	<u>12,504,604</u>	<u>(2,370,730)</u>
Total expenses and other uses					
Change in net assets	<u>\$ 1,021,840</u>	<u>\$ 665,984</u>	<u>\$ (596,850)</u>	<u>\$ (1,449,292)</u>	<u>\$ 2,115,276</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 INFORMATION MANAGEMENT SERVICES FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
<b>Revenue:</b>					
Charges for services	\$ 7,305,240	\$ 7,305,240	\$ 7,351,587	\$ 7,574,577	\$ (269,337)
Interest income	46,254	46,254	91,681	91,681	(45,427)
Proceeds from sale of equipment	-	7,969	-	-	7,969
Loss on equipment disposition	(2,268)	-	-	-	-
Miscellaneous revenue	1,347	1,347	2,062	2,062	(715)
Transfers in	183,795	183,795	183,795	183,795	-
<b>Total revenues and other sources</b>	<u>7,534,368</u>	<u>7,544,605</u>	<u>7,629,125</u>	<u>7,852,115</u>	<u>(307,510)</u>
<b>Expenses and other uses:</b>					
Personal services	4,913,520	4,913,520	4,901,313	5,114,303	200,783
Accrued compensated absences	4,692	-	-	-	-
Operating and maintenance	257,706	257,706	287,916	287,916	30,210
Charges and services	1,736,786	1,736,786	1,907,455	1,907,455	170,669
Depreciation	704,970	-	-	-	-
<b>Total expenses before debt service and capital outlay</b>	<u>7,617,674</u>	<u>6,908,012</u>	<u>7,096,684</u>	<u>7,309,674</u>	<u>401,662</u>
<b>Debt service:</b>					
Principal	-	105,648	-	-	(105,648)
Interest	3,441	3,441	3,441	3,441	-
<b>Capital outlay</b>	<u>-</u>	<u>804,604</u>	<u>529,000</u>	<u>539,000</u>	<u>(265,604)</u>
<b>Total expenses and other uses</b>	<u>7,621,115</u>	<u>7,821,705</u>	<u>7,629,125</u>	<u>7,852,115</u>	<u>30,410</u>
<b>Change in net assets</b>	<u>\$ (86,747)</u>	<u>\$ (277,100)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (277,100)</u>



SALT LAKE CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
RISK MANAGEMENT FUND  
Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
Revenues and other sources:					
Charges for services	\$ 25,698,834	\$ 25,698,834	\$ 25,850,357	\$ 28,001,757	\$ (2,302,923)
Interest income	79,097	79,097	-	-	79,097
Miscellaneous	13,000	13,000	90,000	90,000	(77,000)
Transfers in	96,000	96,000	-	-	96,000
<b>Total revenues and other sources</b>	<b>25,886,931</b>	<b>25,886,931</b>	<b>25,940,357</b>	<b>28,091,757</b>	<b>(2,204,826)</b>
Expenses and other uses:					
Personal services	575,502	575,502	540,071	737,471	161,969
Accrued compensated absences	(10,687)	-	-	-	-
Operating and maintenance	8,765	8,765	14,052	14,052	5,287
Premiums and other charges for services	24,722,742	24,722,742	25,334,934	27,500,934	2,778,192
Change in reserves	(468,918)	-	-	-	-
Depreciation	2,716	-	-	-	-
Transfers out	5,834	5,834	-	-	(5,834)
<b>Total expenses before capital outlay</b>	<b>24,835,954</b>	<b>25,312,843</b>	<b>25,889,057</b>	<b>28,252,457</b>	<b>2,939,614</b>
Capital outlay	-	-	5,000	5,000	5,000
<b>Total expenses and other uses</b>	<b>24,835,954</b>	<b>25,312,843</b>	<b>25,894,057</b>	<b>28,257,457</b>	<b>2,944,614</b>
<b>Change in net assets</b>	<b>\$ 1,050,977</b>	<b>\$ 574,088</b>	<b>\$ 46,300</b>	<b>\$ (165,700)</b>	<b>\$ 739,788</b>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 GOVERNMENTAL IMMUNITY FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
Revenues and other sources -					
Interest income	\$ 59,021	\$ 59,021	\$ 142,031	\$ 142,031	\$ (83,010)
Transfers in	<u>1,404,586</u>	<u>1,404,586</u>	<u>1,332,000</u>	<u>1,436,586</u>	<u>(32,000)</u>
Total revenues	<u>1,463,607</u>	<u>1,463,607</u>	<u>1,474,031</u>	<u>1,578,617</u>	<u>(115,010)</u>
Expenses:					
Personal services	478,969	478,969	460,496	460,496	(18,473)
Accrued compensated absences	(115,845)	-	-	-	-
Operating and maintenance	24,375	24,375	17,200	17,200	(7,175)
Claims, charges and services	316,585	316,585	996,335	1,100,921	784,336
Change in reserves	<u>196,859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>900,943</u>	<u>819,929</u>	<u>1,474,031</u>	<u>1,578,617</u>	<u>758,688</u>
Change in net assets	<u>\$ 562,664</u>	<u>\$ 643,678</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 643,678</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 MUNICIPAL BUILDING AUTHORITY FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
<b>Revenues and other sources:</b>					
Charges for services	\$ 2,393,258	\$ 2,393,258	\$ 2,393,260	\$ 2,393,260	\$ (2)
Intergovernmental	300,000	300,000	-	-	300,000
Property sale proceeds	-	-	-	500,000	(500,000)
Interest income	124,270	124,270	-	-	124,270
Transfers in	3,488,814	3,488,814	3,488,814	3,488,814	-
<b>Total revenues and other sources</b>	<u>6,306,342</u>	<u>6,306,342</u>	<u>5,882,074</u>	<u>6,382,074</u>	<u>(75,732)</u>
<b>Expenses and other uses:</b>					
Operating and maintenance	50	50	-	-	(50)
Charges and services	13,842	13,842	10,000	10,000	(3,842)
Depreciation and amortization	2,106,426	-	-	-	-
<b>Total expenses before debt service and capital outlay</b>	<u>2,120,318</u>	<u>13,892</u>	<u>10,000</u>	<u>10,000</u>	<u>(3,892)</u>
<b>Debt service:</b>					
Principal	-	2,262,234	2,300,000	2,300,000	37,766
Interest	3,596,470	3,596,470	3,572,074	3,572,074	(24,396)
<b>Capital outlay - acquisition &amp; construction</b>	<u>-</u>	<u>497,353</u>	<u>-</u>	<u>1,496,709</u>	<u>999,356</u>
<b>Total expenses and other uses</b>	<u>5,716,788</u>	<u>6,369,949</u>	<u>5,882,074</u>	<u>7,378,783</u>	<u>1,008,834</u>
<b>Change in net assets</b>	<u>\$ 589,554</u>	<u>\$ (63,607)</u>	<u>\$ -</u>	<u>\$ (996,709)</u>	<u>\$ 933,102</u>

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 COPY CENTER FUND  
 Year ended June 30, 2004

	Budgetary Basis				
	Actual on GAAP basis	Actual on budgetary basis	Budgeted Amounts		Variance
			Original	Final	
Revenue:					
Charges for services	\$ 436,785	\$ 436,785	\$ 462,897	\$ 486,897	\$ (50,112)
Miscellaneous	<u>246,214</u>	<u>246,214</u>	<u>214,500</u>	<u>214,500</u>	<u>31,714</u>
Total revenues	<u>682,999</u>	<u>682,999</u>	<u>677,397</u>	<u>701,397</u>	<u>(18,398)</u>
Expenses and other uses:					
Operating and maintenance	279,191	279,191	289,500	313,500	34,309
Charges and services	376,440	376,440	387,897	387,897	11,457
Depreciation	<u>3,230</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses and other uses	<u>658,861</u>	<u>655,631</u>	<u>677,397</u>	<u>701,397</u>	<u>45,766</u>
Change in net assets	<u>\$ 24,138</u>	<u>\$ 27,368</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,368</u>

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## Project Schedules

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
CAPITAL PROJECTS FUND  
As of June 30, 2004

	Project budget	Prior years' expenditures and transfers	Current year expenditures and transfers	Total project expenditures	Project balance
1300 East Reconstruction	\$ 230,437	\$ 30,437	\$ -	\$ 30,437	\$ 200,000
1300 South Reconstruction	924,695	253,923	71,853	325,776	598,919
2100 South Reconstruction	1,872,404	966,945	738,301	1,705,246	167,158
500 East Reconstruction	90,241	90,241	-	90,241	-
500 West Reconstruction	1,185,300	751,920	82,218	834,138	351,162
5500 West Reconstruction	238,458	233,220	5,238	238,458	-
600 West Reconstruction	320,168	308,943	11,225	320,168	-
700 East Reconstruction	158,590	102,575	(2,010)	100,565	58,025
800 Radio Communication System	1,452,511	850,000	602,511	1,452,511	-
800 South Reconstruction	34,000	4,961	-	4,961	29,039
900 South Reconstruction	4,698,309	41,758	178,310	220,068	4,478,241
ADA Modifications - Parks	1,202,826	490,651	70,796	561,447	641,379
ADA Modifications - Ramp/Corner Repairs	2,153,292	1,286,576	360,521	1,647,097	506,195
Bonneville Boulevard Salt Dome	1,017,404	637,384	-	637,384	380,020
Bridge Rehabilitation	1,653,054	1,313,081	245,292	1,558,373	94,681
City/County Landfill	16,381,292	10,895,058	1,260,239	12,155,297	4,225,995
City Facility Improvements	1,669,598	1,330,872	262,653	1,593,525	76,073
Community Action Program	10,828	-	2,022	2,022	8,806
Concrete Replacement	10,440,428	6,894,654	1,843,668	8,738,322	1,702,106
Contingency	2,356,565	3,000	-	3,000	2,353,565
Debt Service - City/County Building	11,908,758	8,943,787	2,954,827	11,898,614	10,144
Debt Service - Library GO Bond	20,404,613	13,454,054	6,950,559	20,404,613	-
Debt Service - Justice Court	150,693	-	-	-	150,693
Debt Service - Motor Fuel Excise Tax Bond	3,787,314	-	3,785,884	3,785,884	1,430
Debt Service - Pioneer Precinct	487,503	-	434,160	434,160	53,343
Emigration Canyon Improvements	437,108	94,549	10,584	105,133	331,975
Engineering	100,000	-	2,005	2,005	97,995
Fire Training Center	2,394,500	1,679,117	-	1,679,117	715,383
FTZ Warehouse	500,000	-	39,615	39,615	460,385
Gateway Reconstruction	25,010,631	8,238,267	15,739,565	23,977,832	1,032,799
Gladiola Street Reconstruction	394,116	333,457	2,641	336,098	58,018
Glendale Area Street Reconstruction	1,108,865	618,977	489,888	1,108,865	-
Guardsman Way Reconstruction	1,894,157	1,435,370	94,080	1,529,450	364,707
Hogle Zoo	10,200,000	-	173,316	173,316	10,026,684
Human Resource Information System	185,500	168,319	-	168,319	17,181
IFAS Implementation	2,290,906	1,989,887	-	1,989,887	301,019
Impact Fees	2,522,073	410,000	-	410,000	2,112,073
Jordan River Parkway	3,077,065	2,071,861	367,066	2,438,927	638,138
Land Acquisition	3,265,400	-	-	-	3,265,400
Leonardo	50,000	-	25,000	25,000	25,000
Liberty Park Improvements	11,880,224	7,598,244	1,502,578	9,100,822	2,779,402
Library Block Reconstruction	98,173,379	94,823,178	2,873,426	97,696,604	476,775
Light Rail Corridor Construction	19,066,245	17,293,496	411,693	17,705,189	1,361,056
Local Street Reconstruction	9,691,337	6,916,733	1,495,473	8,412,206	1,279,131
Military Drive	101,500	3,391	94,725	98,116	3,384
Mitigation - Foothills	28,000	-	-	-	28,000
Neighborhood Improvement	436,140	380,603	55,537	436,140	-
Neighborhood Legacy Project	722,500	-	173,353	173,353	549,147
Open Space	295,600	108,324	-	108,324	187,276
Park Improvements	6,069,831	4,129,770	976,581	5,106,351	963,480
Parley's Crossing	1,002,065	227,065	-	227,065	775,000
Path Study/Development	200,001	118,308	26,821	145,129	54,872
Percent for Art	454,459	215,034	79,969	295,003	159,456
Pedestrian Safety Devices	300,000	140,712	69,731	210,443	89,557
Physical Access Ramps	526,987	361,698	164,972	526,670	317
Police Precinct Improvements	155,000	289,767	(134,767)	155,000	-

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
CAPITAL PROJECTS FUND (cont.)  
As of June 30, 2004

	Project budget	Prior years' expenditures and transfers	Current year expenditures and transfers	Total project expenditures	Project balance
(continued)					
Property Management	\$ 515,915	\$ 469,886	\$ 5,851	\$ 475,737	\$ 40,178
Public Safety Radio Communication System	2,994,760	2,387,160	-	2,387,160	607,600
Quayle Avenue	120,000	-	20,311	20,311	99,689
Quiet Zone	700,000	-	549,640	549,640	150,360
Riverpark Community Garden	20,000	5,747	11,849	17,596	2,404
Riverside Drive	76,568	75,493	1,075	76,568	-
Riverside Park Improvements	359,901	353,692	6,209	359,901	-
Rosewood Park Improvements	911,504	22,404	11,939	34,343	877,161
Rotary Glen Park Improvements	285,000	14,721	1,040	15,761	269,239
Salt Lake City Transit	295,500	295,487	13	295,500	-
Sidewalk Replacement	2,852,356	890,063	449,624	1,339,687	1,512,669
South Temple Reconstruction	1,830,000	1,169,118	423,099	1,592,217	237,783
State Street Reconstruction	895,830	868,386	-	868,386	27,444
Street Lighting Improvements	3,074,222	862,524	146,701	1,009,225	2,064,997
SugarHouse Business District	119,900	23,074	92,700	115,774	4,126
Tracy Aviary	1,100,000	-	104,118	104,118	995,882
Traffic Calming	1,499,893	828,151	78,239	906,390	593,503
Traffic Island Landscaping	19,000	-	8,232	8,232	10,768
Traffic Signal Installation	2,602,172	1,854,202	357,706	2,211,908	390,264
Unity Center	300,000	-	74,240	74,240	225,760
Urban Forestry Program	72,438	72,145	-	72,145	293
Utahna Drive	553,000	30,000	43,604	73,604	479,396
Wasatch Drive Reconstruction	233,447	182,327	-	182,327	51,120
West Temple Park	97,482	92,236	5,246	97,482	-
<b>Total Projects</b>	<b>\$ 310,006,582</b>	<b>\$ 210,141,807</b>	<b>\$46,983,555</b>	<b>\$257,125,362</b>	<b>\$ 52,881,220</b>



SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
COMMUNITY DEVELOPMENT OPERATING FUND  
As of June 30, 2004

	Project budget	Prior years' expenditures and transfers	Current year expenditures and transfers	Total project expenditures	Project balance
Administrative Support - 29th Year	\$ 772,364	\$ -	\$ 652,761	\$ 652,761	\$ 119,603
Boys & Girls Club - Bus Driver	3,896	-	3,684	3,684	212
Capitol Hill Master Plan	70,000	65,838	-	65,838	4,162
Capitol West Boys & Girls Club	50,500	-	42,896	42,896	7,604
Central Community Development Plan	32,501	23,222	-	23,222	9,279
Centro de la Familia de Utah	20,000	-	7,246	7,246	12,754
Cleaning/Securing Vacant Property	172,686	94,902	8,133	103,035	69,651
Community Health Center	269,970	169,970	100,000	269,970	-
Contingency	696,600	11,750	7,775	19,525	677,075
Crossroads Urban Center Food Pantry	30,000	14,000	16,000	30,000	-
Emergency Home Repair (ASSIST)	1,380,000	1,004,332	371,474	1,375,806	4,194
Family Support Center Improvements	32,900	22,900	7,500	30,400	2,500
Guadalupe Early Learning Center	164,119	119,119	45,000	164,119	-
Housing Match - Capital Planning	754,585	337,591	84,070	421,661	332,924
Housing Outreach Rental Program	105,000	68,596	36,404	105,000	-
Housing Rehabilitation	5,773,091	3,257,955	1,324,964	4,582,919	1,190,172
Lead-based Paint Training	15,000	-	-	-	15,000
Legal Aid Society of Utah	10,000	-	10,000	10,000	-
Lifecare Home Improvement Project	85,000	30,000	46,959	76,959	8,041
Marrillac House	46,282	11,442	34,840	46,282	-
Mobile Neighborhood Watch	17,292	10,893	6,403	17,296	-
Multi-Ethnic Development Corp	20,000	15,000	-	15,000	5,000
Multi-Family Housing	201,422	-	-	-	201,422
Neighborhood House	140,000	90,000	50,000	140,000	-
Neighborhood Housing Services					
Revolving Loan	575,000	351,347	77,803	429,150	145,850
Neighborhood Self-Help Grants	19,999	17,089	2,226	19,315	684
Northwest Food Bank	73,927	48,927	25,000	73,927	-
Odessey House	107,710	105,376	2,334	107,710	-
People Helping People	51,351	39,616	10,251	49,867	1,484
Prevent Child Abuse	5,107	4,088	1,019	5,107	-
Rape Crisis Center	145,974	108,974	30,984	139,958	6,016
Road Home	126,000	-	126,000	126,000	-
Salt Lake Community Development Corp.	545,000	319,798	174,369	494,167	50,833
Salt Lake Donated Dental Program	95,969	65,969	28,924	94,893	1,076
Sarah Daft House	30,750	-	30,750	30,750	-
St. Vincent DePaul	31,452	3,952	-	3,952	27,500
Sugarhouse Master Plan	86,367	43,612	12,500	56,112	30,255
Tenant Home Maintenance Training	35,000	22,500	12,500	35,000	-
Tenth East Senior Center	93,316	4,860	59,414	64,274	29,042
Utah Alcoholism Foundation	125,340	98,340	27,000	125,340	-
Utah Heritage Foundation	820,478	275,124	51,842	326,966	493,512
Utah Issues	4,012	2,537	1,475	4,012	-
Utah Non-Profit Housing	100,000	70,000	30,000	100,000	-
Utah Peace Institute	7,500	-	7,500	7,500	-
Volunteers of America - Detox Center	117,875	73,256	44,619	117,875	-
Volunteers of America - Homeless Resource	70,809	52,999	17,810	70,809	-
Wasatch Fish & Garden	20,000	10,000	7,500	17,500	2,500
Wasatch Homeless Health Care	93,751	86,751	-	86,751	7,000
Weigand Homeless Day Center	169,991	119,991	46,079	166,070	3,921
Westminster Master Plan	30,000	26,045	-	26,045	3,955
YMCA - After School Project	20,600	10,600	10,000	20,600	-
YWCA - Crisis Shelter	16,000	-	15,995	15,995	5
Youth with a Voice	64,707	44,707	20,000	64,707	-
<b>Total Projects:</b>	<b>\$ 14,547,193</b>	<b>\$ 7,353,968</b>	<b>\$ 3,730,003</b>	<b>\$ 11,074,071</b>	<b>\$ 3,463,226</b>

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SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
GRANTS OPERATING FUND  
Year ended June 30, 2004

	Project budget	Prior years' expenditures	Current year expenditures and transfers	Total project expenditures	Project balance
Boarded Transitional Housing	\$ 200,000	\$ 161,608	\$ -	\$ 161,608	\$ 38,392
Citizen Corp Council	14,636	-	2,220	2,220	12,416
Clean Cities Program - Dept. of E	2,000	1,486	435	1,921	79
Clean Cities Program - Dept. of E	60,000	31,139	28,861	60,000	-
Clean Cities Program - Dept. of E	60,000	-	30,828	30,828	29,172
Clean Cities Program - State	79,175	73,884	-	73,884	5,291
Clean Cities Program - State	60,000	18,717	-	18,717	41,283
Clean Cities Program - State	4,000	-	1,876	1,876	2,124
Clean Cities Program - State	2,000	342	-	342	1,658
Community Development Corp. -	192,500	157,052	30,053	187,105	5,395
Community Development Corp. -	50,000	39,000	11,000	50,000	-
Community Development Corp. -	135,000	-	-	-	135,000
Community Development Corp. -	75,000	-	64,000	64,000	11,000
Community Development Corp. -	180,000	-	4,917	4,917	175,083
Computer Clubhouse	3,000	-	3,000	3,000	-
COPS Communications	640,000	-	640,000	640,000	-
COPS Demonstration Center	996,582	944,941	51,641	996,582	-
COPS Early Intervention	125,000	2,129	122,871	125,000	-
COPS in SHOPS	7,000	-	6,500	6,500	500
COPS in Schools	125,000	-	23,642	23,642	101,358
COPS Methamphetamine - Supplc	295,103	108,245	148,862	257,107	37,996
COPS School Based Partners	128,631	79,796	-	79,796	48,835
Crime Prevention Project	6,000	-	6,000	6,000	-
Crime Scene Investigations	5,000	-	5,000	5,000	-
Criminal Justice Information	50,000	-	41,245	41,245	8,755
Crisis Intervention	14,000	-	14,000	14,000	-
Dispatch Equipment and Trainin	4,568	-	-	-	4,568
Dispatch Grant from UDOT	45,000	-	-	-	45,000
Drug Free Communities	100,000	-	24,411	24,411	75,589
EDGAR Grant	1,200,000	117,913	296,710	414,623	785,377
EDGAR Grant	57,500	-	1,408	1,408	56,092
Emergency Medical Services	1,183,159	971,831	59,149	1,030,980	152,179
Emergency Medical Services	127,650	35,346	40,771	76,117	51,533
Emergency Medical Services	5,369	-	5,369	5,369	-
Emergency Medical Services - M	91,273	-	-	-	91,273
Emergency Preparedness Grant	3,000	-	-	-	3,000
Emergency Shelter Grant - 29th Y	166,000	-	158,580	158,580	7,420
Emergency Shelter Grant - Holdi	1,814	-	-	-	1,814
Family Support Center	50,000	49,000	-	49,000	1,000
Fire Department Assistance Gran	5,000	-	-	-	5,000
Firefighter Safety Grant	72,709	-	72,709	72,709	-
Gateway Brownsfield Grant	200,000	95,070	4,472	99,542	100,458
Gateway Brownsfield Grant - IP.	99,989	95,542	-	95,542	4,447
Grants to Encourage Arrests	500,000	-	12,745	12,745	487,255
Hazardous Materials Mitigation (	20,000	5,750	-	5,750	14,250
Hazardous Materials Mitigation (	24,500	-	20,500	20,500	4,000
Hazardous Materials Mitigation (	30,000	2,958	27,042	30,000	-
Hazardous Materials Mitigation (	24,000	-	-	-	24,000
Hear out Voices	18,000	4,805	11,384	16,189	1,811
Hear out Voices	8,000	-	-	-	8,000
HIDTA Grant	83,172	43,221	39,951	83,172	-
HIDTA Grant	43,744	-	14,259	14,259	29,485
HIDTA Grant	128,027	-	67,885	67,885	60,142
Historic Planning Survey	18,164	1,480	16,600	18,080	84
Historic Preservation - SugarHou	5,000	4,500	-	4,500	500
Historic Preservation - Yalecrest	12,000	-	-	-	12,000
Historic Property PR Campaign	1,483	-	-	-	1,483

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
GRANTS OPERATING FUND  
Year ended June 30, 2004

	Project budget	Prior years' expenditures	Current year expenditures and transfers	Total project expenditures	Project balance
Home Administration - 24th year	\$ 112,200	\$ 109,985	\$ 2,215	\$ 112,200	\$ -
Home Administration - 25th year	120,900	75,720	42,219	117,939	2,961
Home Administration - 26th year	124,201	60,795	70,328	131,123	(6,922)
Home Administration - 27th year	135,400	-	78,669	78,669	56,731
Home Administration - 28th year	135,400	-	-	-	135,400
Home Administration - 29th year	145,302	-	-	-	145,302
Home Contingency	4,010	-	-	-	4,010
Home Program Income	1,499,627	1,363,472	-	1,363,472	136,155
Homeland Security Grant	434,985	-	389,874	389,874	45,111
Homeland Security Grant	32,420	-	27,731	27,731	4,689
Housing Authority	104,765	-	-	-	104,765
Housing and Neighborhood Devel	463,404	-	-	-	463,404
Housing and Neighborhood Devel	570,000	-	-	-	570,000
Housing Opportunities for Persc	417,615	335,782	81,439	417,221	394
Housing Opportunities for Persc	439,150	-	281,424	281,424	157,726
Housing Opportunities for Persc	3,386	-	-	-	3,386
Housing Trust Fund	5,862,578	1,625,102	(63,840)	1,561,262	4,301,316
Housing Trust Fund - RDA grant	3,234,738	966,473	573,091	1,539,564	1,695,174
Intel Computer Clubhouse	60,000	52,917	7,083	60,000	-
Intel Computer Clubhouse	30,000	-	30,000	30,000	-
International Rescue Committee	2,000	-	-	-	2,000
International Rescue Committee	10,960	1,996	-	1,996	8,964
Internet Crimes Against Children	58,000	52,751	-	52,751	5,249
Inventory Historic Cemeteries	14,730	-	3,619	3,619	11,111
Lead Based Paint Program	503,300	-	-	-	503,300
Local Law Enforcement Block Gr	402,956	224,594	166,397	390,991	11,965
Local Law Enforcement Block Gr	303,534	85,028	175,046	260,074	43,460
Local Law Enforcement Block Gr	250,446	-	62,728	62,728	187,718
Metropolitan Medical Response	400,001	358,800	38,065	396,865	3,136
Metropolitan Medical Response	200,000	-	1,454	1,454	198,546
Metropolitan Medical Response	280,000	-	-	-	280,000
Neighborhood Housing Service	384,959	257,823	116,658	374,481	10,478
Neighborhood Housing Service	175,000	76,311	98,689	175,000	-
Neighborhood Housing Service	203,100	-	-	-	203,100
Neighborhood Housing Service	150,000	-	63,275	63,275	86,725
Neighborhood Housing Service	163,600	-	89,389	89,389	74,211
Neighborhood Housing Service	217,953	-	-	-	217,953
Parley's Tunnel	100,000	-	-	-	100,000
Pedestrian Crossing Design Com	86,250	14,801	30,828	45,629	40,621
Pioneer Park Use Plan	60,000	-	59,108	59,108	892
Project Safe Neighborhood	56,000	-	2,616	2,616	53,384
Refugee Consortium Grant	200,639	190,720	-	190,720	9,919
Refugee Youth & Family Consor	153,641	153,641	(6,005)	147,636	6,005
Refugee Youth & Family Consor	346,415	333,863	6,005	339,868	6,547
Refugee Youth & Family Consor	344,719	226,195	95,786	321,981	22,738
Renter Rehabilitation	2,509,095	2,508,662	433	2,509,095	-
Revolving Loan Fund - UDAG	7,334,720	2,623,993	(930,043)	1,693,950	5,640,770
River Park Program Income	416,216	11,211	(28,448)	(17,237)	433,453

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
GRANTS OPERATING FUND  
Year ended June 30, 2004

	Project budget	Prior years' expenditures	Current year expenditures and transfers	Total project expenditures	Project balance
Safe Street Program	\$ 50,000	\$ -	\$ 48,833	\$ 48,833	\$ 1,167
Solar Roof Partnership	50,000	9,890	15,195	25,085	24,915
Traffic Control Center Operator	90,000	43,272	46,728	90,000	-
Traffic Control Center Operator	90,000	-	46,412	46,412	43,588
Traffic Management Grant - UDO	45,000	-	-	-	45,000
Utah Non-profit Housing	14,000	12,850	-	12,850	1,150
Utah Non-profit Housing	145,990	45,898	100,092	145,990	-
Utah Non-profit Housing	160,000	-	58,975	58,975	101,025
Victim of Crime State grant	55,184	-	45,422	45,422	9,762
Victim of Crime State grant	55,183	21,573	-	21,573	33,610
Violence Against Women	21,854	16,545	21	16,566	5,288
Violence Against Women	26,537	9,640	9,278	18,918	7,619
Violence Against Women	21,854	-	4,785	4,785	17,069
Violence Against Women	19,014	-	8,980	8,980	10,034
Violence Against Women	58,003	-	18,030	18,030	39,973
Weapons of Mass Destruction	51,700	22,986	28,714	51,700	-
Weed & Seed	175,000	168,333	3,656	171,989	3,011
Weed & Seed	274,999	147,273	94,926	242,199	32,800
Weed & Seed	225,000	-	103,825	103,825	121,175
Weed & Seed Enforcement '97-'98	154,000	143,295	7,350	150,645	3,355
Youth City Employment Program	25,000	-	-	-	25,000
Total Projects	<u>\$ 38,905,381</u>	<u>\$ 15,397,945</u>	<u>\$ 4,317,951</u>	<u>\$ 19,715,896</u>	<u>\$ 19,189,485</u>

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**STATISTICAL SECTION**  
(unaudited)

The Statistical Section presents comparative data for expenditures, revenues, property tax levies and collections, assessed and estimated actual value of taxable property, property tax rates and levies, property value and construction, principal property taxpayers, ratio of net general obligation bonded debt to assessed value and net bonded debt per capita, computation of legal debt margin, computation of direct and overlapping bonded debt, ratio of annual debt service expenditures for general obligation bonded debt to total general fund expenditures, revenue and general obligation bond coverage for the enterprise funds, special improvement billings and collections, demographic statistics and miscellaneous statistics.

Salt Lake City Corporation  
GENERAL FUND EXPENDITURES BY FUNCTION -  
BUDGETARY BASIS  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(dollars are expressed in thousands)  
(unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
City Council	\$ 856	\$ 1,005	\$ 1,451	\$ 1,525	\$ 1,730	\$ 1,588	\$ 1,334	\$ 1,608	\$ 1,778	\$ 1,828
Mayor	1,075	1,178	1,239	1,249	1,290	1,409	1,445	1,557	1,512	1,423
City Attorney	1,524	1,664	1,782	1,902	1,991	2,211	2,144	2,501	2,592	2,769
Management Services	4,866	5,291	5,852	6,417	5,804	6,322	8,777	13,360	8,850	9,037
Fire	18,534	19,085	21,274	22,891	23,393	23,731	25,311	26,570	26,244	27,040
Police	29,737	31,014	34,116	35,624	36,682	39,444	39,811	43,337	41,943	43,215
Community and Economic Development (1)	4,749	4,967	5,630	12,822	13,758	14,019	9,501	9,994	9,562	8,615
Public Services (1)	25,300	25,833	27,813	22,808	24,092	24,974	29,157	31,767	31,910	33,908
Internal Audit (2)	228	242	186	257	285	301	281	103	-	-
Nondepartmental and other	7,022	7,817	8,299	8,880	9,663	9,662	9,067	9,853	11,510	10,572
<b>Total</b>	<b>\$ 93,891</b>	<b>\$ 98,096</b>	<b>\$ 107,642</b>	<b>\$ 114,375</b>	<b>\$ 118,688</b>	<b>\$ 123,661</b>	<b>\$ 126,828</b>	<b>\$ 140,650</b>	<b>\$ 135,901</b>	<b>\$ 138,407</b>

Notes:

(1) Beginning with fiscal year 2001, the Engineering division moved from Community and Economic Development to Public Services.

(2) In fiscal year 2003, the Internal Audit division was dissolved.



Salt Lake City Corporation  
GENERAL FUND REVENUES BY SOURCE -  
BUDGETARY BASIS  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(dollars are expressed in thousands)  
(unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Taxes										
General fund property taxes *	\$ 33,129	\$ 34,695	\$ 38,686	\$ 40,414	\$ 43,042	\$ 53,452	\$ 56,262	\$ 58,584	\$ 59,724	\$ 63,243
General sales, use , and excise taxes	32,228	31,460	33,497	36,640	37,689	38,588	40,686	43,614	39,911	39,584
Franchise taxes	15,380	16,526	16,763	15,465	16,360	16,425	19,432	20,832	20,556	21,532
Total taxes	80,737	82,681	88,946	92,519	97,091	108,465	116,380	123,030	120,191	124,359
Licenses	3,830	4,096	4,564	4,580	4,696	4,943	5,327	5,969	5,430	5,539
Permits	2,295	3,732	3,642	4,551	3,987	4,645	6,347	4,394	3,751	4,053
Parking tickets, fines, and forfeitures	3,670	3,816	4,337	4,582	5,028	5,888	7,021	6,258	8,719	9,438
Interest	1,721	1,783	2,469	2,602	2,544	3,830	2,655	4,324	1,667	1,327
Intergovernmental	3,604	4,142	4,798	4,181	3,628	3,418	3,315	3,600	3,705	4,255
Interfund service charges	5,644	4,949	5,954	6,223	6,531	6,658	6,761	9,053	8,057	8,158
Parking meter	1,204	1,172	1,204	1,092	1,069	1,231	1,257	1,170	1,161	1,197
Charges for services	4,073	3,854	4,811	4,556	3,967	3,735	3,104	6,053	3,941	3,654
Contributions and miscellaneous	282	218	280	281	340	1,963	466	4,258	520	566
Total general fund revenues	\$ 107,060	\$ 110,443	\$ 121,005	\$ 125,167	\$ 128,881	\$ 144,776	\$ 152,633	\$ 168,109	\$ 157,142	\$ 162,546

\* Includes interest on tax collections

Source: Department of Management Services

Salt Lake City Corporation  
GENERAL FUND PROPERTY TAX LEVIES AND COLLECTIONS  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(dollars are expressed in thousands)  
(unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
<b>Tax levy and collections:</b>										
Property tax levy (1)	\$31,217	\$32,669	\$34,352	\$38,428	\$39,958	\$49,852	\$53,045	\$59,224	\$56,517	\$58,527
Current property tax collections	\$ 31,454	\$ 32,878	\$ 37,204	\$ 38,830	\$ 41,379	\$ 51,680	\$ 54,074	\$ 56,270	\$ 56,713	\$ 59,746
Delinquent property tax collections	1,349	1,174	960	987	1,159	1,216	1,497	1,538	2,139	2,630
Total collections (2)	\$ 32,803	\$ 34,052	\$ 38,164	\$ 39,817	\$ 42,538	\$ 52,896	\$ 55,571	\$ 57,808	\$ 58,852	\$ 62,376
Delinquent property taxes outstanding	\$ 2,418	\$ 1,918	\$ 2,010	\$ 2,282	\$ 1,649	\$ 1,986	\$ 2,356	\$ 2,356	\$ 2,356	\$ 2,448
<b>Ratios:</b>										
Percentage of current levy collected	100.8%	100.6%	108.3%	101.0%	103.6%	103.7%	101.9%	95.0%	100.3%	102.1%
Ratio of total property tax collections to levy	105.1%	104.2%	111.1%	103.6%	106.5%	106.1%	104.8%	97.6%	104.1%	106.6%
Ratio of delinquent taxes outstanding to levy	7.7%	5.9%	5.9%	5.9%	4.1%	4.0%	4.4%	4.0%	4.2%	4.2%

Notes:

(1) Includes real property, personal property and motor vehicles. Excludes abatements, board letter, pumping plant exemptions and assessor's refunds.

(2) Includes interest, sales of real and personal property and miscellaneous delinquent collections.

Source: Taken from tax collection summary records of the Salt Lake County Treasurer's office and Management Services Department.

Salt Lake City Corporation  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 Last ten fiscal years  
 Years ended June 30, 1995 through 2004  
 (dollars are expressed in thousands)  
 (unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Taxable value *	\$7,574,294	\$8,834,660	\$9,884,430	\$11,058,957	\$11,673,642	\$12,818,430	\$12,130,282	\$12,654,482	\$12,726,186	\$12,561,679
Estimated actual value	8,252,520	9,625,742	10,765,856	13,928,157	16,449,222	15,425,555	17,356,457	18,075,984	18,480,005	17,945,256
Ratio of assessed value to estimated actual value	91.8%	91.8%	91.8%	79.4%	71.0%	83.1%	69.9%	70.0%	68.9%	70.0%

\* Note:

All taxable property is assessed and taxed on the basis of its fair market value. Utah law requires that the fair market value of property that is assessed by county assessors using a comparable sales or a cost appraisal method exclude expenses related to property sales transactions. For tax purposes, the fair market value of primary residential property is reduced by 45% under present law. Taxable value is net of Redevelopment Agency value

Salt Lake City Corporation  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(per \$1 of assessed/taxable value)  
(unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Salt Lake City Corporation	.004454	.003944	.003854	.003627	.003802	.004126	.004131	.004296	.004457	.004681
Salt Lake City Library	.000934	.000827	.000808	.000760	.000749	.000829	.000785	.000773	.000755	.000777
Salt Lake City Schools	.008677	.007029	.006268	.005907	.005907	.005859	.005741	.005585	.005528	.006018
Salt Lake County	.004386	.003831	.003782	.003551	.002805	.003246	.002904	.003025	.002939	.002868
Mosquito Abatement District	.000100	.000088	.000082	.000077	.000080	.000076	.000073	.000072	.000070	.000072
Central Utah Water Conservation	.000396	.000349	.000342	.000400	.000397	.000396	.000377	.000369	.000358	.000358
Metropolitan Water District	.000361	.000319	.000312	.000294	.000289	.000286	.000271	.000267	.000261	.000269
<b>Total</b>	<b>.019308</b>	<b>.016387</b>	<b>.015448</b>	<b>.014616</b>	<b>.014029</b>	<b>.014818</b>	<b>.014282</b>	<b>.014387</b>	<b>.014368</b>	<b>.015043</b>

Source: Salt Lake County Comprehensive Annual Financial Report.

Salt Lake City Corporation  
PROPERTY VALUE AND CONSTRUCTION  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(dollar amounts are expressed in thousands)  
(unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
<u>Commercial construction (1)</u>										
Number of permits	1,177	1,297	1,384	1,286	1,370	1,440	1,161	892	790	1,229
Estimated value	\$256,686	\$263,962	\$224,351	\$379,468	\$261,778	\$337,925	\$315,914	\$191,953	\$130,061	\$216,266
<u>Residential construction (2)</u>										
Number of units	840	860	318	501	385	381	823	523	209	86
Estimated value	\$50,689	\$72,854	\$34,460	\$56,872	\$49,174	\$59,061	\$75,001	\$75,001	\$75,218	\$44,799
Estimated property value (3)	\$8,252,520	\$9,625,742	\$10,765,856	\$13,928,157	\$16,449,222	\$15,425,555	\$17,356,457	\$18,075,984	\$18,480,005	\$17,945,256

Notes:

- (1) Source: Building permits issued by the City Building Services and Licensing. Includes alterations.
- (2) Number of dwelling units from building permits issued by the City Building Services and Licensing. Does not include alterations.
- (3) Source: Economic and Demographic Resource Center.

Salt Lake City Corporation  
 PRINCIPAL PROPERTY TAXPAYERS  
 June 30, 2004  
 (unaudited)

Taxpayer	Type of business	December 31, 2002 taxable valuation	Percentage of total taxable valuation (1)
Church of Jesus Christ of Latter Day Saints	Religious	\$ 279,559,660	2.2 %
Sky West Airlines	Air transportation	290,884,916	2.3
Pacificorp	Electric Utility	277,192,652	2.2
Qwest Communications	Communications	254,947,558	2.0
Delta Air Lines	Air transportation	254,450,798	2.0
A T & T (including wireless)	Communications	172,484,311	1.4
Sinclair Oil	Petroleum	110,893,190	0.9
Gateway associates	Real Estate Holding	99,084,000	0.8
Southwest Airlines	Air transportation	87,551,620	0.7
Wasatch Plaza Holdings	Real Estate Holding	<u>86,317,700</u>	<u>0.7</u>
		<u>\$ 1,065,729,177</u>	<u>8.5 %</u>

(1) Total taxable value \$12,561,679,000

Salt Lake City Corporation  
RATIO OF NET GENERAL OBLIGATION BONDED DEBT  
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(dollars are expressed in thousands)  
(unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Population estimates (1)	170,782	171,478	172,178	172,880	173,858	181,743	181,509	181,266	181,027	179,894
Taxable value	\$ 7,574,294	\$ 8,834,660	\$ 9,880,179	\$ 11,058,957	\$ 11,673,642	\$ 12,818,430	\$ 12,130,282	\$ 12,654,482	\$ 12,726,186	\$ 12,561,679
Gross general obligation bonded debt	\$ 36,640	\$ 33,555	\$ 30,285	\$ 27,685	\$ 26,185	\$ 102,260	\$ 97,660	\$ 93,360	\$ 91,355	\$ 86,169
Debt service monies available for retirement of general obligation debt	\$ 1,203	\$ 812	\$ 988	\$ 842	\$ 837	\$ 1,600	\$ 1,757	\$ 1,487	\$ 615	\$ 612
General obligation debt payable from enterprise fund revenues	\$ 4,875	\$ 3,080	\$ 1,170	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net bonded debt payable from general operations	\$ 30,562	\$ 29,663	\$ 28,127	\$ 26,843	\$ 25,348	\$ 100,660	\$ 95,903	\$ 91,873	\$ 90,740	\$ 85,557
Ratio of net bonded debt to assessed / taxable value	0.403%	0.336%	0.285%	0.243%	0.217%	0.785%	0.791%	0.726%	0.713%	0.681%
Net bonded debt per capita	\$ 178.95	\$ 172.98	\$ 163.36	\$ 155.27	\$ 145.80	\$ 553.86	\$ 528.36	\$ 506.84	\$ 501.25	\$ 475.60

(1) Estimates are for July 1 of each year. The 2000-2002, 2004 figures are issued by the Census Bureau. The 1995-1999, 2003 figures are estimates prepared by the the City's Economic and Demographic Resource Center.

Salt Lake City Corporation  
 COMPUTATION OF LEGAL DEBT MARGIN  
 June 30, 2004  
 (dollars are expressed in thousands)  
 (unaudited)

	General purposes 4%	Water, sewer, and lighting 4%	Total 8%
Legal debt margin:			
General obligation debt limitation	\$ 717,810	\$ 717,810	\$ 1,435,620
Less outstanding general obligation bonds	(97,561)	-	(97,561)
Legal debt margin	\$ 620,249	\$ 717,810	\$ 1,338,059
Fair market value of property			\$ 17,945,256

The general obligation bonded debt of the City is limited by statute to 8% of the "reasonable fair cash value" of property. Of this amount, a maximum of 4% may be used for general purposes. The remaining 4% and any unused portion of the 4% available for general purposes up to the maximum 8% may be utilized for sewer and/or water purposes.

Source: Fair market value of property - Salt Lake City Communication and Information Resource Center



Salt Lake City Corporation  
 COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
 June 30, 2004  
 (unaudited)

	Total debt	Applicable to City		Debt ratios		
		Percentage	Amount	To taxable value of \$ 12,561,679,000	To fair market value of \$ 17,945,256,000	Per capita - population of 179,894 (est.)
Direct general obligation debt	<u>\$ 97,560,974</u>	100.00%	<u>\$ 97,560,974</u>	0.78%	0.54%	\$ 542.32
Overlapping debt:						
Salt Lake County	107,140,000	32.50%	34,820,500			
Salt Lake City School District	<u>112,172,722</u>	100.00%	<u>112,172,722</u>			
Total Overlapping debt	<u>219,312,722</u>		<u>146,993,222</u>			
Total applicable to the City	<u><u>\$ 316,873,696</u></u>		<u><u>\$ 244,554,196</u></u>	1.95%	1.36%	\$ 1,359.43

Note:

The State of Utah general obligation debt is not included in the debt ratios because the State of Utah currently levies no ad valorem tax for payment of general obligation bonds.

Source: Salt Lake City Management Services Department

Salt Lake City Corporation  
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR  
 GENERAL OBLIGATION BONDED DEBT TO  
 TOTAL GENERAL FUND EXPENDITURES - BUDGETARY BASIS

Last ten fiscal years  
 Years ended June 30, 1995 through 2004  
 (dollars are expressed in thousands)  
 (unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003 (1)	2004
Principal paid	\$ 1,595	\$ 1,290	\$ 1,360	\$ 1,430	\$ 1,500	\$ 6,131	\$ 3,653	\$ 5,410	\$ 2,560	\$ 5,135
Interest paid	2,080	2,229	1,896	1,821	1,739	5,032	6,231	5,924	4,402	4,775
Total debt service	<u>\$ 3,675</u>	<u>\$ 3,519</u>	<u>\$ 3,256</u>	<u>\$ 3,251</u>	<u>\$ 3,239</u>	<u>\$ 11,163</u>	<u>\$ 9,884</u>	<u>\$ 11,334</u>	<u>\$ 6,962</u>	<u>\$ 9,910</u>
Total general fund expenditures	<u>\$ 93,891</u>	<u>\$ 98,096</u>	<u>\$ 107,642</u>	<u>\$ 114,375</u>	<u>\$ 118,688</u>	<u>\$ 123,661</u>	<u>\$ 126,828</u>	<u>\$ 140,651</u>	<u>\$ 135,901</u>	<u>\$ 138,410</u>
Ratio of debt service to general fund expenditures (percentage)	3.9%	3.6%	3.0%	2.8%	2.7%	9.0%	7.8%	8.1%	5.1%	7.2%

(1) Beginning in Fiscal 2003 Amounts defeased or refunded are excluded

Note:

This schedule includes only debt service for general obligation bonded debt to be paid by general operations of the City rather than from special assessment or enterprise operations.

Source: Salt Lake City Management Services Department

Salt Lake City Corporation  
REVENUE BOND COVERAGE - ENTERPRISE FUNDS  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(dollars are expressed in thousands)  
(unaudited)

	1995	1996	1997	1998	1999	2000 (3)	2001	2002	2003	2004
Gross revenues (1)	\$ 122,080	\$ 143,324	\$ 182,035	\$ 193,056	\$ 200,405	\$ 211,600	\$ 216,997	\$ 226,833	\$ 225,431	\$ 223,047
Less direct operating expenses (2)	(73,387)	(79,765)	(88,923)	(97,335)	(103,059)	(104,046)	(115,398)	31,207	(121,254)	(119,891)
Net revenue available for debt service	<u>\$ 48,693</u>	<u>\$ 63,559</u>	<u>\$ 93,112</u>	<u>\$ 95,721</u>	<u>\$ 97,346</u>	<u>\$ 107,554</u>	<u>\$ 101,599</u>	<u>\$ 258,040</u>	<u>\$ 104,177</u>	<u>\$ 103,156</u>
Principal	\$ 10,145	\$ 19,615	\$ 36,265	\$ 50,272	\$ 34,594	\$ 36,820	\$ 46,926	\$ 36,204	\$ 17,840	\$ 15,445
Interest	18,246	18,331	17,445	17,395	14,940	17,154	14,224	12,440	10,242	9,695
Total debt service requirement	<u>\$ 28,391</u>	<u>\$ 37,946</u>	<u>\$ 53,710</u>	<u>\$ 67,667</u>	<u>\$ 49,534</u>	<u>\$ 53,974</u>	<u>\$ 61,150</u>	<u>\$ 48,644</u>	<u>\$ 28,082</u>	<u>\$ 25,140</u>
Coverage	1.72	1.67	1.73	1.41	1.97	1.99	1.66	5.30	3.71	4.10

(1) Gross revenues include operating revenues, property taxes, and gain on sale of property and equipment.

Beginning in fiscal 1997, gross revenues also includes passenger facility charges at the airport.

(2) Excludes depreciation and amortization

(3) Beginning in fiscal 2000, principal payments are net of any defeased or refinanced amounts.

Source: Salt Lake City Management Services Department

Salt Lake City Corporation  
SPECIAL IMPROVEMENT DEBT SERVICE BILLINGS AND COLLECTIONS  
Last ten fiscal years  
Years ended June 30, 1995 through 2004  
(dollars are expressed in thousands)  
(unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004 (1)
Assessments outstanding at beginning of year	\$ 4,218	\$ 3,623	\$ 3,180	\$ 2,855	\$ 2,172	\$ 1,594	\$ 1,239	\$ 1,180	\$ 878	\$ 1,946
Additional assessments made during year	482	383	766	-	-	-	341	-	2,128	1,401
Less assessments collected during year	(1,077)	(826)	(1,091)	(683)	(578)	(355)	(400)	(302)	(1,060)	(1,765)
Assessments outstanding at end of year	<u>\$ 3,623</u>	<u>\$ 3,180</u>	<u>\$ 2,855</u>	<u>\$ 2,172</u>	<u>\$ 1,594</u>	<u>\$ 1,239</u>	<u>\$ 1,180</u>	<u>\$ 878</u>	<u>\$ 1,946</u>	<u>\$ 1,582</u>
Collections as a percentage of assessments outstanding during the year	29.7%	26.0%	38.2%	31.4%	36.3%	28.7%	33.9%	34.4%	54.5%	111.6%

(1) Beginning in 2004, amounts exclude any special improvement debt issued without governmental commitment.

Source: Salt Lake City Management Services Department. Amounts exclude any Special improvement debt issued without governmental commitment

Salt Lake City Corporation  
 DEMOGRAPHIC STATISTICS  
 Last ten fiscal years  
 Years ended June 30, 1995 through 2004  
 (dollar amounts expressed in millions)  
 (unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Average daily school membership (1)	25,083	25,309	25,400	25,454	25,011	24,823	24,696	23,976	24,190	23,623
High school graduates (1)	1,540	1,738	1,207	1,164	1,334	1,310	1,277	1,202	1,368	1,176
Unemployment rate (2)	3.6%	3.5%	3.2%	3.9%	4.0%	3.5%	5.0%	7.3%	6.7%	(note 3)
Average monthly non-agricultural wages in Salt Lake City	\$ 2,363	\$ 2,485	\$ 2,627	\$ 2,753	\$ 2,902	\$ 3,067	\$ 3,113	\$ 3,169	\$ 3,216	(note 3)

Notes:

(1) Source: Salt Lake City School District.

(2) Source: Utah Department of Workforce Services, Workforce Information.

(3) Not yet available.

Salt Lake City Corporation  
 MISCELLANEOUS STATISTICS  
 June 30, 2004  
 (unaudited)

Date of incorporation	January 6, 1851	Municipal water plants:	
		Number of service connections	92,055
Form of government (adopted January 7, 1980)	Council / Mayor	City	57,492
		County	34,563
Census 2000 population	181,743		
Number of residents 18 years and older (2000)	138,773	Water supplied to conduits (gallons / year)	31,149,640,000
Census Bureau 2002 population estimate	179,894	Water shed managed (square miles)	190
Area (square miles)	111	Number of fire hydrants	9,044
Lane miles of city owned streets	1,770	City	5,935
Number of street lights	12,931	County	3,109
Fire protection:		Sewer Utility:	
Number of stations	14	Number of sewer connections	48,421
Sworn / fire fighters	322	Miles of sanitary sewer lines	636
Non-sworn / civilian employees	37		
Police protection:		Storm Water Utility:	
Number of officers with power of arrest	409	Miles of storm water lines	441
Number of other police employees	158	City employees (full-time positions)	2,687
Recreation and culture:		Election data:	
Number of municipal parks	80	Registered (active) voters, November 2003	86,332
Number of municipal playgrounds	59	Number of votes cast in 2003 local election	41,844
Number of municipal golf courses	9	Percentage of registered voters voting	48%
Number of municipal swimming pools (1)	4		
Public libraries	6		

(1) City owns 4 but they are operated by County

Salt Lake City Corporation  
 General Fund Revenue, Expenditures, Other Financing Sources (Uses) and Beginning and Ending Fund Balance  
 Last ten fiscal years  
 Years ended June 30, 1995 through 2004  
 (dollars are expressed in thousands)  
 (unaudited)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Beginning Fund Balance	\$ 14,365	\$ 12,889	\$ 12,197	\$ 17,465	\$ 17,114	\$ 20,399	\$ 26,698	\$ 25,489	\$ 31,152	\$ 23,107
Revenues	104,478	110,443	121,005	125,207	128,882	144,776	152,633	168,109	157,142	162,546
Expenditures	(93,117)	(97,849)	(107,130)	(113,989)	(115,824)	(121,289)	(122,643)	(139,271)	(134,797)	(137,716)
Other financing uses	(12,837)	(13,286)	(8,355)	(11,569)	(9,773)	(17,188)	(31,199)	(23,175)	(30,390)	(26,523)
Revenues and other sources over (under) expenditures and other uses	(1,476)	(692)	5,520	(351)	3,285	6,299	(1,209)	5,663	(8,045)	(1,693)
Ending Fund Balance	\$ 12,889	\$ 12,197	\$ 17,717	\$ 17,114	\$ 20,399	\$ 26,698	\$ 25,489	\$ 31,152	\$ 23,107	\$ 21,414

Source: Salt Lake City Management Services Department