

**SALT LAKE CITY  
CORPORATION**  

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**SALT LAKE CITY, UTAH**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

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**FOR THE YEAR ENDED JUNE 30, 2009**



**SALT LAKE CITY CORPORATION**  
**SALT LAKE CITY, UTAH**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2009**  
**With**  
**INDEPENDENT AUDITORS' REPORT**

**Prepared by**

**Department of Management Services**  
**Gordon Hoskins, Finance Director**

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# SALT LAKE CITY CORPORATION

DEPARTMENT OF ADMINISTRATIVE SERVICES  
FINANCE DIVISION

December 22, 2009  
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, 2009, 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.

Hansen, Barnett & Maxwell, P.C. 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, 2009 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, Hansen, Barnett & Maxwell P.C. audited the compliance requirements of the City’s federal and state grant programs for the year ended June 30, 2009 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.

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

### **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. Over 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.

In 2004, Salt Lake City 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 45,000 square foot ballroom, 365,000 square feet of exhibit space, and a total of 100,000 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 and includes a wireless network.

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 29,000 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. Four other universities—Utah State University, Weber State University, Brigham Young University and well as Utah Valley University 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 EnergySolutions Arena, 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 Bees, a minor league baseball team.



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. Nearby, the John W. Gallivan Utah Center 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.

Miller Motorsports Park in nearby Tooele, hosts AMA Superbike and Supermoto races, an American LeMans race, a FIM Superbike World Championship race, and a Grand-Am Rolex Sports Car Series race. In their first year of operation, Miller Motorsports Park was named the "Motorsports Facility of the Year" by the Professional Motorsport World Expo (*The Enterprise*, Nov 27 – Dec 3, 2006).

Salt Lake City also has a well-developed system of municipal golf courses for the enjoyment of area residents. Two of these golf courses in particular have been recognized for their excellence. Bonneville golf course was chosen by PGA professionals as one of six favorite classic golf courses (golf courses that have green fees less than \$125 during peak season). Wingpointe golf course has been ranked among the top municipal golf courses for the last two years by Golfweek Magazine – ranking 30<sup>th</sup> in 2008 and 37<sup>th</sup> in 2009.

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, light rail, and heavy commuter 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. Salt Lake City and the Utah Transit Authority's TRAX light-rail system were also recently honored by *Sierra Magazine* for the "Biggest Transit Turnaround" (*The Salt Lake Tribune*, June 28, 2006).

Ninety percent of Salt Lake City's residents rate their overall quality of life as high or very high (Salt Lake City Resident Survey, 2005). *Outside Magazine* also recognized this high quality of life when they ranked Salt Lake City as one of the ten Best Towns in the U.S. (August 2005). The criteria for these "Dream Towns" were cities that were "cleaner, greener and smarter". Cities that made the list had a commitment to open space, smart solutions to sprawl and gridlock, a can-do community spirit, and an active embrace of the adventurous life. They also looked for cities using green design, green-thinking mayors, thriving farmers' markets and healthy job markets.

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 City Administration 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.

In November 2007, Forbes.com revised its 2006 rankings and named Salt Lake City as the best city for jobs (*The Enterprise* November 19-25, 2007). Forbes.com compared cities in five areas that included unemployment rate, job growth, income growth, median household income, and cost of living.

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.

Additionally, Salt Lake City has been recognized for its smart-growth planning in the Sierra Club's annual "Building Better" report. Salt Lake City is one of 12 American cities the Sierra Club recognized for a "commitment to vibrant development geared towards mass transit instead of urban sprawl" (*The Salt Lake Tribune*, December 1, 2005).

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. According to a 2005 U.S. Census Bureau report, in Utah 74% of the households own a computer, higher than any other state in the nation. Sixty-three percent of the households use the Internet, the fifth highest usage in the nation. This wired workforce allows Salt Lake City to continue to be a strong center for technology workers.

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 2.4 million people live in the Wasatch Front urban corridor stretching from Ogden to Provo. The City's daytime population increases greatly as a significant portion of the state's total work force commutes to jobs located within the city limits.

Following national trends, Salt Lake City experienced declining employment. However, Salt Lake City tends to be somewhat insulated from the national trends, posting lower than national unemployment rates.

### **Taxable Sales Activity**

Salt Lake City's total taxable sales have reflected both the national and regional economy. In 2003, taxable retail sales in Salt Lake City grew by 1.9%. This modest growth slowed to 1.4% in 2004. In 2005, taxable sales began to show more robust growth of 7% due to increases in construction and car sales and increases in other non-durable goods. In 2006, taxable sales growth continued at 9%. During 2007 the growth slowed down a little to 7.8%. During 2008 the growth in taxable sales was down 1.7%. As for 2009 the economic downturn took hold with a decrease in Sales Tax of 8.875%. The Utah State Tax Commission expects this trend in taxable sales to flatten out in the near future.

### **Other Economic Indicators**

Salt Lake City's downtown has been projected to see significant growth in the next several years, according to a study commissioned by the Salt Lake City Downtown Alliance (Economic Benchmarks for Salt Lake City's Central Business District, James A Wood, Bureau of Economic and Business Research, University of Utah, June 2005). The study projected that as much as \$1.5 billion in new investment could occur in the downtown area - including at least 13 major office, retail and higher education construction projects. However, Salt Lake City, following national trends, is seeing delays in and scaling down of planned projects.

### **Summary Outlook**

While Salt Lake City is feeling the effects of the national economic downturn, it continues to be a vibrant city with optimistic forecasts, especially for its downtown area. Job growth and unemployment figures continue to be better than the national average.

### **Economic and Financial Planning**

As part of an overall strategic planning process, Salt Lake City developed several goals and objectives designed to keep the City on a firm financial footing. These goals and objectives include the following: Attract and retain small businesses by increasing the number of small business loans issued by at least five a year. Increase the number of businesses relocating to the City or expanding by at least 10 a year. Ensure that each Salt Lake City fund is financially secure by building and then maintaining a fund balance between 10% - 15% in the General Fund, by adding at least 1% of revenues per year to retained earnings in the Internal Service funds, by maintaining cash reserves of 25% of the operating expenses in the Airport Enterprise fund, and by maintain cash reserves of 9-10% in the Utilities Enterprise funds. Maintain Aaa and AAA Moody's and Fitch general obligation bond ratings by maintaining modest debt levels.

### **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, 2008. 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 Hansen, Barnett & Maxwell P.C., 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,

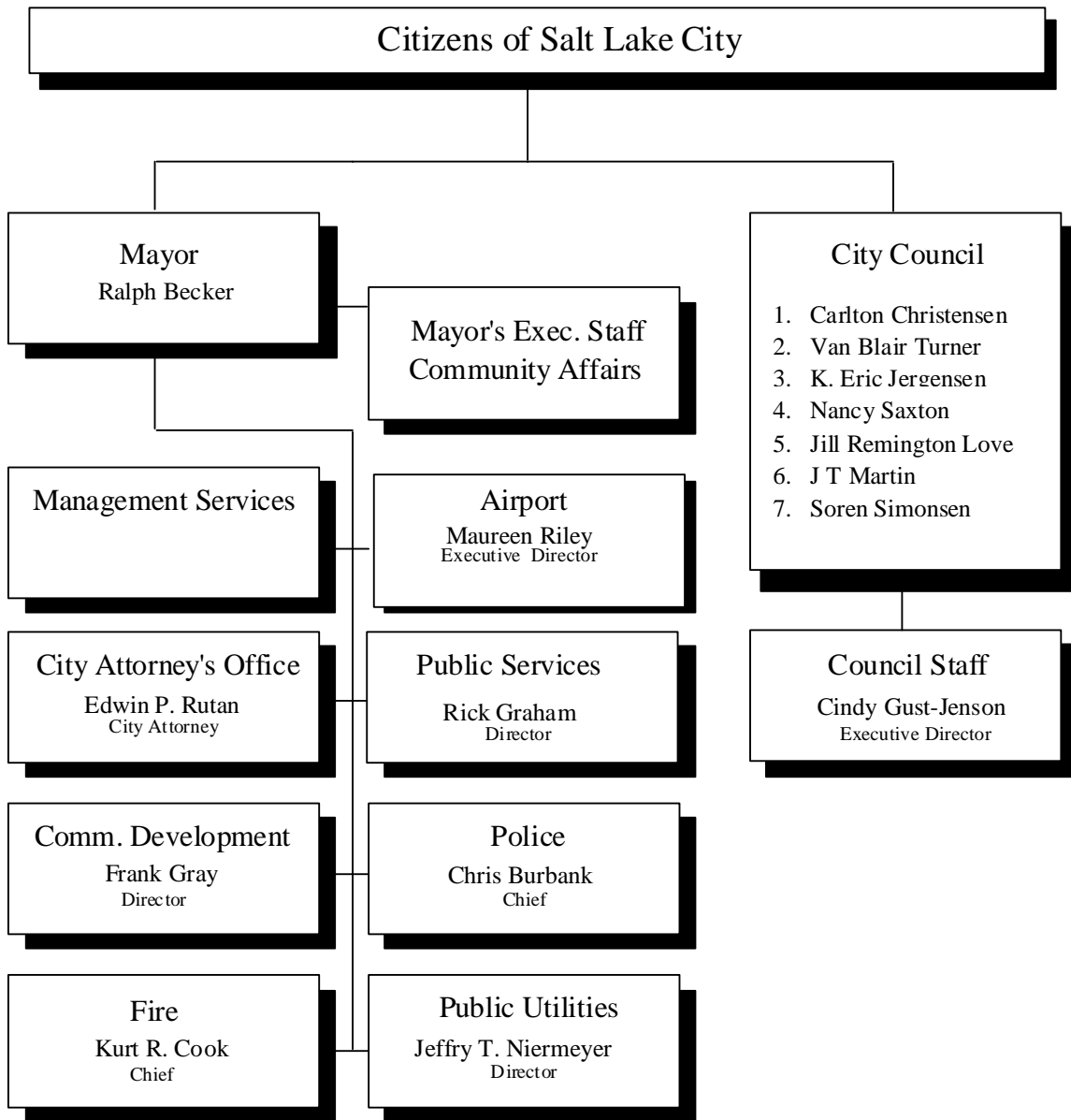


Gordon Hoskins  
Finance Director

# Salt Lake City Corporation

## Organizational Structure

### Fiscal Year 2008-2009



# 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, 2008

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.



A handwritten signature in black ink, appearing to read "M. L. Post".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

# Financial Section

# HANSEN, BARNETT & MAXWELL, P.C.

A Professional Corporation  
CERTIFIED PUBLIC ACCOUNTANTS

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Salt Lake City, UT 84180-1128  
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Fax: (801) 532-7944  
www.hbmcpas.com

Registered with the Public Company  
Accounting Oversight Board



## 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, 2009, which collectively comprise the City's basic financial statements as listed in the 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, the basic financial statements referred to above 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, 2009, 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 Information listed in the 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 management. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required 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 statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information is the responsibility of City's management. The information has been subjected to the auditing procedures applied in the 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 22, 2009 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

*Hansen, Barnett & Maxwell, P.C.*

**HANSEN, BARNETT & MAXWELL P.C.**

Salt Lake City, Utah  
December 22, 2009

SALT LAKE CITY CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2009

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, 2009. As management of the City, we encourage readers to consider information contained in this discussion along with the transmittal letter on pages v-x.

### **FINANCIAL HIGHLIGHTS**

The assets of Salt Lake City (the City) exceeded its liabilities at the end of the current fiscal year by \$2,116,861,947 (net assets). Of this amount, \$478,921,650 (unrestricted net assets) is available to meet ongoing obligations to citizens and creditors.

Net assets increased by \$65,937,050. This included an increase in net assets of \$9,316,746 in the Governmental activities and an increase of \$56,620,304 in the business-type activities. During 2009 assets were transferred from governmental activities to business-type activities. The most substantial portion of these transfers was from the Grants fund to the Housing Fund.

The City's Governmental funds reported combined ending fund balance of \$119,237,222, an increase of \$28,719,712 compared to the prior years' ending amount. Of the combined total fund balance, \$43,997,495 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, 2009 totaled \$22,046,402, is 11 percent of the General Fund total revenues for the year and 50 percent of governmental unreserved and undesignated fund balance. The General Fund, also has approximately \$1,900,000 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 increased by approximately \$27,300,000. The City issued General Obligation Debt of \$11,081,804 to purchase Open Space and to retrofit the building for the Leonardo Center. The City issued new Special Assessment Bonds of \$380,000. These funds were used for sidewalk and road replacement and repairs. The City issued \$38,165,211 in Sales Tax Bonds. The funds were used for the construction of the Fleet facility building and the purchase of buildings for other city uses.

### **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

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(Police and Fire), streets and recreation (Public Services); and other development (Community and Economic Development). The business-type activities include water, sewer, storm-water, airport, housing, 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 ten different individual governmental funds. Of this number, information is shown separately for the General and Capital Projects Funds, both 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; housing loans, 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, Sewer Utility, Housing Loans 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

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statements. Individual fund 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.

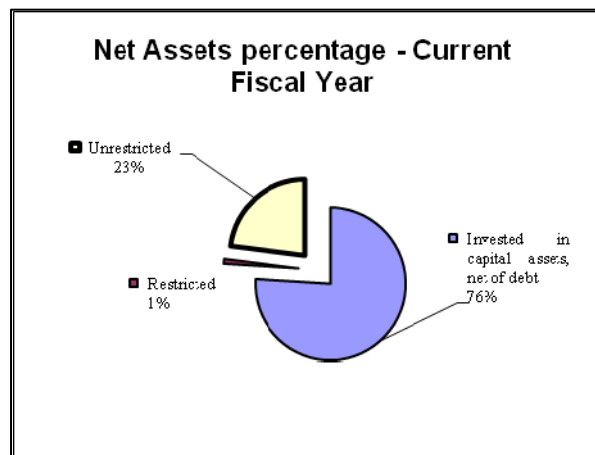
The fiduciary fund financial statements can be found as listed in the table of contents.

**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<br>Activities |                   | Business-type<br>Activities |                     | Total               |                     |
|  | 2009                       | 2008              | 2009                        | 2008                | 2009                | 2008                |
| Current and other assets                                   | \$ 236,584                 | \$ 203,966        | \$ 516,682                  | \$ 488,703          | \$ 753,266          | \$ 692,669          |
| Capital assets   | 566,023                    | 545,147           | 1,269,792                   | 1,251,337           | 1,835,815           | 1,796,484           |
| Total assets   | <u>\$ 802,607</u>          | <u>\$ 749,113</u> | <u>\$ 1,786,474</u>         | <u>\$ 1,740,040</u> | <u>\$ 2,589,081</u> | <u>\$ 2,489,153</u> |
| Current and other liabilities                              | \$ 110,848                 | \$ 102,387        | \$ 38,966                   | \$ 38,532           | \$ 149,814          | \$ 140,919          |
| Long term liabilities                                      | 190,835                    | 155,119           | 131,568                     | 142,189             | 322,403             | 297,308             |
| Total liabilities  | <u>\$ 301,683</u>          | <u>\$ 257,506</u> | <u>\$ 170,534</u>           | <u>\$ 180,721</u>   | <u>\$ 472,217</u>   | <u>\$ 438,227</u>   |
| Net assets:  |                            |                   |                             |                     |                     |                     |
| Invested in capital assets,<br>net of related debt         | \$ 385,404                 | \$ 400,787        | \$ 1,218,964                | \$ 1,198,299        | \$ 1,604,368        | \$ 1,599,086        |
| Restricted   | 7,226                      | 9,956             | 26,347                      | 26,357              | 33,573              | 36,313              |
| Unrestricted   | 108,294                    | 80,864            | 370,628                     | 334,663             | 478,922             | 415,527             |
| Total net assets   | <u>\$ 500,924</u>          | <u>\$ 491,607</u> | <u>\$ 1,615,939</u>         | <u>\$ 1,559,319</u> | <u>\$ 2,116,863</u> | <u>\$ 2,050,926</u> |

By far the largest component of Salt Lake City's net assets is its investment in capital assets. The 76 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.



An additional part of net assets (1 percent) is assets that are subject to external restrictions on how they may be expended (debt reserve funds or unexpended debt proceeds). The remaining 23 percent of net assets (\$478,921,650) can be used to meet the City's ongoing obligations to its creditors and to citizens.

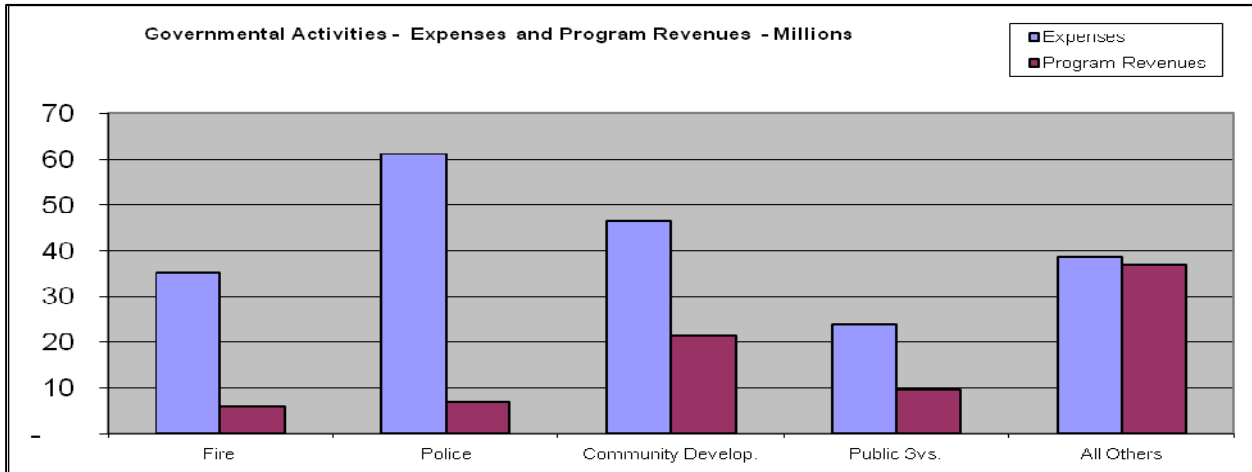
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| SALT LAKE CITY CORPORATION'S Changes in Net Assets |                            |                       |                             |                         |                         |                         |
|--|----------------------------|-----------------------|-----------------------------|-------------------------|-------------------------|-------------------------|
|  | Governmental<br>Activities |                       | Business-type<br>Activities |                         | Total                   |                         |
|  | 2009                       | 2008                  | 2009                        | 2008                    | 2009                    | 2008                    |
| <b>Revenues</b>                                    |                            |                       |                             |                         |                         |                         |
| <b>Program revenues</b>                            |                            |                       |                             |                         |                         |                         |
| Charges for Services                               | \$ 64,110,042              | \$ 55,917,673         | \$ 266,140,282              | \$ 269,562,736          | \$ 330,250,324          | \$ 325,480,409          |
| Operating grants and contributions                 | 10,434,600                 | 14,296,551            | -                           | -                       | 10,434,600              | 14,296,551              |
| Capital grants and contributions                   | 6,482,194                  | 11,900,461            | 21,068,406                  | 21,886,226              | 27,550,600              | 33,786,687              |
| <b>General Revenues</b>                            |                            |                       |                             |                         |                         |                         |
| Property taxes                                     | 66,608,195                 | 65,934,700            | -                           | -                       | 66,608,195              | 65,934,700              |
| Other taxes  | 75,650,163                 | 81,907,641            | -                           | -                       | 75,650,163              | 81,907,641              |
| Investment Earnings                                | 4,023,642                  | 5,763,680             | 8,650,711                   | 16,629,178              | 12,674,353              | 22,392,858              |
| <b>Total revenues</b>                              | <b>227,308,836</b>         | <b>235,720,706</b>    | <b>295,859,399</b>          | <b>308,078,140</b>      | <b>523,168,235</b>      | <b>543,798,846</b>      |
| <b>Expenses</b>                                    |                            |                       |                             |                         |                         |                         |
| General Government                                 | 13,192,608                 | 14,540,859            | -                           | -                       | 13,192,608              | 14,540,859              |
| Council  | 1,977,462                  | 2,262,930             | -                           | -                       | 1,977,462               | 2,262,930               |
| Mayor  | 2,197,563                  | 2,020,849             | -                           | -                       | 2,197,563               | 2,020,849               |
| City Attorney                                      | 5,189,609                  | 5,306,784             | -                           | -                       | 5,189,609               | 5,306,784               |
| Management Services                                | 16,191,903                 | 23,740,960            | -                           | -                       | 16,191,903              | 23,740,960              |
| Fire   | 35,234,297                 | 34,635,906            | -                           | -                       | 35,234,297              | 34,635,906              |
| Police   | 61,044,917                 | 61,021,829            | -                           | -                       | 61,044,917              | 61,021,829              |
| <b>Community and Economic Development</b>          |                            |                       |                             |                         |                         |                         |
| Development  | 23,802,339                 | 22,883,323            | -                           | -                       | 23,802,339              | 22,883,323              |
| Public Services                                    | 46,512,065                 | 48,205,524            | -                           | -                       | 46,512,065              | 48,205,524              |
| Infrastructure depreciation                        | 7,872,073                  | 7,459,373             | -                           | -                       | 7,872,073               | 7,459,373               |
| Interest on long-term debt                         | 7,084,120                  | 7,312,361             | -                           | -                       | 7,084,120               | 7,312,361               |
| Water  | -                          | -                     | 49,718,999                  | 48,243,567              | 49,718,999              | 48,243,567              |
| Department of Airports                             | -                          | -                     | 129,917,191                 | 134,573,817             | 129,917,191             | 134,573,817             |
| Sewer  | -                          | -                     | 13,604,216                  | 13,565,452              | 13,604,216              | 13,565,452              |
| Housing Loans                                      | -                          | -                     | 2,457,385                   | 907,030                 | 2,457,385               | 907,030                 |
| Redevelopment Agency                               | -                          | -                     | 20,038,213                  | 18,728,224              | 20,038,213              | 18,728,224              |
| Intermodal Hub                                     | -                          | -                     | -                           | -                       | -                       | -                       |
| Storm Water Utility                                | -                          | -                     | 5,903,208                   | 5,066,916               | 5,903,208               | 5,066,916               |
| Refuse Collection                                  | -                          | -                     | 7,306,352                   | 9,208,663               | 7,306,352               | 9,208,663               |
| Golf   | -                          | -                     | 7,986,665                   | 8,177,675               | 7,986,665               | 8,177,675               |
| <b>Total Expenses</b>                              | <b>220,298,956</b>         | <b>229,390,698</b>    | <b>236,932,229</b>          | <b>238,471,344</b>      | <b>457,231,185</b>      | <b>467,862,042</b>      |
| <b>Increase in net assets</b>                      |                            |                       |                             |                         |                         |                         |
| before transfers                                   | 7,009,880                  | 6,330,008             | 58,927,170                  | 69,606,796              | 65,937,050              | 75,936,804              |
| <b>Contribution to UTA</b>                         |                            |                       |                             |                         |                         |                         |
| Transfers  | 2,306,866                  | (684,698)             | (2,306,866)                 | 684,698                 | -                       | -                       |
| <b>Increase in net assets</b>                      | <b>9,316,746</b>           | <b>5,645,310</b>      | <b>56,620,304</b>           | <b>48,297,419</b>       | <b>65,937,050</b>       | <b>53,942,729</b>       |
| Net assets beginning                               | 491,606,235                | 485,960,925           | 1,559,318,662               | 1,511,021,243           | 2,050,924,897           | 1,996,982,168           |
| <b>Net assets ending</b>                           | <b>\$ 500,922,981</b>      | <b>\$ 491,606,235</b> | <b>\$ 1,615,938,966</b>     | <b>\$ 1,559,318,662</b> | <b>\$ 2,116,861,947</b> | <b>\$ 2,050,924,897</b> |

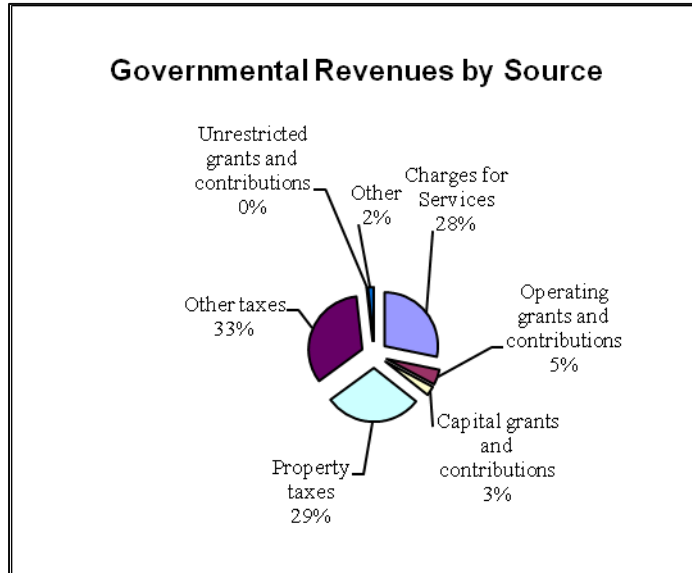
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**ACTIVITIES, GOVERNMENTAL AND BUSINESS-TYPE**

Governmental Activities net assets increased by \$9,316,746 for the year ended June 30, 2009, which is 14% percent of the total increase in net assets for Salt Lake City Corporation as a whole. The main reason for the increase is a decrease in expenditures in the expectation of decreasing revenues due to economic conditions.



Business-type activities contributed net assets in the amount of \$56,620,304 or 86 percent 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**

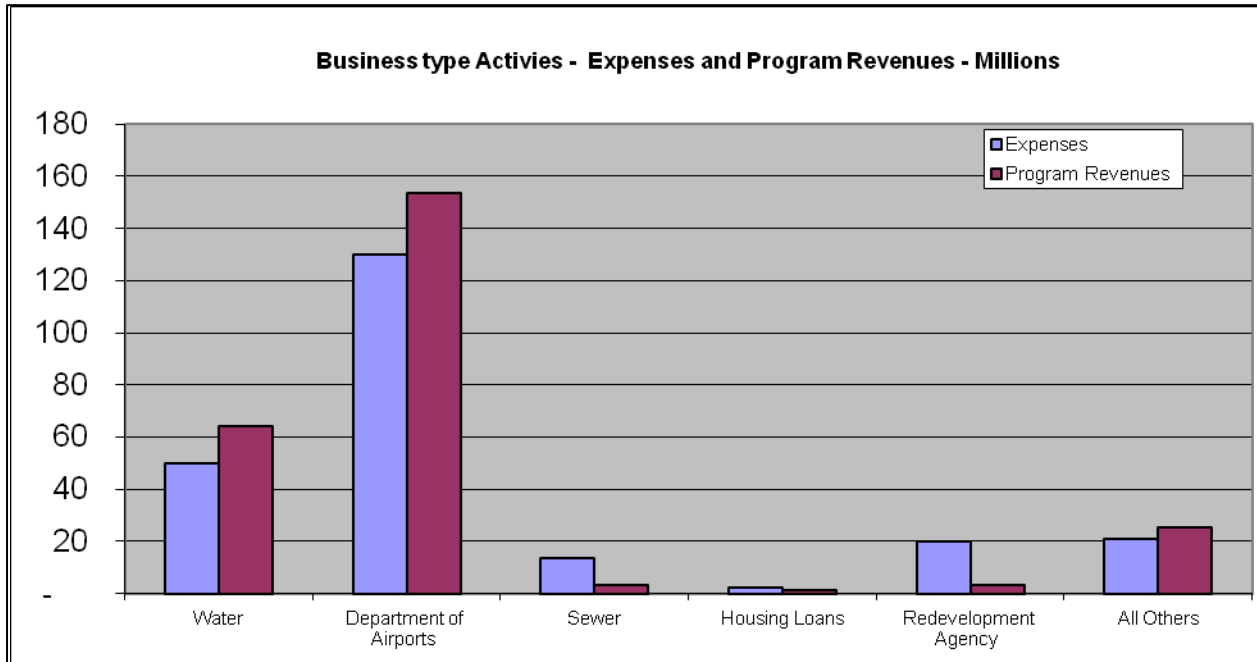
Salt Lake City's governmental funds provide information on the short-term resource inflows and outflows and account balances at the end of the fiscal year. The total fund balance is a measure of total available resources and the unreserved portion of this total fund balance is a measure of the available spendable resources at June 30, 2009.

For the period ended June 30, 2009, the City's governmental funds reported a combined fund balance amount of \$119,237,222 with an increase of \$28,719,712 compared to the prior fiscal year. Of the total balance at year-end, \$43,997,495 is unreserved and undesignated. There is also an amount of \$25,287,865 designated for capital projects which is not considered restricted. The remaining \$49,951,862 combined fund balance total is reserved for the following purposes:

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

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The General Fund is the main operating fund for Salt Lake City Corporation. At June 30, 2009, the General Fund's unreserved fund balance was \$22,046,402 while total fund balance equaled \$24,258,747. 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 11 percent of total expenditures and transfers while total fund balance equaled 14 percent.

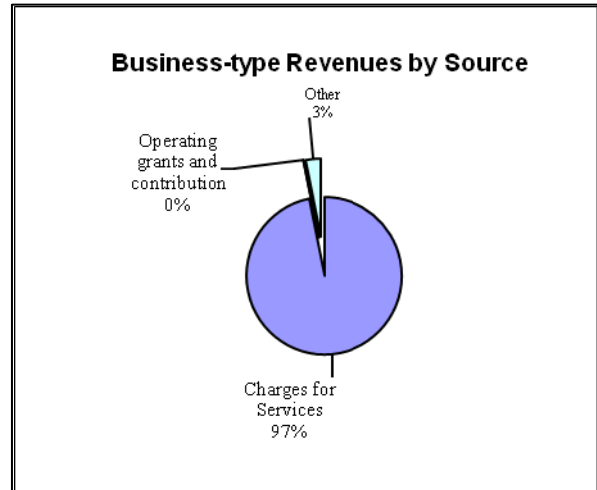


The fund balance of the General Fund for Salt Lake City decreased by \$3,878,401. The initial expectation was that fund balance for the 2009 fiscal year would decrease by approximately \$3,300,000. Actual revenues collected did not meet expected revenue budgets requiring a reduction in budgeted revenues as well as a corresponding reduction in expenditures.

The Capital Projects Fund has a total fund balance of \$69,925,178 at June 30, 2009, 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 \$31,876,328. General Obligation Bonds and Sales Tax Bonds were sold in 2009. General Obligation Bonds for The Leonardo at the Library and Open Space were sold for \$10,200,000 and \$800,000. Sales tax bonds were sold for construction of the Public Services Maintenance Facility city building reconstruction for \$36,240,000. Most of those funds will be expended in next few years rather than in the current year resulting in a significant increase in fund balance.

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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 \$12,636,511 for the Water Fund, \$180,211,383 for the Department of Airports, \$37,209,110 for the Sewer Fund, \$26,413,789 for the Housing Loan Fund and \$77,225,118 for the Redevelopment Agency Fund. Discussions about the finances of these three funds are addressed in the City's business-type activities.



### General Fund Budgetary Highlights

Differences between the original and final amended budgets amounted to a total decrease in appropriations of \$1,664,816. By department, the changes are:

- \$137,704 increase for City Council
- \$649 decrease for Mayor
- \$92,194 decrease for City Attorney
- \$203,622 decrease for Management Services
- \$543,062 decrease for Fire
- \$1,517,599 decrease for Police
- \$602,440 increase for Community and Economic Development
- \$58,453 decrease for Public Services
- \$10,619 increase for Nondepartmental (including transfers out)

Increases to all budgets included \$4,494,544 of encumbrances from the prior year. Recessionary economic conditions resulted in a decrease in city revenue. Budget reductions were made in all general fund departments to compensate for the declining revenues. Prior year encumbrances were proportionately higher for Community and Economic Development and City Council resulting in an overall budget increase. Public Services budget decrease was proportionately less because there was a budget increase of \$478,435 for expenditures related to the Fleet Facility Construction. Some of the smaller increases in the budget were made for the KaBoom playground construction, the Museum of Fine Arts Exhibit Construction, and a new Trailway Coordinator.

### Capital Asset and Debt Administration

Salt Lake City's investment in capital assets for its governmental and business type activities combined totaled \$1,835,814,785 (net of \$999,446,342 accumulated depreciation) at June 30, 2009. 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 87 percent of total net assets. In comparing capital assets to net assets, the percentages for Governmental activities and Business type activities were 113 percent and 79 percent, respectively.

Major capital asset activities that occurred during the past fiscal year include: (1) the Department of Airports placed into service approximately \$60,000,000 of constructed assets related to its development master plan; (2) the Water Utility added another one million gallon distribution reservoir to the system and \$7,000,000 toward expansion of water line capacities for improved fire flow requirements. (3) The Water Utility also purchased property for possible operational expansion requirements in the future. (4) In the Sewer Utility a special \$800,000 Sewer Master Plan study is underway that will provide useful information on new and replacement trunk lines in key City locations. (5) The Stormwater Utility added \$4,500,000 to collection lines.



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|                                   | <b>Salt Lake City Corporation's Capital Assets</b> |                       |                         |                         |                         |                         |
|-----------------------------------|--|-----------------------|-------------------------|-------------------------|-------------------------|-------------------------|
|                                   | Governmental                                       |                       | Business-type           |                         | Total                   |                         |
|                                   | Activities   |                       | Activities              |                         |                         |                         |
|                                   | 2009   | 2008                  | 2009                    | 2008                    | 2009                    | 2008                    |
| Land and water rights             | \$ 179,036,321                                     | \$ 175,224,789        | \$ 159,768,679          | \$ 148,910,702          | \$ 338,805,000          | \$ 324,135,491          |
| Infrastructure                    | 249,800,326  | 239,793,367           | -                       | -                       | 249,800,326             | 239,793,367             |
| Buildings                         | 202,981,542  | 198,800,307           | 476,204,905             | 464,164,664             | 679,186,447             | 662,964,971             |
| Improvements other than buildings | 35,491,186   | 30,773,120            | 1,161,035,616           | 1,147,460,351           | 1,196,526,802           | 1,178,233,471           |
| Machinery and equipment           | 86,752,879   | 85,945,995            | 181,981,608             | 168,864,452             | 268,734,487             | 254,810,447             |
| Construction in progress          | 20,417,543   | 14,100,072            | 81,790,522              | 68,987,260              | 102,208,065             | 83,087,332              |
| Accumulated Depreciation          | (208,457,181)                                      | (199,490,880)         | (790,989,161)           | (747,050,093)           | (999,446,342)           | (946,540,973)           |
| Net book value                    | <u>\$ 566,022,616</u>                              | <u>\$ 545,146,770</u> | <u>\$ 1,269,792,169</u> | <u>\$ 1,251,337,336</u> | <u>\$ 1,835,814,785</u> | <u>\$ 1,796,484,106</u> |

At June 30, 2009, Salt Lake City's bonded debt amounted to \$242,660,545. The portion that is backed by the full faith and credit of the City amounted to \$76,823,810, and the portion for which the City is liable in case of default by assessed property owners amounted to \$2,251,000. All other bonded debt is known as revenue bonds and is secured by specific revenue sources.

In January 2009 the City issued \$800,000 in General Obligation bonds to acquire land and easements in order to create or preserve open space within city boundaries. \$10,200,000 of General Obligation bonds were issued in June 2009 to renovate the old library that houses the Leonardo Arts Center.

In January 2009 the City issued \$380,000 in Special Debt for street and sidewalk improvements for an area within Council District Five.

In February 2009 the City issued \$36,240,000 in Sales Tax bonds. These bond funds will be used to purchase land and construct a maintenance facility complex as well as purchase a bank building for conversion to additional office space. 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 2009 calculates to approximately \$1.9 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.

|  | <b>Salt Lake City Corporation's Outstanding Debt<br/>General Obligation and Revenue Bonds</b> |                       |                             |                      |                       |                       |
|--|---|-----------------------|-----------------------------|----------------------|-----------------------|-----------------------|
|  | Governmental Activities   |                       | Business-type<br>Activities |                      | Total                 |                       |
|  | 2009  | 2008                  | 2009                        | 2008                 | 2009                  | 2008                  |
| General obligation bonds                             | \$ 76,823,810   | \$ 72,649,052         | \$ -                        | \$ -                 | \$ 76,823,810         | \$ 72,649,052         |
| Special assessment debt with governmental commitment | 2,251,000   | 2,300,000             | -                           | -                    | 2,251,000             | 2,300,000             |
| Revenue bonds  | 96,487,781  | 62,609,608            | 67,097,954                  | 77,778,911           | 163,585,735           | 140,388,519           |
| Total  | <u>\$ 175,562,591</u>   | <u>\$ 137,558,660</u> | <u>\$ 67,097,954</u>        | <u>\$ 77,778,911</u> | <u>\$ 242,660,545</u> | <u>\$ 215,337,571</u> |

SALT LAKE CITY CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2009

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

The unemployment rate for the most recent fiscal year available (2008 annual rate) is 3.3 percent, up from 2.6 percent for the previous year. Unemployment is expected to increase and then level off during the next year. Salt Lake County's unemployment rate for October 2009 has risen to 6.5%. Total employment with the City has been reduced slightly but revenues in most areas have decreased. Revenue appears to be decreasing in the next year and economic factors indicate little improvement in the economy in the upcoming year. These less favorable economic factors were considered in preparing and amending the fiscal year 2010 budget.

During the just completed fiscal year, fund balance in the General Fund decreased by \$3,878,401. The decrease was approximately \$500,000 more than originally budgeted. Currently, Salt Lake City is preparing for further reductions in revenues consistent with the declining economic outlook.

The rates and fees for most services increased in fiscal 2009 compared with fiscal year 2008. No increases in rates and fees are budgeted for fiscal year 2010.

**Requests for information**

This financial report is designed to give its readers a general overview 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, P.O Box 145451, Salt Lake City, Utah 84114-5451.

# Basic Financial Statements

SALT LAKE CITY CORPORATION  
STATEMENT OF NET ASSETS  
June 30, 2009

|  | Primary Government         |                             |                         | Component<br>Unit<br>Library |
|--|----------------------------|-----------------------------|-------------------------|------------------------------|
|  | Governmental<br>Activities | Business-type<br>Activities | Total                   |                              |
| <u>ASSETS</u>  |                            |                             |                         |                              |
| Current assets:  |                            |                             |                         |                              |
| Cash and cash equivalents (Note 2)                             |                            |                             |                         |                              |
| Unrestricted   | \$ 93,964,462              | \$ 316,402,480              | \$ 410,366,942          | \$ 659,326                   |
| Restricted (Note 2 & 4)  | 45,672,231                 | 1,840,806                   | 47,513,037              | -                            |
| Investments (Note 2)   | -                          | 10,185,117                  | 10,185,117              | 8,041,526                    |
| Receivables:   |                            |                             |                         |                              |
| Property, franchise and excise taxes                           | 81,901,632                 | -                           | 81,901,632              | 12,811,594                   |
| Assessments, including \$242,722 of delinquent assessments     | 1,822,336                  | -                           | 1,822,336               | -                            |
| Loans and other receivables                                    | 7,838,168                  | 4,534,801                   | 12,372,969              | 89,010                       |
| Accounts, less allowance for doubtful accounts of \$3,169,055  | -                          | 23,482,174                  | 23,482,174              | -                            |
| Due from other governments                                     | 1,712,059                  | 3,424,894                   | 5,136,953               | -                            |
| Other, principally accrued interest                            | 946,565                    | -                           | 946,565                 | -                            |
| Prepaid expenses   | -                          | 19,149                      | 19,149                  | 13,000                       |
| Inventories  | 658,431                    | 3,388,809                   | 4,047,240               | -                            |
| Internal balances  | 841,805                    | (841,805)                   | -                       | -                            |
| Total current assets   | <u>235,357,689</u>         | <u>362,436,425</u>          | <u>597,794,114</u>      | <u>21,614,456</u>            |
| Noncurrent assets:   |                            |                             |                         |                              |
| Restricted cash and cash equivalents (Note 2)                  | -                          | 14,487,663                  | 14,487,663              | -                            |
| Property and equipment, at cost:                               |                            |                             |                         |                              |
| Land and water rights (Note 5)                                 | 179,036,321                | 159,768,679                 | 338,805,000             | 770,689                      |
| Infrastructure (Note 5)  | 249,800,326                | -                           | 249,800,326             | -                            |
| Buildings (Note 5)   | 202,981,542                | 476,204,905                 | 679,186,447             | 8,424,391                    |
| Improvements other than buildings (Note 5)                     | 35,491,186                 | 1,161,035,616               | 1,196,526,802           | 317,116                      |
| Machinery and equipment (Note 5)                               | 86,752,879                 | 181,981,608                 | 268,734,487             | 19,527,054                   |
| Construction in progress (Note 5)                              | 20,417,543                 | 81,790,522                  | 102,208,065             | -                            |
| Accumulated depreciation (Note 5)                              | (208,457,181)              | (790,989,161)               | (999,446,342)           | (16,276,168)                 |
| Net property and equipment                                     | 566,022,616                | 1,269,792,169               | 1,835,814,785           | 12,763,082                   |
| Bond issue costs, less accumulated amortization of \$1,752,582 | 1,225,745                  | 665,183                     | 1,890,928               | -                            |
| Loans and other long-term receivables                          | -                          | 64,961,550                  | 64,961,550              | -                            |
| Land and buildings held for resale                             | -                          | 33,246,785                  | 33,246,785              | -                            |
| Investment in joint venture (Note 18)                          | -                          | 22,368,198                  | 22,368,198              | -                            |
| Deferred charges   | -                          | 16,799,066                  | 16,799,066              | -                            |
| Other  | -                          | 1,715,926                   | 1,715,926               | -                            |
| Total noncurrent assets  | <u>567,248,361</u>         | <u>1,424,036,540</u>        | <u>1,991,284,901</u>    | <u>12,763,082</u>            |
| Total assets   | <u>\$ 802,606,050</u>      | <u>\$ 1,786,472,965</u>     | <u>\$ 2,589,079,015</u> | <u>\$ 34,377,538</u>         |

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF NET ASSETS  
June 30, 2009

|   | Primary Government         |                             |                         | Component<br>Unit<br>Library |
|---|----------------------------|-----------------------------|-------------------------|------------------------------|
|   | Governmental<br>Activities | Business-type<br>Activities | Total                   |                              |
| <b>LIABILITIES</b>  |                            |                             |                         |                              |
| Current liabilities:  |                            |                             |                         |                              |
| Accounts payable  | \$ 8,521,469               | \$ 10,348,878               | \$ 18,870,347           | \$ 740,474                   |
| Accrued liabilities   | 10,239,231                 | 12,493,656                  | 22,732,887              | -                            |
| Current portion of long-term compensated absences             | 1,838,461                  | 1,321,430                   | 3,159,891               | -                            |
| Current portion of estimated claims payable                   | 3,261,403                  | -                           | 3,261,403               | -                            |
| Current portion of long-term debt:                            |                            |                             |                         |                              |
| Payable from unrestricted assets (Note 6)                     | 17,209,029                 | 5,138,989                   | 22,348,018              | 56,097                       |
| Payable from restricted assets (Note 6)                       | -                          | 2,143,115                   | 2,143,115               | -                            |
| Special assessment debt with governmental commitment (Note 6) | 434,000                    | -                           | 434,000                 | -                            |
| Deferred revenue  | 67,705,511                 | -                           | 67,705,511              | 14,324,792                   |
| Unearned revenue  | 218,599                    | 1,473,939                   | 1,692,538               | -                            |
| Accrued interest, payable from restricted assets              | -                          | 936,434                     | 936,434                 | -                            |
| Other liabilities payable from restricted assets              | 299,567                    | -                           | 299,567                 | -                            |
| Current deposits and advance rentals                          | 1,120,473                  | 5,109,890                   | 6,230,363               | -                            |
| <b>Total current liabilities</b>                              | <b>110,847,743</b>         | <b>38,966,331</b>           | <b>149,814,074</b>      | <b>15,121,363</b>            |
| Noncurrent liabilities:                                       |                            |                             |                         |                              |
| Deposits, advance rentals and long term accruals              | -                          | 42,440,808                  | 42,440,808              | -                            |
| Long-term compensated absences liability (Note 6)             | 15,705,210                 | 7,307,918                   | 23,013,128              | 227,421                      |
| Other post employment benefits (Note 13)                      | 7,692,000                  | 3,418,000                   | 11,110,000              | -                            |
| Estimated claims payable                                      | 4,462,322                  | -                           | 4,462,322               | -                            |
| Bonds payable (Note 6)  | 160,635,419                | -                           | 160,635,419             | -                            |
| Notes payable (Note 6)  | 1,909,982                  | 78,400,942                  | 80,310,924              | -                            |
| Notes payable from restricted assets (Note 6)                 | 430,393                    | -                           | 430,393                 | -                            |
| <b>Total noncurrent liabilities</b>                           | <b>190,835,326</b>         | <b>131,567,668</b>          | <b>322,402,994</b>      | <b>227,421</b>               |
| <b>Total liabilities</b>                                      | <b>301,683,069</b>         | <b>170,533,999</b>          | <b>472,217,068</b>      | <b>15,348,784</b>            |
| <b>NET ASSETS</b>   |                            |                             |                         |                              |
| Invested in capital assets, net of related debt               | 385,403,793                | 1,218,964,420               | 1,604,368,213           | 12,763,082                   |
| Restricted for:   |                            |                             |                         |                              |
| Capital projects  | 7,201,928                  | -                           | 7,201,928               | -                            |
| Debt service  | 23,633                     | 26,346,526                  | 26,370,159              | -                            |
| Unrestricted  | 108,293,627                | 370,628,020                 | 478,921,647             | 6,265,672                    |
| <b>Total net assets</b>                                       | <b>500,922,981</b>         | <b>1,615,938,966</b>        | <b>2,116,861,947</b>    | <b>19,028,754</b>            |
| <b>Total liabilities and net assets</b>                       | <b>\$ 802,606,050</b>      | <b>\$ 1,786,472,965</b>     | <b>\$ 2,589,079,015</b> | <b>\$ 34,377,538</b>         |

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF ACTIVITIES  
Year ended June 30, 2009

| 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                      | \$ 13,192,608         | \$ 18,021,037         | \$ 995,082                         | \$ 4,478,466                     |
| City Council                            | 1,977,462             | 48,580                | -                                  | -                                |
| Mayor                                   | 2,197,563             | 232,068               | -                                  | -                                |
| City Attorney                           | 5,189,609             | 814,019               | 13,800                             | -                                |
| Management Services                     | 16,191,903            | 12,372,949            | 6,250                              | -                                |
| Fire                                    | 35,234,297            | 5,952,580             | 181,763                            | -                                |
| Police                                  | 61,044,917            | 5,405,794             | 1,523,692                          | -                                |
| Community and Economic Development      | 23,802,339            | 17,416,192            | 3,957,773                          | -                                |
| Public Services                         | 46,512,065            | 3,846,823             | 3,756,240                          | 2,003,728                        |
| Unallocated infrastructure depreciation | 7,872,073             | -                     | -                                  | -                                |
| Interest on long-term debt              | 7,084,120             | -                     | -                                  | -                                |
| <b>Total governmental activities</b>    | <b>220,298,956</b>    | <b>64,110,042</b>     | <b>10,434,600</b>                  | <b>6,482,194</b>                 |
| <b>Business-type activities:</b>        |                       |                       |                                    |                                  |
| Water                                   | 49,718,999            | 57,117,944            | -                                  | 6,952,730                        |
| Airport Authority                       | 129,917,191           | 144,280,661           | -                                  | 9,424,739                        |
| Sewer                                   | 13,604,216            | 17,444,206            | -                                  | 2,050,403                        |
| Housing Loans                           | 2,457,385             | 1,257,012             | -                                  | 60,916                           |
| Redevelopment Agency                    | 20,038,213            | 25,334,621            | -                                  | -                                |
| Storm Water Utility                     | 5,903,208             | 5,329,261             | -                                  | 2,579,618                        |
| Refuse Collection                       | 7,306,352             | 7,767,802             | -                                  | -                                |
| Golf                                    | 7,986,665             | 7,608,775             | -                                  | -                                |
| <b>Total business-type activities</b>   | <b>236,932,229</b>    | <b>266,140,282</b>    | <b>-</b>                           | <b>21,068,406</b>                |
| <b>Total primary government</b>         | <b>\$ 457,231,185</b> | <b>\$ 330,250,324</b> | <b>\$ 10,434,600</b>               | <b>\$ 27,550,600</b>             |
| <b>Component unit</b>                   |                       |                       |                                    |                                  |
| Library                                 | \$ 13,668,382         | \$ 561,471            | \$ 117,193                         | \$ 29,674                        |

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, 2008

Net Assets June 30, 2009

| Net (Expense) Revenue and Changes in Net Assets |                             |                         |                      |
|---|-----------------------------|-------------------------|----------------------|
| Primary Government                              |                             |                         |                      |
| Governmental<br>Activities                      | Business-type<br>Activities | Total                   | Component<br>Unit    |
| \$ 10,301,977                                   | \$ -                        | \$ 10,301,977           | \$ -                 |
| (1,928,882)                                     | -                           | (1,928,882)             | -                    |
| (1,965,495)                                     | -                           | (1,965,495)             | -                    |
| (4,361,790)                                     | -                           | (4,361,790)             | -                    |
| (3,812,704)                                     | -                           | (3,812,704)             | -                    |
| (29,099,954)                                    | -                           | (29,099,954)            | -                    |
| (54,115,431)                                    | -                           | (54,115,431)            | -                    |
| (2,428,374)                                     | -                           | (2,428,374)             | -                    |
| (36,905,274)                                    | -                           | (36,905,274)            | -                    |
| (7,872,073)                                     | -                           | (7,872,073)             | -                    |
| (7,084,120)                                     | -                           | (7,084,120)             | -                    |
| <u>(139,272,120)</u>                            | <u>-</u>                    | <u>(139,272,120)</u>    | <u>-</u>             |
| -   | 14,351,675                  | 14,351,675              | -                    |
| -   | 23,788,209                  | 23,788,209              | -                    |
| -   | 5,890,393                   | 5,890,393               | -                    |
| -   | (1,139,457)                 | (1,139,457)             | -                    |
| -   | 5,296,408                   | 5,296,408               | -                    |
| -   | 2,005,671                   | 2,005,671               | -                    |
| -   | 461,450                     | 461,450                 | -                    |
| -   | (377,890)                   | (377,890)               | -                    |
| <u>-</u>  | <u>50,276,459</u>           | <u>50,276,459</u>       | <u>-</u>             |
| <u>(139,272,120)</u>                            | <u>50,276,459</u>           | <u>(88,995,661)</u>     | <u>-</u>             |
|   |                             |                         | <u>(12,960,044)</u>  |
| 66,608,195                                      | -                           | 66,608,195              | 12,579,569           |
| 26,318,421                                      | -                           | 26,318,421              | -                    |
| 49,331,742                                      | -                           | 49,331,742              | -                    |
| 4,023,642                                       | 8,650,711                   | 12,674,353              | 205,585              |
| 2,306,866                                       | (2,306,866)                 | -                       | -                    |
| <u>148,588,866</u>                              | <u>6,343,845</u>            | <u>154,932,711</u>      | <u>12,785,154</u>    |
| 9,316,746                                       | 56,620,304                  | 65,937,050              | (174,890)            |
| <u>491,606,235</u>                              | <u>1,559,318,662</u>        | <u>2,050,924,897</u>    | <u>19,203,644</u>    |
| <u>\$ 500,922,981</u>                           | <u>\$ 1,615,938,966</u>     | <u>\$ 2,116,861,947</u> | <u>\$ 19,028,754</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 capital assets which, by their nature, may require more than one budgetary cycle for completion. Project budgets are adopted for the Capital Projects Fund.

SALT LAKE CITY CORPORATION  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2009

|  | General        |
|--|----------------|
| <u>ASSETS</u>  |                |
| Assets:  |                |
| Cash and cash equivalents (Note 2)                         | \$ 23,135,486  |
| Receivables:   |                |
| Property, franchise and excise taxes                       | 81,747,405     |
| Assessments, including \$242,722 of delinquent assessments | -              |
| Taxes receivable   | -              |
| Loans, prepaids and other receivables                      | -              |
| Due from other governments                                 | -              |
| Other, principally accrued interest                        | 469,434        |
| Restricted assets:   |                |
| Cash and cash equivalents (Notes 2 & 4)                    | 281,325        |
| Total assets   | \$ 105,633,650 |

The accompanying notes are an integral part of this statement

| <u>Capital<br/>Projects</u> | <u>Other<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|-----------------------------|---|---|
| \$ 28,853,565               | \$ 21,979,865                           | \$ 73,968,916                           |
| -                           | -                                       | 81,747,405                              |
| -                           | 1,822,336                               | 1,822,336                               |
| -                           | 154,227                                 | 154,227                                 |
| 76,774                      | 3,029,719                               | 3,106,493                               |
| 396,094                     | 1,299,134                               | 1,695,228                               |
| -                           | 477,131                                 | 946,565                                 |
| <u>44,637,313</u>           | <u>323,200</u>                          | <u>45,241,838</u>                       |
| <u>\$ 73,963,746</u>        | <u>\$ 29,085,612</u>                    | <u>\$ 208,683,008</u>                   |

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
BALANCE SHEET  
GOVERNMENTAL FUNDS (continued)  
June 30, 2009

| <u>LIABILITIES AND FUND BALANCES</u>             | <u>General</u>        |
|--|-----------------------|
| Liabilities:                                     |                       |
| Accounts payable                                 | \$ 2,433,248          |
| Accrued liabilities                              | 10,358,992            |
| Current deposits and advance rentals             | 1,120,473             |
| Other liabilities payable from restricted assets | -                     |
| Deferred revenue                                 | 67,462,190            |
| Total liabilities                                | <u>81,374,903</u>     |
| <br>   |                       |
| Fund balances:                                   |                       |
| Reserved for encumbrances                        | 1,931,020             |
| Reserved for loans receivable and advances       | -                     |
| Reserved for restricted assets                   | 281,325               |
| Unreserved - designated for capital improvements | -                     |
| Unreserved and undesignated                      | 22,046,402            |
| Unreserved, reported in nonmajor                 |                       |
| Special Revenue Funds                            | -                     |
| Debt Service Funds                               | -                     |
| Total fund balances                              | <u>24,258,747</u>     |
| <br>   |                       |
| Total liabilities and fund balances              | <u>\$ 105,633,650</u> |

The accompanying notes are an integral part of this statement

| <u>Capital<br/>Projects</u> | <u>Other<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|-----------------------------|---|---|
| \$ 4,038,568                | \$ 1,394,569                            | \$ 7,866,385                            |
| -                           | 56,724                                  | 10,415,716                              |
| -                           | -                                       | 1,120,473                               |
| -                           | 299,567                                 | 299,567                                 |
| -                           | 2,281,455                               | 69,743,645                              |
| <u>4,038,568</u>            | <u>4,032,315</u>                        | <u>89,445,786</u>                       |
| -                           | -                                       | 1,931,020                               |
| -                           | 3,078,571                               | 3,078,571                               |
| 44,637,313                  | 23,633                                  | 44,942,271                              |
| 25,287,865                  | -                                       | 25,287,865                              |
| -                           | -                                       | 22,046,402                              |
| -                           | 20,244,598                              | 20,244,598                              |
| -                           | 1,706,495                               | 1,706,495                               |
| <u>69,925,178</u>           | <u>25,053,297</u>                       | <u>119,237,222</u>                      |
| <u>\$ 73,963,746</u>        | <u>\$ 29,085,612</u>                    | <u>\$ 208,683,008</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  
June 30, 2009

Total fund balances for governmental funds \$ 119,237,222

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                              | 179,036,321          |             |
| Infrastructure                    | 249,800,326          |             |
| Buildings                         | 202,981,542          |             |
| Improvements other than buildings | 35,491,186           |             |
| Equipment                         | 86,752,879           |             |
| Construction in progress          | 20,417,543           |             |
| Less accumulated depreciation     | <u>(208,457,181)</u> |             |
| Total capital assets              |                      | 566,022,616 |

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

|                           |           |           |
|---------------------------|-----------|-----------|
| Long term note receivable | 4,731,675 |           |
| Other receivables         | 16,831    |           |
| Bond issue costs          | 1,225,745 | 5,974,251 |

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, and acquisition and lease to the City of purchased or constructed property.

19,836,628

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.

841,805

Recognition of income on the accrual basis of accounting that is deferred on the modified accrual basis of accounting.

2,412,193

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 compensated absence 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   | 176,485            |                      |
| Obligation for compensated absence liabilities due after one year | (15,705,210)       |                      |
| Current portion of long-term debt                                 | (17,643,029)       |                      |
| Current portion of obligation for compensated absence liabilities | (1,838,461)        |                      |
| Other post employment benefits                                    | (7,692,000)        |                      |
| Current portion of estimated claims payable                       | (3,261,403)        |                      |
| Estimated claims payable  | (4,462,322)        |                      |
| Bonds payable   | (160,635,419)      |                      |
| Note payable  | <u>(2,340,375)</u> |                      |
| Total liabilities   |                    | <u>(213,401,734)</u> |

Total net assets of governmental activities \$ 500,922,981

SALT LAKE CITY CORPORATION  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
Year ended June 30, 2009

|  | General              | Capital<br>Projects  | Other<br>Governmental<br>Funds | Totals                |
|--|----------------------|----------------------|--------------------------------|-----------------------|
| <b>Revenues:</b>                             |                      |                      |                                |                       |
| General property taxes                       | \$ 66,237,313        | \$ -                 | \$ -                           | \$ 66,237,313         |
| Sales, use, and excise taxes                 | 47,303,903           | -                    | 2,027,839                      | 49,331,742            |
| Franchise taxes                              | 26,318,421           | -                    | -                              | 26,318,421            |
| Licenses                                     | 7,861,188            | -                    | -                              | 7,861,188             |
| Permits                                      | 9,826,201            | 3,137,696            | -                              | 12,963,897            |
| Fines and forfeitures                        | 6,541,816            | -                    | 90,470                         | 6,632,286             |
| Assessments                                  | -                    | 209,677              | 1,537,616                      | 1,747,293             |
| Interest                                     | 2,309,596            | 549,902              | 725,943                        | 3,585,441             |
| Intergovernmental                            | 4,761,925            | 6,230,769            | 8,540,488                      | 19,533,182            |
| Interfund service charges                    | 9,509,226            | -                    | -                              | 9,509,226             |
| Parking meter                                | 1,646,261            | -                    | -                              | 1,646,261             |
| Parking ticket                               | 3,969,193            | -                    | -                              | 3,969,193             |
| Charges for services                         | 4,294,227            | -                    | 583,367                        | 4,877,594             |
| Contributions                                | 19,750               | -                    | 1,251,154                      | 1,270,904             |
| Miscellaneous                                | 593,688              | 87,543               | 1,082,494                      | 1,763,725             |
| <b>Total revenues</b>                        | <b>191,192,708</b>   | <b>10,215,587</b>    | <b>15,839,371</b>              | <b>217,247,666</b>    |
| <b>Expenditures:</b>                         |                      |                      |                                |                       |
| <b>Current:</b>                              |                      |                      |                                |                       |
| City Council                                 | 1,777,148            | -                    | -                              | 1,777,148             |
| Mayor  | 1,910,635            | -                    | -                              | 1,910,635             |
| City Attorney                                | 4,662,167            | -                    | -                              | 4,662,167             |
| Management Services                          | 11,819,338           | -                    | 18,135                         | 11,837,473            |
| Fire   | 33,033,125           | -                    | -                              | 33,033,125            |
| Police                                       | 54,178,976           | -                    | 443,700                        | 54,622,676            |
| Community and Economic<br>Development        | 14,012,246           | -                    | 7,849,952                      | 21,862,198            |
| Public Services                              | 36,899,117           | -                    | 741,687                        | 37,640,804            |
| Arts Council                                 | -                    | -                    | 1,599,978                      | 1,599,978             |
| Nondepartmental                              | 16,479,624           | -                    | -                              | 16,479,624            |
| Capital improvements                         | -                    | 32,881,407           | -                              | 32,881,407            |
| <b>Debt service:</b>                         |                      |                      |                                |                       |
| Principal                                    | -                    | -                    | 11,519,000                     | 11,519,000            |
| Interest and other fiscal charges            | -                    | 379,751              | 6,585,298                      | 6,965,049             |
| <b>Total expenditures</b>                    | <b>174,772,376</b>   | <b>33,261,158</b>    | <b>28,757,750</b>              | <b>236,791,284</b>    |
| <b>Revenues over (under) expenditures</b>    | <b>16,420,332</b>    | <b>(23,045,571)</b>  | <b>(12,918,379)</b>            | <b>(19,543,618)</b>   |
| <b>Other financing sources (uses):</b>       |                      |                      |                                |                       |
| Issuance of debt                             | -                    | 47,620,000           | -                              | 47,620,000            |
| Premiums from issuance of debt               | -                    | 2,007,015            | -                              | 2,007,015             |
| Proceeds from sale of property               | 465,433              | 1,813,836            | -                              | 2,279,269             |
| Transfers in                                 | 6,138,963            | 20,810,993           | 17,942,299                     | 44,892,255            |
| Transfers out                                | (26,903,129)         | (17,329,945)         | (4,302,135)                    | (48,535,209)          |
| <b>Total other financing sources (uses):</b> | <b>(20,298,733)</b>  | <b>54,921,899</b>    | <b>13,640,164</b>              | <b>48,263,330</b>     |
| <b>Net Change in Fund Balances</b>           | <b>(3,878,401)</b>   | <b>31,876,328</b>    | <b>721,785</b>                 | <b>28,719,712</b>     |
| Fund balance July 1, 2008                    | 28,137,148           | 38,048,850           | 24,331,512                     | 90,517,510            |
| <b>Fund balance June 30, 2009</b>            | <b>\$ 24,258,747</b> | <b>\$ 69,925,178</b> | <b>\$ 25,053,297</b>           | <b>\$ 119,237,222</b> |

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, 2009

Net change in fund balances - total governmental funds \$ 28,719,712

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 (\$41,624,988) less Work in Process reclassifications (\$11,830,975) and Capital Contributions (\$7,034,990) included in additions exceeded depreciation expense (\$15,760,412). (See Note 5.) 14,033,601

Repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net assets. (See Note 6.) 11,519,000

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.) (49,550,514)

Governmental funds do not report infrastructure. Contributions of Infrastructure are reported as contributions in kind in Statement of Activities 7,034,990

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:

|  |             |             |
|--|-------------|-------------|
| Deferred revenue recognized as income                            | 294,687     |             |
| Compensated absences and other post employment benefits          | (2,965,621) |             |
| Capitalization of bond issue costs                               | 537,744     |             |
| Amortization of bond issue costs                                 | (188,961)   |             |
| Deferred loss and amortization of bond premium and deferred loss | 27,582      |             |
| Accrued interest   | (540,992)   |             |
| Gain (loss) on sale of capital assets                            | (143,803)   | (2,979,364) |

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 loss of \$336,574 plus amount allocated to business-type activities (\$875,895).

539,321

Change in net assets of governmental activities. \$ 9,316,746

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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.

**Department of Airports** - This fund is used to account for the activities related to the operation of City airports.

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

**Housing Loans Fund** - To account for the loan servicing activities of the City's grant and leveraged bank funded loans, except for the Urban Development Action Grant loans.

**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, 2009

| <u>ASSETS</u>  | Business-type Activities-<br>Enterprise Funds |                              |                       |
|--|---|------------------------------|-----------------------|
|  | Water<br>Utility                              | Department<br>of<br>Airports | Sewer<br>Utility      |
| <b>Current assets:</b>   |   |                              |                       |
| Cash and cash equivalents (Note 2)                             |   |                              |                       |
| Unrestricted   | \$ 23,794,412                                 | \$ 166,381,939               | \$ 36,795,139         |
| Restricted   | -   | 1,524,815                    | -                     |
| Investments (Note 2)   | 10,185,117                                    | -                            | -                     |
| <b>Receivables:</b>  |   |                              |                       |
| Accounts, less allowance for doubtful accounts of \$3,169,055  | 4,890,118                                     | 15,677,954                   | 1,573,173             |
| Current portion of loans receivable                            | -   | -                            | -                     |
| Other  | 827,257                                       | 2,576,151                    | 20,646                |
| Prepaid expenses   | 3,255   | -                            | 7,079                 |
| Inventory of supplies  | 2,422,831                                     | -                            | 572,261               |
|  | <u>42,122,990</u>                             | <u>186,160,859</u>           | <u>38,968,298</u>     |
| <b>Noncurrent assets:</b>                                      |   |                              |                       |
| Restricted cash and cash equivalents (Notes 2 & 4)             | 9,393,792                                     | -                            | 3,725,338             |
| <b>Property and equipment, at cost:</b>                        |   |                              |                       |
| Land and water rights (Note 5)                                 | 44,670,898                                    | 88,110,384                   | 4,187,449             |
| Buildings (Note 5)   | 45,404,702                                    | 374,061,710                  | 45,805,769            |
| Improvements other than buildings (Note 5)                     | 243,650,103                                   | 669,810,020                  | 81,316,536            |
| Machinery and equipment (Note 5)                               | 22,752,549                                    | 110,006,239                  | 28,232,300            |
| Construction in progress (Note 5)                              | 9,118,111                                     | 22,371,597                   | 47,610,136            |
| Work in Progress (Note 5)                                      | -   | -                            | -                     |
| Accumulated depreciation (Note 5)                              | (91,789,995)                                  | (557,949,137)                | (66,841,896)          |
|  | <u>273,806,368</u>                            | <u>706,410,813</u>           | <u>140,310,294</u>    |
| Net property and equipment                                     |   |                              |                       |
| Bond issue costs, less accumulated amortization of \$1,752,582 | 270,955                                       | -                            | 211,267               |
| Loans and other long-term receivables                          | -   | -                            | -                     |
| Land and buildings held for resale                             | -   | -                            | -                     |
| Investment in joint venture (Note 18)                          | -   | -                            | -                     |
| Deferred Charges   | -   | 16,799,066                   | -                     |
| Other  | 1,577,962                                     | 137,964                      | -                     |
|  | <u>285,049,077</u>                            | <u>723,347,843</u>           | <u>144,246,899</u>    |
| <b>Total noncurrent assets</b>                                 |   |                              |                       |
|  | <u>285,049,077</u>                            | <u>723,347,843</u>           | <u>144,246,899</u>    |
| <b>Total assets</b>  | <u>\$ 327,172,067</u>                         | <u>\$ 909,508,702</u>        | <u>\$ 183,215,197</u> |

The accompanying notes are an integral part of this statement

| Business-type Activities<br>Enterprise Funds |                         |                                  |                         | Governmental<br>Activities-<br>Internal<br>Service Funds |
|--|-------------------------|----------------------------------|-------------------------|--|
| Housing<br>Loans                             | Redevelopment<br>Agency | Nonmajor<br>Proprietary<br>Funds | Total                   |  |
| \$ 14,919,406                                | \$ 58,715,472           | \$ 15,796,112                    | \$ 316,402,480          | \$ 19,995,546  |
| -  | 315,991                 | -                                | 1,840,806               | -  |
| -  | -                       | -                                | 10,185,117              | -  |
| -  | -                       | 1,340,929                        | 23,482,174              | -  |
| 3,194,900                                    | 1,339,901               | -                                | 4,534,801               | -  |
| -  | -                       | 840                              | 3,424,894               | -  |
| -  | -                       | 8,815                            | 19,149                  | -  |
| -  | -                       | 393,717                          | 3,388,809               | 658,431  |
| <u>18,114,306</u>                            | <u>60,371,364</u>       | <u>17,540,413</u>                | <u>363,278,230</u>      | <u>20,653,977</u>  |
| -  | -                       | 1,368,533                        | 14,487,663              | 430,393  |
| -  | 16,436,520              | 6,363,428                        | 159,768,679             | 62,741   |
| -  | -                       | 10,932,724                       | 476,204,905             | 193,097  |
| -  | 45,954,187              | 120,304,770                      | 1,161,035,616           | -  |
| -  | 104,302                 | 20,886,218                       | 181,981,608             | 55,416,344   |
| -  | 265,020                 | 2,425,658                        | 81,790,522              | -  |
| -  | -                       | -                                | -                       | 987,095  |
| -  | (26,329,400)            | (48,078,733)                     | (790,989,161)           | (33,354,646)   |
| <u>-</u>                                     | <u>36,430,629</u>       | <u>112,834,065</u>               | <u>1,269,792,169</u>    | <u>23,304,631</u>  |
| -  | 116,245                 | 66,716                           | 665,183                 | -  |
| 36,542,285                                   | 28,419,265              | -                                | 64,961,550              | -  |
| 936,786                                      | 32,309,999              | -                                | 33,246,785              | -  |
| -  | -                       | 22,368,198                       | 22,368,198              | -  |
| -  | -                       | -                                | 16,799,066              | -  |
| -  | -                       | -                                | 1,715,926               | -  |
| <u>37,479,071</u>                            | <u>97,276,138</u>       | <u>136,637,512</u>               | <u>1,424,036,540</u>    | <u>23,735,024</u>  |
| <u>\$ 55,593,377</u>                         | <u>\$ 157,647,502</u>   | <u>\$ 154,177,925</u>            | <u>\$ 1,787,314,770</u> | <u>\$ 44,389,001</u>                                     |

-(continued)-

The accompanying notes are an integral part of this statement

SALT LAKE CITY CORPORATION  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
June 30, 2009

| <u>LIABILITIES</u>   | Business-type Activities-<br>Enterprise Funds |                              |                  |
|--|---|------------------------------|------------------|
|  | Water<br>Utility                              | Department<br>of<br>Airports | Sewer<br>Utility |
| <b>Current liabilities:</b>                                |   |                              |                  |
| Accounts payable   | \$ 3,673,260                                  | \$ 4,366,169                 | \$ 398,413       |
| Accrued liabilities  | 169,535                                       | 6,850,780                    | 57,097           |
| Current portion of long-term compensated absences (Note 6) | 313,844                                       | 729,132                      | 59,799           |
| <b>Current portion of long-term debt:</b>                  |   |                              |                  |
| Payable from unrestricted assets (Note 6)                  | 411,547                                       | -                            | 529,783          |
| Payable from restricted assets (Note 6)                    | 1,323,453                                     | -                            | 378,417          |
| Deferred revenue   | 1,251,201                                     | -                            | 129,716          |
| Current portion of estimated claims payable                | -   | -                            | -                |
| Accrued interest, payable from restricted assets           | 420,297                                       | -                            | 396,637          |
| Current deposits and advance rentals                       | 536,889                                       | 3,674,363                    | -                |
|  | 8,100,026                                     | 15,620,444                   | 1,949,862        |
| <b>Total current liabilities</b>                           |   |                              |                  |
| <b>Noncurrent liabilities:</b>                             |   |                              |                  |
| Deposits, advance rentals and long-term accruals           | 21,273,460                                    | 151,544                      | -                |
| Other liabilities payable from restricted assets           | -   | -                            | -                |
| Bonds, mortgages, and notes payable (Note 6)               | 21,797,021                                    | -                            | 20,006,544       |
| Estimated claims liability                                 | -   | -                            | -                |
| Long-term compensated absences liability (Note 6)          | 2,288,956                                     | 3,923,703                    | 438,136          |
| Other post employment benefits (Note 13)                   | 1,137,000                                     | 1,666,000                    | 279,000          |
|  | 46,496,437                                    | 5,741,247                    | 20,723,680       |
| <b>Total noncurrent liabilities</b>                        |   |                              |                  |
|  | 54,596,463                                    | 21,361,691                   | 22,673,542       |
| <b>Total liabilities</b>                                   |   |                              |                  |
| <b>NET ASSETS</b>  |   |                              |                  |
| Invested in capital assets, net of related debt            | 254,179,759                                   | 706,410,813                  | 119,607,207      |
| Restricted for debt service and capital acquisition        | 5,759,334                                     | 1,524,815                    | 3,725,338        |
| Unrestricted   | 12,636,511                                    | 180,211,383                  | 37,209,110       |
|  | 272,575,604                                   | 888,147,011                  | 160,541,655      |
| <b>Total net assets</b>                                    |   |                              |                  |
|  | \$ 327,172,067                                | \$ 909,508,702               | \$ 183,215,197   |
| <b>Total liabilities and net assets</b>                    |   |                              |                  |
|  | \$ 327,172,067                                | \$ 909,508,702               | \$ 183,215,197   |

The accompanying notes are an integral part of this statement

| Business-type Activities<br>Enterprise Funds |                         |                                  |                  | Governmental<br>Activities-<br>Internal<br>Service Funds |
|--|-------------------------|----------------------------------|------------------|--|
| Housing<br>Loans                             | Redevelopment<br>Agency | Nonmajor<br>Proprietary<br>Funds | Total            |  |
| \$ 437,938                                   | \$ 895,408              | \$ 577,690                       | \$ 10,348,878    | \$ 655,084   |
| -  | 5,305,964               | 110,280                          | 12,493,656       | 130,030  |
| -  | 12,081                  | 206,574                          | 1,321,430        | 175,912  |
| 672,088                                      | 2,547,961               | 977,610                          | 5,138,989        | 2,715,859  |
| -  | 315,991                 | 125,254                          | 2,143,115        | -  |
| -  | -                       | 93,022                           | 1,473,939        | 592,658  |
| -  | -                       | -                                | -                | 3,261,403  |
| -  | -                       | 119,500                          | 936,434          | -  |
| 163,780                                      | 271,554                 | 463,304                          | 5,109,890        | -  |
| 1,273,806                                    | 9,348,959               | 2,673,234                        | 38,966,331       | 7,530,946  |
| -  | 21,015,804              | -                                | 42,440,808       | -  |
| -  | -                       | -                                | -                | 430,393  |
| 13,952,891                                   | 13,182,581              | 9,461,905                        | 78,400,942       | 1,909,982  |
| -  | -                       | -                                | -                | 4,462,322  |
| -  | 108,420                 | 548,703                          | 7,307,918        | 1,092,637  |
| -  | 20,000                  | 316,000                          | 3,418,000        | 330,000  |
| 13,952,891                                   | 34,326,805              | 10,326,608                       | 131,567,668      | 8,225,334  |
| 15,226,697                                   | 43,675,764              | 12,999,842                       | 170,533,999      | 15,756,280   |
| -  | 36,430,629              | 102,336,012                      | 1,218,964,420    | 18,248,397   |
| 13,952,891                                   | 315,991                 | 1,068,157                        | 26,346,526       | -  |
| 26,413,789                                   | 77,225,118              | 37,773,914                       | 371,469,825      | 10,384,324   |
| 40,366,680                                   | 113,971,738             | 141,178,083                      | 1,616,780,771    | 28,632,721   |
| \$ 55,593,377                                | \$ 157,647,502          | \$ 154,177,925                   | \$ 1,787,314,770 | \$ 44,389,001  |

The 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  
 June 30, 2009

|   |    |                             |
|---|----|-----------------------------|
| Total assets for Proprietary Funds                                    | \$ | 1,787,314,770               |
| Internal service fund allocation for proprietary funds - prior year   |    | 34,090                      |
| Internal service fund allocation for proprietary funds - current year |    | <u>(875,895)</u>            |
| Total assets for Primary government business-type activities          | \$ | <u><u>1,786,472,965</u></u> |
|   |    |                             |
| Total net assets for Proprietary Funds                                | \$ | 1,616,780,771               |
| Internal service fund allocation for proprietary funds - prior year   |    | 34,090                      |
| Internal service fund allocation for proprietary funds - current year |    | <u>(875,895)</u>            |
| Total net assets for Primary government business-type activities      | \$ | <u><u>1,615,938,966</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, 2009

|  | Business-type Activities<br>Enterprise Funds |                              |                       |
|--|--|------------------------------|-----------------------|
|  | Water<br>Utility                             | Department<br>of<br>Airports | Sewer<br>Utility      |
| Operating revenue:   |  |                              |                       |
| Sales and charges for services                                 | \$ 55,580,475                                | \$ 106,170,800               | \$ 17,056,970         |
| Rental and other   | 1,664,080                                    | 2,069,865                    | 429,604               |
| <b>Total operating revenue</b>                                 | <b>57,244,555</b>                            | <b>108,240,665</b>           | <b>17,486,574</b>     |
| Operating expenses:  |  |                              |                       |
| Personal services  | 16,384,710                                   | 41,068,093                   | 6,055,898             |
| Operating and maintenance                                      | 2,709,434                                    | 8,404,822                    | 969,833               |
| Charges and services   | 23,316,564                                   | 31,080,108                   | 2,803,059             |
| Depreciation and amortization                                  | 6,588,078                                    | 49,234,710                   | 3,868,158             |
| <b>Total operating expenses</b>                                | <b>48,998,786</b>                            | <b>129,787,733</b>           | <b>13,696,948</b>     |
| <b>Operating income (loss)</b>                                 | <b>8,245,769</b>                             | <b>(21,547,068)</b>          | <b>3,789,626</b>      |
| Nonoperating revenues (expenses):                              |  |                              |                       |
| Interest income  | 723,551                                      | 3,664,984                    | 741,524               |
| Interest expense (net of amount<br>capitalized of \$2,357,434) | (720,213)                                    | -                            | 92,732                |
| Property taxes   | -  | -                            | -                     |
| Property tax refunds   | -  | -                            | -                     |
| Equity in joint venture income                                 | -  | -                            | -                     |
| Gain or (loss) on disposition of property and equipment        | 129,374                                      | (129,458)                    | 7,777                 |
| <b>Total nonoperating revenues (expenses)</b>                  | <b>132,712</b>                               | <b>3,535,526</b>             | <b>842,033</b>        |
| Capital Contributions  |  |                              |                       |
| Grants and other contributions                                 | 6,952,730                                    | 9,424,739                    | 2,050,403             |
| Passenger facility charges                                     | -  | 36,322,763                   | -                     |
| <b>Total capital contributions</b>                             | <b>6,952,730</b>                             | <b>45,747,502</b>            | <b>2,050,403</b>      |
| Income before transfers  | 15,331,211                                   | 27,735,960                   | 6,682,062             |
| Transfers in   | -  | -                            | -                     |
| Transfers out  | (65,110)                                     | (48,549)                     | (21,406)              |
| <b>Increase in net assets</b>                                  | <b>15,266,101</b>                            | <b>27,687,411</b>            | <b>6,660,656</b>      |
| <b>Net Assets July 1, 2008</b>                                 | <b>257,309,503</b>                           | <b>860,459,600</b>           | <b>153,880,999</b>    |
| <b>Net Assets June 30, 2009</b>                                | <b>\$ 272,575,604</b>                        | <b>\$ 888,147,011</b>        | <b>\$ 160,541,655</b> |

The accompanying notes are integral part of this statement

Business-type Activities  
Enterprise Funds

| Housing<br>Loans     | Redevelopment<br>Agency | Nonmajor<br>Proprietary<br>Funds | Total                   | Governmental<br>Activities-<br>Internal<br>Service Funds |
|----------------------|-------------------------|----------------------------------|-------------------------|--|
| \$ 853,514           | \$ -                    | \$ 21,144,055                    | \$ 200,805,814          | \$ 52,359,397  |
| 403,498              | 2,224,027               | 95,188                           | 6,886,262               | -  |
| <u>1,257,012</u>     | <u>2,224,027</u>        | <u>21,239,243</u>                | <u>207,692,076</u>      | <u>52,359,397</u>  |
| -                    | 771,359                 | 7,452,348                        | 71,732,408              | 10,136,522   |
| -                    | 3,634,769               | 1,278,127                        | 16,996,985              | 5,499,646  |
| 1,649,777            | 10,238,062              | 8,771,824                        | 77,859,394              | 38,656,154   |
| -                    | 1,933,751               | 4,275,039                        | 65,899,736              | 4,743,157  |
| <u>1,649,777</u>     | <u>16,577,941</u>       | <u>21,777,338</u>                | <u>232,488,523</u>      | <u>59,035,479</u>  |
| <u>(392,765)</u>     | <u>(14,353,914)</u>     | <u>(538,095)</u>                 | <u>(24,796,447)</u>     | <u>(6,676,082)</u>                                       |
| 1,446,913            | 1,734,525               | 339,214                          | 8,650,711               | 438,201  |
| (807,608)            | (3,390,420)             | (228,991)                        | (5,054,500)             | (193,256)  |
| -                    | 23,740,056              | -                                | 23,740,056              | -  |
| -                    | (69,852)                | -                                | (69,852)                | -  |
| -                    | -                       | 810,104                          | 810,104                 | -  |
| -                    | (626,213)               | (249,656)                        | (868,176)               | 144,743  |
| <u>639,305</u>       | <u>21,388,096</u>       | <u>670,671</u>                   | <u>27,208,343</u>       | <u>389,688</u>   |
| 60,916               | -                       | 2,579,618                        | 21,068,406              | -  |
| -                    | -                       | -                                | 36,322,763              | -  |
| <u>60,916</u>        | <u>-</u>                | <u>2,579,618</u>                 | <u>57,391,169</u>       | <u>-</u>   |
| 307,456              | 7,034,182               | 2,712,194                        | 59,803,065              | (6,286,394)  |
| 1,813,711            | -                       | -                                | 1,813,711               | 6,096,123  |
| <u>(2,108,090)</u>   | <u>(4,734)</u>          | <u>(1,872,688)</u>               | <u>(4,120,577)</u>      | <u>(146,303)</u>   |
| 13,077               | 7,029,448               | 839,506                          | 57,496,199              | (336,574)  |
| <u>40,353,603</u>    | <u>106,942,290</u>      | <u>140,338,577</u>               | <u>1,559,284,572</u>    | <u>28,969,295</u>  |
| <u>\$ 40,366,680</u> | <u>\$ 113,971,738</u>   | <u>\$ 141,178,083</u>            | <u>\$ 1,616,780,771</u> | <u>\$ 28,632,721</u>                                     |

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, 2009

|  |                             |
|--|-----------------------------|
| Change in net assets for Proprietary Funds                           | \$ 57,496,199               |
| Internal service fund allocation for proprietary funds               | <u>(875,895)</u>            |
| Change in net assets for Primary government business-type activities | <u><u>\$ 56,620,304</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, 2009

|   | Water<br>Utility    | Department<br>of<br>Airports | Sewer<br>Utility   |
|---|---------------------|------------------------------|--------------------|
| Cash Flows from Operating Activities  |                     |                              |                    |
| Receipts from customers and users   | \$ 58,666,467       | \$ 110,945,787               | \$ 17,840,851      |
| Payments to suppliers   | (25,144,954)        | (40,545,742)                 | (4,424,562)        |
| Payments to employees   | (15,872,755)        | (41,698,230)                 | (5,999,534)        |
| Loans made  | -                   | -                            | -                  |
| Principal received on loans   | -                   | -                            | -                  |
| Net cash provided by (used in) operating activities   | <u>17,648,758</u>   | <u>28,701,815</u>            | <u>7,416,755</u>   |
| Cash flows from noncapital and related financing activities:                                |                     |                              |                    |
| Property taxes received   | -                   | -                            | -                  |
| Reimbursed deposits and property tax settlement payment                                     | -                   | -                            | -                  |
| Transfers in  | -                   | -                            | -                  |
| Transfers out   | (65,110)            | (48,549)                     | (21,406)           |
| Net cash provided by (used in) noncapital and related financing activities                  | <u>(65,110)</u>     | <u>(48,549)</u>              | <u>(21,406)</u>    |
| Cash flows from capital and related financing activities:                                   |                     |                              |                    |
| Proceeds from issuance of debt<br>(net of discount and issuance costs)                      | -                   | -                            | -                  |
| Proceeds from sale of capital assets  | 107,000             | 197,759                      | 39,539             |
| Contributions for aid in construction, including passenger facility charges                 | 1,509,641           | 46,564,061                   | 792,504            |
| Payments on long-term obligations, net of capitalized interest                              | (2,607,588)         | -                            | (1,547,392)        |
| Payments for purchase and construction of capital assets,<br>including capitalized interest | (16,404,852)        | (49,230,363)                 | (3,852,734)        |
| Net cash provided by (used in) capital and related financing activities                     | <u>(17,395,799)</u> | <u>(2,468,543)</u>           | <u>(4,568,083)</u> |

The accompanying notes are an integral part of this statement

| Housing<br>Loans   | Redevelopment<br>Agency | Nonmajor<br>Proprietary<br>Funds | Total               | Governmental<br>Activities-<br>Internal<br>Service Funds |
|--------------------|-------------------------|----------------------------------|---------------------|--|
| \$ 2,746,859       | \$ 2,544,844            | \$ 21,439,202                    | \$ 214,184,010      | \$ 53,988,110  |
| (1,416,212)        | (12,719,710)            | (10,255,209)                     | (94,506,389)        | (42,797,481)   |
| -                  | (726,543)               | (7,259,813)                      | (71,556,875)        | (9,463,917)  |
| (4,583,374)        | (5,691,319)             | -                                | (10,274,693)        | -  |
| 3,082,146          | 11,146,701              | -                                | 14,228,847          | -  |
| <u>(170,581)</u>   | <u>(5,446,027)</u>      | <u>3,924,180</u>                 | <u>52,074,900</u>   | <u>1,726,712</u>   |
| -                  | 23,740,056              | -                                | 23,740,056          | -  |
| -                  | (162,513)               | -                                | (162,513)           | -  |
| 1,813,711          | -                       | -                                | 1,813,711           | 6,096,121  |
| <u>(2,108,090)</u> | <u>(4,734)</u>          | <u>(1,872,688)</u>               | <u>(4,120,577)</u>  | <u>(146,303)</u>   |
| <u>(294,379)</u>   | <u>23,572,809</u>       | <u>(1,872,688)</u>               | <u>21,270,677</u>   | <u>5,949,818</u>   |
| 1,866,346          | -                       | 2,083,789                        | 3,950,135           | 1,556,223  |
| -                  | 1,139,022               | 74,200                           | 1,557,520           | 564,622  |
| 60,916             | -                       | 829,675                          | 49,756,797          | -  |
| <u>(1,657,116)</u> | <u>(15,555,926)</u>     | <u>(1,784,745)</u>               | <u>(23,152,767)</u> | <u>(2,795,836)</u>                                       |
| -                  | <u>(18,115,333)</u>     | <u>(5,352,334)</u>               | <u>(92,955,616)</u> | <u>(5,831,325)</u>                                       |
| <u>270,146</u>     | <u>(32,532,237)</u>     | <u>(4,149,415)</u>               | <u>(60,843,931)</u> | <u>(6,506,316)</u>                                       |

(continued)

SALT LAKE CITY CORPORATION  
STATEMENT OF CASH FLOWS (continued)  
PROPRIETARY FUNDS  
Year ended June 30, 2009

|   | Water<br>Utility     | Department<br>of<br>Airports | Sewer<br>Utility     |
|---|----------------------|------------------------------|----------------------|
| Cash flows from investing activities:   |                      |                              |                      |
| Interest received on investments  | 1,320,310            | 3,315,737                    | 741,524              |
| Proceeds from investments   | 8,880,184            | -                            | -                    |
| Net cash provided by investing activities   | <u>10,200,494</u>    | <u>3,315,737</u>             | <u>741,524</u>       |
| Net increase (decrease) in cash and cash equivalents  | 10,388,343           | 29,500,460                   | 3,568,790            |
| Cash and cash equivalents at beginning of year  | <u>22,799,861</u>    | <u>138,406,294</u>           | <u>36,951,687</u>    |
| Cash and cash equivalents at end of year  | <u>\$ 33,188,204</u> | <u>\$ 167,906,754</u>        | <u>\$ 40,520,477</u> |
| Cash and cash equivalent components:  |                      |                              |                      |
| Unrestricted  | \$ 23,794,412        | \$ 166,381,939               | \$ 36,795,139        |
| Restricted  | <u>9,393,792</u>     | <u>1,524,815</u>             | <u>3,725,338</u>     |
| Cash and cash equivalents at end of year  | <u>\$ 33,188,204</u> | <u>\$ 167,906,754</u>        | <u>\$ 40,520,477</u> |
| Cash flows from operating activities -  |                      |                              |                      |
| Operating income (loss)   | <u>\$ 8,245,769</u>  | <u>\$ (21,547,068)</u>       | <u>\$ 3,789,626</u>  |
| Adjustments to reconcile operating income (loss) to net cash provided<br>by (used in) operating activities: |                      |                              |                      |
| Depreciation and amortization   | 6,588,078            | 49,234,710                   | 3,868,158            |
| Recognition of gain on loans  | -                    | -                            | -                    |
| Increase (decrease) due to changes in:  |                      |                              |                      |
| Accounts receivable   | 1,390,335            | 453,541                      | 337,367              |
| Inventory   | 41,143               | -                            | 34,873               |
| Other current assets  | 19,714               | -                            | 20,782               |
| Accounts payable  | 801,024              | 560,632                      | (791,617)            |
| Accrued liabilities affecting operating activities  | 531,120              | -                            | 140,657              |
| Deferred revenue  | 24,871               | -                            | 16,909               |
| Other liabilities   | 6,704                | -                            | -                    |
| Long-term compensation liability  | -                    | -                            | -                    |
| Total adjustments   | <u>9,402,989</u>     | <u>50,248,883</u>            | <u>3,627,129</u>     |
| Loans made to residents and businesses  | -                    | -                            | -                    |
| Principal collected on loans  | <u>-</u>             | <u>-</u>                     | <u>-</u>             |
| Net cash provided by (used in) operating activities   | <u>\$ 17,648,758</u> | <u>\$ 28,701,815</u>         | <u>\$ 7,416,755</u>  |
| Noncash transactions affecting financial position:  |                      |                              |                      |
| Contributions of capital assets from other entities   | \$ 4,420,492         | \$ -                         | \$ 1,257,900         |

The accompanying notes are an integral part of this statement



| Housing<br>Loans     | Redevelopment<br>Agency | Nonmajor<br>Proprietary<br>Funds | Total                  | Governmental<br>Activities-<br>Internal<br>Service Funds |
|----------------------|-------------------------|----------------------------------|------------------------|--|
| 1,446,913            | 1,734,525               | 339,214                          | 8,898,223              | 438,201  |
| -                    | -                       | -                                | 8,880,184              | -  |
| <u>1,446,913</u>     | <u>1,734,525</u>        | <u>339,214</u>                   | <u>17,778,407</u>      | <u>438,201</u>   |
| 1,252,099            | (12,670,930)            | (1,758,709)                      | 30,280,053             | 1,608,415  |
| <u>13,667,307</u>    | <u>71,702,393</u>       | <u>18,923,354</u>                | <u>302,450,896</u>     | <u>18,817,524</u>  |
| <u>\$ 14,919,406</u> | <u>\$ 59,031,463</u>    | <u>\$ 17,164,645</u>             | <u>\$ 332,730,949</u>  | <u>\$ 20,425,939</u>                                     |
| \$ 14,919,406        | \$ 58,715,472           | \$ 15,796,112                    | \$ 316,402,480         | \$ 19,995,546  |
| -                    | 315,991                 | 1,368,533                        | 16,328,469             | \$ 430,393   |
| <u>\$ 14,919,406</u> | <u>\$ 59,031,463</u>    | <u>\$ 17,164,645</u>             | <u>\$ 332,730,949</u>  | <u>\$ 20,425,939</u>                                     |
| <u>\$ (392,765)</u>  | <u>\$ (14,353,914)</u>  | <u>\$ (538,095)</u>              | <u>\$ (24,796,447)</u> | <u>\$ (6,676,082)</u>                                    |
| -                    | 1,979,116               | 4,275,039                        | 65,945,101             | 4,743,157  |
| -                    | (15,546)                | -                                | (15,546)               | -  |
| 24,401               | -                       | 116,238                          | 2,321,882              | -  |
| 1,465,446            | -                       | -                                | 1,541,462              | 283,604  |
| -                    | 721,723                 | 32,027                           | 794,246                | 1,665,409  |
| 202,484              | 743,331                 | (223,084)                        | 1,292,770              | 121,710  |
| 31,081               | (1,326)                 | 28,943                           | 730,475                | 913,262  |
| -                    | -                       | -                                | 41,780                 | 497,001  |
| -                    | -                       | 75,893                           | 82,597                 | -  |
| -                    | 25,207                  | 157,219                          | 182,426                | 178,651  |
| <u>1,723,412</u>     | <u>3,452,505</u>        | <u>4,462,275</u>                 | <u>72,917,193</u>      | <u>8,402,794</u>   |
| (4,583,374)          | (5,691,319)             | -                                | (10,274,693)           | -  |
| <u>3,082,146</u>     | <u>11,146,701</u>       | <u>-</u>                         | <u>14,228,847</u>      | <u>-</u>   |
| <u>\$ (170,581)</u>  | <u>\$ (5,446,027)</u>   | <u>\$ 3,924,180</u>              | <u>\$ 52,074,900</u>   | <u>\$ 1,726,712</u>                                      |
| \$ -                 | \$ -                    | \$ 1,032,712                     | \$ 6,711,104           | \$ -   |

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, 2009

| <u>ASSETS</u>  | <u>Deferred<br/>Compensation<br/>Trust</u> |
|--|--|
| Restricted investments:                                  |  |
| Utah State Treasurer's Pool                              | <u>\$ 1,100,384</u>                        |
| <br>   |  |
| <u>NET ASSETS</u>  |  |
| Held in trust for pension benefits<br>and other purposes | <u>\$ 1,100,384</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, 2009

|                          | <u>Deferred<br/>Compensation<br/>Trust</u> |
|--------------------------|--|
| Additions:               |  |
| Investment income        | <u>\$ 29,103</u>                           |
| Total additions          | <u>29,103</u>                              |
| <br>                     |  |
| Deductions - benefits    | <u>152,815</u>                             |
| Total deductions         | <u>152,815</u>                             |
| Change in Net Assets     | (123,712)                                  |
| <br>                     |  |
| Net Assets July 1, 2008  | <u>1,224,096</u>                           |
| Net Assets June 30, 2009 | <u><u>\$ 1,100,384</u></u>                 |

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, 2009

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* and Statement No. 39, *Determining Whether Certain Organizations Are Component Units* 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, 2009, 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, 2009, 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 is not financially dependent upon another government organization and should not be presented in any other governmental entity's financial statements. The Library 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, 2009, 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 18).

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, 2009

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, (3) Sewer Utility Fund, (4) Housing Loans Fund and (5) 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, then treats it, and delivers the now 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. 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. The Sewer Utility Fund provides treatment and disposition services for waste water.

In addition to the major enterprise funds, The City also operates four non-major enterprise funds and five internal service funds. The non-major enterprise funds are the Intermodal Hub, 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-

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2009

state passenger bus and rail lines to the commuter bus and light rail systems. The Storm Water Utility provides treatment and disposition services for 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 reimbursement basis. The internal service funds are Fleet Management, Information Management, Risk Management, Governmental Immunity and the Municipal Building Authority. 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".

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 two months 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 (two months) or are not objectively measurable include licenses, contributions, and miscellaneous revenues. These revenues are 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, long term compensated absences and other post employment benefits) and related interest which are recognized as expenditures when due. Inventories of supplies are expended when purchased.

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The City has two major governmental funds, the General Fund and the Capital Projects 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 to complete. These constructed or improved capital assets are for the benefit of any or all governmental funds. 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, 2009, 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, and Emergency 911 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.

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 \$5,000 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, 2009, was \$1,385,918. 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 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. Bond issue costs are amortized using the straight line 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

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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 Governmental Accounting Standards Board (GASB) Statement No. 33, more fully described below, the City changed its accounting for property taxes.

GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, defines a non-exchange 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, 2009.

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 fund.

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 and Redevelopment Agency (enterprise funds) 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.

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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.

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.

Public Treasurers may use investment advisers to conduct investment transactions on behalf of public treasurers as permitted by statute, Rules of the Money Management Council and local ordinance or policy. Investment advisers must be certified by the Director of the Utah State Division of Securities of the Department of Commerce (the "Director") and meet the requirements of the Utah Money Management Act. (Rule 15 of the State Money Management Council). Broker/dealers and agents who desire to become certified dealers must be certified by the Director and meet the requirements of the Utah Money Management Act. (Rule 16 of the State Money Management Council). 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 State Money Management Council) The Utah Money Management Council issues a quarterly list of certified investment advisers, certified dealers, and 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 and certified dealers included in the current state list. All securities purchased through a certified investment adviser or certified dealer are required to be delivered to the custody of the City Treasurer or to the City's safekeeping bank or trust company.

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 that is classified as "first tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investors Service or Standard & Poor's; (3) Bankers' Acceptances; (4) Publicly traded fixed rate corporate obligations rated "A" or higher, or the equivalent of "A" or higher, by two nationally recognized statistical rating organizations; (5) Certain variable rate securities and deposits with the same rating requirements as the fixed rate corporate obligations; (6) Utah 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) Investments with deferred compensation plan administrators.

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The City did not enter into any reverse repurchase agreements during the year ended June 30, 2009.

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 Public Treasurers' Investment Fund (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 insured up to \$250,000 per account by the Federal Deposit Insurance Corporation. Deposits above the \$250,000 per account are exposed to custodial credit risk. Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be recovered. The bank balance of the Primary Government's deposits totaled \$2,555,005. Of this amount, \$258,146 was insured and the remaining \$2,296,859 was uninsured and uncollateralized. The bank balance of the Library component unit totaled \$284,670, \$250,000 of it insured by federal depository insurance. The City has no formal policy regarding deposit credit risk.

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. Online access to accounts and monthly statements 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.

Custodial credit risk for investments is the risk that, in the event of a failure of the counter party, the City will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. Of the total \$485,347,403 invested by the City, \$12,387,441 was exposed to custodial credit risk. The entire amount exposed was held in the City's name by the counterparty. The Library Component unit had \$445,721 exposed to custodial credit risk with the entire amount held in the City's name by the counter party. The City has no formal policy with respect to investment custodial credit risk.

Investment interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The City currently has no policy regarding investment interest rate risk. The table on the following page shows the maturities of the City's investments.

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|                                       | Fair Value            | Investments maturities (in years) |                     |             |              |
|---------------------------------------|-----------------------|-----------------------------------|---------------------|-------------|--------------|
|                                       |                       | Less than 1                       | 1 - 5               | 6 - 10      | More than 10 |
| Primary government:                   |                       |                                   |                     |             |              |
| Debt Securities                       |                       |                                   |                     |             |              |
| U.S. Agency Notes                     | \$ 13,211,200         | \$ 8,063,400                      | \$ 5,147,800        | \$ -        | \$ -         |
| U.S. Treasury Notes                   | 1,005,700             | 1,005,700                         | -                   | -           | -            |
| Money market mutual funds             | 26,685,950            | 26,685,950                        | -                   | -           | -            |
| Repurchase agreements                 | 7,276,967             | 7,276,967                         | -                   | -           | -            |
|                                       | <u>48,179,817</u>     | <u>\$ 43,032,017</u>              | <u>\$ 5,147,800</u> | <u>\$ -</u> | <u>\$ -</u>  |
| Other investments                     |                       |                                   |                     |             |              |
| Investment in State Treasurer's Pool  | 437,167,586           |                                   |                     |             |              |
| Total investments, primary government | <u>\$ 485,347,403</u> |                                   |                     |             |              |
| Component units:                      |                       |                                   |                     |             |              |
| Debt Securities -                     |                       |                                   |                     |             |              |
| Repurchase agreements                 | \$ 365,470            | <u>\$ 365,470</u>                 | <u>\$ -</u>         | <u>\$ -</u> | <u>\$ -</u>  |
| Other investments                     |                       |                                   |                     |             |              |
| Annuity                               | 134,338               |                                   |                     |             |              |
| Investment in State Treasurer's Pool  | 7,907,188             |                                   |                     |             |              |
| Total investments, component units    | <u>\$ 8,406,996</u>   |                                   |                     |             |              |

Investment credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Salt Lake City's policy is to follow the previously described Utah Money Management Act to reduce exposure to investment credit risk. The City's rated debt investments are shown in the table below using Standard and Poor's rating scale. The Library Component unit did not have any investments subject to investment credit risk.

|                                      | Fair Value    | Quality Ratings |      |      |             |
|--------------------------------------|---------------|-----------------|------|------|-------------|
|                                      |               | AAAm            | Am   | A1m  | Unrated     |
| Primary government:                  |               |                 |      |      |             |
| Debt Securities                      |               |                 |      |      |             |
| U.S. Agency Notes                    | \$ 13,211,200 | \$ 13,211,200   | \$ - | \$ - | \$ -        |
| U.S. Treasury Notes                  | 1,005,700     | 1,005,700       | -    | -    | -           |
| Money market mutual funds            | 26,685,950    | 26,685,950      | -    | -    | -           |
| Repurchase agreements                | 7,276,967     | -               | -    | -    | 7,276,967   |
| Investment in State Treasurer's Pool | 437,167,586   | -               | -    | -    | 437,167,586 |

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. Salt Lake City's policy is to follow the Rules of the Money Management Council. Rule 17 of the Money Management Council limits investments in a single issuer of commercial paper and corporate obligations to between 5% and 10% depending upon the total dollar amount held in the portfolio. The City had no debt securities investments as of June 30, 2009 with more than 5% of total investments.

A summary of restricted and unrestricted cash, cash equivalents and investments at June 30, 2009 is on the following page.



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|  | Primary<br>Government | Component<br>Units |
|--|-----------------------|--------------------|
| Unrestricted cash and cash equivalents | \$ 410,366,942        | \$ 659,326         |
| Restricted cash and cash equivalents   | 62,000,700            | -                  |
| Unrestricted investments               | 10,185,117            | 8,041,526          |
| Restricted investments                 | 1,100,384             | -                  |
| Total                                  | \$ 483,653,143        | \$ 8,700,852       |
| Deposits (book balance)                | \$ (1,758,378)        | \$ 292,481         |
| Investments                            | 485,347,403           | 8,406,996          |
| Cash on hand                           | 64,118                | 1,375              |
| Total                                  | \$ 483,653,143        | \$ 8,700,852       |

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 Primary Government shows a negative balance for deposits. This occurred because of the normal practice of investing bank “collected” balance in an overnight repurchase agreement which shows as an investment rather than a deposit. This collected balance includes amounts invested that show as outstanding checks on the bank reconciliation.

### 3. Loans Receivable

The Housing Loans Fund (an enterprise fund) provides loans to residents for improvements in existing housing within designated project areas. It also provides mortgage loans to residents within the same 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, 2009 were \$39,737,185, net of \$2,800,314 estimated as uncollectible.

The Grants Operating Fund (a special revenue fund) provides loans for commercial construction. The loans receivable at June 30, 2009 were \$3,029,719. 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 \$29,759,166 at June 30, 2009, 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 for construction projects at the Airport under the Passenger Facilities Charges (PFC) Program agreement.

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

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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 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 Fleet Management internal service 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.

5. Capital Assets

The following table and the one on the following page summarize the changes in capital assets for governmental and business-type activities during the year ended June 30, 2009:

| Primary Government                          | Beginning<br>Balance  | Increases            | Decreases              | Ending<br>Balance     |
|---|-----------------------|----------------------|------------------------|-----------------------|
| Governmental activities:                    |                       |                      |                        |                       |
| Capital assets, not being depreciated:      |                       |                      |                        |                       |
| Land  | \$ 175,224,789        | \$ 3,815,774         | \$ (4,242)             | \$ 179,036,321        |
| Construction in progress                    | 14,100,073            | 18,148,445           | (11,830,975)           | 20,417,543            |
| Total capital assets, not being depreciated | <u>189,324,862</u>    | <u>21,964,219</u>    | <u>(11,835,217)</u>    | <u>199,453,864</u>    |
| Capital assets, being depreciated           |                       |                      |                        |                       |
| Buildings                                   | 198,800,307           | 4,181,235            | -                      | 202,981,542           |
| Improvements other than buildings           | 30,773,120            | 4,718,066            | -                      | 35,491,186            |
| Machinery and equipment                     | 85,228,764            | 7,590,654            | (6,066,539)            | 86,752,879            |
| Infrastructure                              | 239,793,367           | 16,037,128           | (6,030,169)            | 249,800,326           |
| Total capital assets being depreciated      | <u>554,595,558</u>    | <u>32,527,083</u>    | <u>(12,096,708)</u>    | <u>575,025,933</u>    |
| Less accumulated depreciation:              |                       |                      |                        |                       |
| Buildings                                   | 36,703,351            | 4,697,991            | -                      | 41,401,342            |
| Improvements other than buildings           | 9,253,174             | 1,079,469            | -                      | 10,332,643            |
| Machinery and equipment                     | 53,977,191            | 7,030,370            | (5,471,239)            | 55,536,322            |
| Infrastructure                              | 99,521,304            | 7,695,739            | (6,030,169)            | 101,186,874           |
| Total accumulated depreciation              | <u>199,455,020</u>    | <u>20,503,569</u>    | <u>(11,501,408)</u>    | <u>208,457,181</u>    |
| Total capital assets, being depreciated net | <u>355,140,538</u>    | <u>12,023,514</u>    | <u>(595,300)</u>       | <u>366,568,752</u>    |
| Governmental activities capital assets, net | <u>\$ 544,465,400</u> | <u>\$ 33,987,733</u> | <u>\$ (12,430,517)</u> | <u>\$ 566,022,616</u> |

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5. Capital Assets - Continued

| Business-type activities                     | Beginning<br>Balance    | Increases            | Decreases              | Ending<br>Balance       |
|--|-------------------------|----------------------|------------------------|-------------------------|
| Capital assets, not being depreciated:       |                         |                      |                        |                         |
| Land   | \$ 148,910,702          | \$ 10,857,977        | \$ -                   | \$ 159,768,679          |
| Construction in progress                     | 68,987,260              | 36,690,197           | (23,886,935)           | 81,790,522              |
| Total capital assets, not being depreciated  | <u>217,897,962</u>      | <u>47,548,174</u>    | <u>(23,886,935)</u>    | <u>241,559,201</u>      |
| Capital assets, being depreciated            |                         |                      |                        |                         |
| Buildings                                    | 464,164,664             | 13,737,819           | (1,697,578)            | 476,204,905             |
| Improvements other than buildings            | 1,147,460,350           | 27,204,320           | (13,629,054)           | 1,161,035,616           |
| Machinery and equipment                      | 168,864,451             | 21,175,048           | (8,057,891)            | 181,981,608             |
| Total capital assets being depreciated       | <u>1,780,489,465</u>    | <u>62,117,187</u>    | <u>(23,384,523)</u>    | <u>1,819,222,129</u>    |
| Less accumulated depreciation:               |                         |                      |                        |                         |
| Buildings                                    | 190,298,382             | 14,967,415           | (1,595,908)            | 203,669,889             |
| Improvements other than buildings            | 454,442,100             | 38,867,144           | (13,620,191)           | 479,689,053             |
| Machinery and equipment                      | 102,309,607             | 12,016,688           | (6,696,076)            | 107,630,219             |
| Total accumulated depreciation               | <u>747,050,089</u>      | <u>65,851,247</u>    | <u>(21,912,175)</u>    | <u>790,989,161</u>      |
| Total capital assets, being depreciated net  | <u>1,033,439,376</u>    | <u>(3,734,060)</u>   | <u>(1,472,348)</u>     | <u>1,028,232,968</u>    |
| Business-type activities capital assets, net | <u>\$ 1,251,337,338</u> | <u>\$ 43,814,114</u> | <u>\$ (25,359,283)</u> | <u>\$ 1,269,792,169</u> |

Depreciation expense for the year ended June 30, 2009 for governmental and business type activities is shown in the table below:

|  | Depreciation<br>Expense |
|--|-------------------------|
| Governmental activities:   |                         |
| General Government   | \$ 2,377,637            |
| City Council   | 6,207                   |
| Mayor  | 6,393                   |
| City Attorney  | 10,698                  |
| Management Services  | 682,525                 |
| Fire   | 474,016                 |
| Police   | 1,255,273               |
| Community and Economic Development   | 176,475                 |
| Public Services  | 3,075,448               |
| Infrastructure Depreciation  | 7,695,740               |
| Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets | 4,743,157               |
| Total depreciation expense - governmental activities   | <u>\$ 20,503,569</u>    |
| Business-type activities:  |                         |
| Water  | \$ 6,562,154            |
| Airport Authority  | 49,234,710              |
| Sewer  | 3,853,671               |
| Redevelopment Agency   | 1,933,751               |
| Other activities   | 4,266,961               |
| Total depreciation expense - business-type activities  | <u>\$ 65,851,247</u>    |

SALT LAKE CITY CORPORATION  
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Capital asset information for the City's component unit, the Salt Lake City Library is as follows:

| Component Unit - Library                    | Beginning<br>Balance | Increases           | Decreases          | Ending<br>Balance    |
|---|----------------------|---------------------|--------------------|----------------------|
| Capital assets, not being depreciated:      |                      |                     |                    |                      |
| Land  | \$ 770,689           | \$ -                | \$ -               | \$ 770,689           |
| Total capital assets, not being depreciated | <u>770,689</u>       | <u>-</u>            | <u>-</u>           | <u>770,689</u>       |
| Capital assets, being depreciated           |                      |                     |                    |                      |
| Buildings                                   | 8,371,033            | 53,358              | -                  | 8,424,391            |
| Improvements other than buildings           | 317,116              | -                   | -                  | 317,116              |
| Machinery and equipment                     | 19,338,458           | 1,829,233           | (1,640,637)        | 19,527,054           |
| Total capital assets being depreciated      | <u>28,026,607</u>    | <u>1,882,591</u>    | <u>(1,640,637)</u> | <u>28,268,561</u>    |
| Less accumulated depreciation:              |                      |                     |                    |                      |
| Buildings                                   | 3,716,332            | 375,135             | -                  | 4,091,467            |
| Improvements other than buildings           | 288,602              | 12,629              | -                  | 301,231              |
| Machinery and equipment                     | 11,306,998           | 2,217,109           | (1,640,637)        | 11,883,470           |
| Total accumulated depreciation              | <u>15,311,932</u>    | <u>2,604,873</u>    | <u>(1,640,637)</u> | <u>16,276,168</u>    |
| Total capital assets, being depreciated net | <u>12,714,675</u>    | <u>(722,282)</u>    | <u>-</u>           | <u>11,992,393</u>    |
| Component unit capital assets, net          | <u>\$ 13,485,364</u> | <u>\$ (722,282)</u> | <u>\$ -</u>        | <u>\$ 12,763,082</u> |

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 for in the Governmental Activities of the government-wide statements. The table on the following page summarizes changes in long-term obligations for the year ended June 30, 2009.

**SALT LAKE CITY CORPORATION**  
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| Long Term Debt                             | Amount of<br>Original Issue<br>(bonds only) | Balance<br>June 30,<br>2008 | Additions            | Retirements          | Balance<br>June 30,<br>2009 | Due Within<br>One Year |
|--|---|-----------------------------|----------------------|----------------------|-----------------------------|------------------------|
| <b>Governmental Activities</b>             |   |                             |                      |                      |                             |                        |
| General obligation bonds - 1999            | \$ 81,000,000                               | \$ 7,850,000                | \$ -                 | \$ 3,715,000         | \$ 4,135,000                | \$ 3,895,000           |
| General obligation bonds - 2001            | 22,650,000                                  | 7,970,000                   | -                    | 2,530,000            | 5,440,000                   | 2,650,000              |
| General obligation bonds - 2002            | 48,855,000                                  | 47,216,914                  | -                    | 190,872              | 47,026,042                  | 180,000                |
| General obligation bonds - 2004            | 11,300,000                                  | 9,612,138                   | -                    | 470,987              | 9,141,151                   | 475,000                |
| General obligation bonds - 2009A           | 800,000                                     | -                           | 800,000              | -                    | 800,000                     | 50,000                 |
| General obligation bonds - 2009B           | 10,200,000                                  | -                           | 10,281,804           | 187                  | 10,281,617                  | 370,000                |
| Special improvement bonds                  | 4,958,000                                   | 2,300,000                   | 380,000              | 429,000              | 2,251,000                   | 434,000                |
| Sales tax revenue bonds - 2004             | 17,300,000                                  | 10,189,215                  | -                    | 1,350,167            | 8,839,048                   | 1,430,000              |
| Sales tax revenue bonds - 2005             | 47,355,000                                  | 43,584,574                  | -                    | 1,853,788            | 41,730,786                  | 1,875,000              |
| Sales tax revenue bonds - 2007             | 8,590,000                                   | 8,145,819                   | -                    | 338,010              | 7,807,809                   | 360,000                |
| Sales tax revenue bonds - 2009             | 36,240,000                                  | -                           | 38,165,211           | 55,073               | 38,110,138                  | 980,000                |
| Motor fuel excise tax revenue bonds - 1999 | 5,155,000                                   | 690,000                     | -                    | 690,000              | -                           | -                      |
| General compensated absences               |   | 16,484,103                  | 9,385,545            | 9,594,526            | 16,275,122                  | 1,662,549              |
| <b>Internal Service Fund Debt:</b>         |   |                             |                      |                      |                             |                        |
| ISF GE Capital Finance Note                |   | 6,800,988                   | 1,556,223            | 3,300,979            | 5,056,232                   | 2,228,170              |
| ISF compensated absences                   |   | 1,299,960                   | 804,739              | 836,150              | 1,268,549                   | 175,912                |
| Total Governmental long-term debt          |   | <u>\$ 162,143,711</u>       | <u>\$ 61,373,522</u> | <u>\$ 25,354,739</u> | <u>\$ 198,162,494</u>       | <u>\$ 16,765,631</u>   |
| <b>Business-type Activities</b>            |   |                             |                      |                      |                             |                        |
| Sewer 2004 Series                          | \$ 23,525,800                               | \$ 21,870,076               | \$ -                 | \$ 955,332           | \$ 20,914,744               | \$ 908,200             |
| Storm 2004 Series                          | 7,429,200                                   | 6,906,340                   | -                    | 301,684              | 6,604,656                   | 286,800                |
| Water 2005 Series                          | 11,075,000                                  | 10,389,085                  | -                    | 993,311              | 9,395,774                   | 1,015,000              |
| Water 2008 Series                          | 14,800,000                                  | 14,864,879                  | -                    | 728,632              | 14,136,247                  | 720,000                |
| Redevelopment Agency 1990 tax increment    | 24,268,008                                  | 11,361,527                  | -                    | 2,014,776            | 9,346,751                   | 1,858,952              |
| Redevelopment Agency 1997A tax increment   | 16,505,000                                  | 1,771,031                   | -                    | 1,771,031            | -                           | -                      |
| Redevelopment Agency 1998A tax increment   | 24,600,000                                  | 3,000,000                   | -                    | 3,000,000            | -                           | -                      |
| Redevelopment Agency 2002A tax increment   | 16,190,000                                  | 7,615,973                   | -                    | 916,191              | 6,699,782                   | 1,005,000              |
| Enterprise GE Capital Finance Note         |   | 2,258,366                   | 2,801,020            | 1,099,277            | 3,960,109                   | 1,520,159              |
| Loan financing notes                       |   | 13,608,141                  | 1,866,346            | 849,504              | 14,624,983                  | 830,428                |
| Enterprise compensated absences            |   | 8,204,634                   | 6,697,283            | 6,272,569            | 8,629,348                   | 1,321,430              |
| Total Business-type long-term debt         |   | <u>101,850,052</u>          | <u>11,364,649</u>    | <u>18,902,307</u>    | <u>94,312,394</u>           | <u>9,465,969</u>       |
| Total long-term debt                       |   | <u>\$ 263,993,763</u>       | <u>\$ 72,738,171</u> | <u>\$ 44,257,046</u> | <u>\$ 292,474,888</u>       | <u>\$ 26,231,600</u>   |
| <b>Component Units</b>                     |   |                             |                      |                      |                             |                        |
| Library compensation liability             |   | \$ 269,865                  | \$ 13,653            | \$ -                 | \$ 283,518                  | \$ 56,097              |
| Total component unit long-term debt        |   | <u>\$ 269,865</u>           | <u>\$ 13,653</u>     | <u>\$ -</u>          | <u>\$ 283,518</u>           | <u>\$ 56,097</u>       |

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The annual debt requirements to maturity, including principal and interest, as of June 30, 2009 are listed in the following tables for debt with regularly scheduled payments:

| Year<br>Ending<br>June 30          | Revenue Bonds           |               |                     |               | General Obligation Bonds |               |
|------------------------------------|-------------------------|---------------|---------------------|---------------|--------------------------|---------------|
|                                    | Governmental Activities |               | Business Activities |               | Governmental Activities  |               |
|                                    | Principal               | Interest      | Principal           | Interest      | Principal                | Interest      |
| 2010                               | \$ 4,645,000            | \$ 4,436,917  | \$ 5,793,952        | \$ 8,682,187  | \$ 7,620,000             | \$ 3,841,088  |
| 2011                               | 5,025,000               | 4,053,704     | 5,835,305           | 8,593,303     | 7,995,000                | 3,464,879     |
| 2012                               | 5,250,000               | 3,831,626     | 5,890,595           | 8,473,859     | 5,455,000                | 3,062,368     |
| 2013                               | 5,480,000               | 3,598,670     | 5,963,203           | 8,347,346     | 5,720,000                | 2,784,801     |
| 2014                               | 5,710,000               | 3,363,354     | 6,094,887           | 8,216,969     | 5,985,000                | 2,488,822     |
| 2015-2019                          | 32,845,000              | 12,493,872    | 19,543,809          | 12,974,702    | 34,575,000               | 7,478,373     |
| 2020-2024                          | 22,825,000              | 5,054,164     | 16,025,000          | 1,988,417     | 6,375,000                | 1,544,378     |
| 2025-2028                          | 13,390,000              | 1,652,457     | -                   | -             | 3,290,000                | 430,088       |
| Subtotal                           | 95,170,000              | 38,484,764    | 65,146,751          | 57,276,783    | 77,015,000               | 25,094,797    |
| Less discount and<br>deferred loss | (1,317,781)             | -             | (1,951,203)         | -             | 191,190                  | -             |
| Net debt                           | \$ 96,487,781           | \$ 38,484,764 | \$ 67,097,954       | \$ 57,276,783 | \$ 76,823,810            | \$ 25,094,797 |

| Year<br>Ending<br>June 30 | Special Assessment Bonds |            | Other Debt              |            |                     |              |
|---------------------------|--------------------------|------------|-------------------------|------------|---------------------|--------------|
|                           | Governmental Activities  |            | Governmental Activities |            | Business Activities |              |
|                           | Principal                | Interest   | Principal               | Interest   | Principal           | Interest     |
| 2010                      | \$ 434,000               | \$ 89,549  | \$ 2,228,170            | \$ 153,054 | \$ 2,350,587        | \$ 893,960   |
| 2011                      | 452,000                  | 72,322     | 1,501,471               | 76,876     | 1,987,435           | 801,999      |
| 2012                      | 469,000                  | 53,874     | 1,028,774               | 32,861     | 1,388,547           | 722,939      |
| 2013                      | 403,000                  | 36,055     | 297,817                 | 6,105      | 1,283,000           | 659,910      |
| 2014                      | 137,000                  | 21,778     | -                       | -          | 1,173,771           | 598,677      |
| 2015-2019                 | 356,000                  | 27,721     | -                       | -          | 4,875,117           | 2,172,474    |
| 2020-2024                 | -                        | -          | -                       | -          | 3,902,209           | 918,533      |
| 2025-2028                 | -                        | -          | -                       | -          | 1,526,871           | 180,971      |
| 2029-2033                 | -                        | -          | -                       | -          | 97,555              | 1,669        |
| Total                     | \$ 2,251,000             | \$ 301,299 | \$ 5,056,232            | \$ 268,896 | \$ 18,585,092       | \$ 6,951,132 |

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, 2009 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 absence liabilities in the enterprise and internal service funds have traditionally been liquidated by the specific enterprise or internal service fund to which the employee's salary is charged. For governmental funds, any compensated absence liability has typically been liquidated by the General Fund.

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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 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 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, 2009 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.

On January 20, 2009, the City issued General Obligation Bonds Series 2009A (Series 2009A) in the amount of \$800,000. The bonds were issued at par and the City paid \$31,200 in issuance costs resulting in net proceeds of \$768,800. The bonds were issued at interest rates of 2.81% to 5.67% and have a final maturity in fiscal 2018. The purpose of the bonds is to acquire land and easements in order to create or preserve open space within the boundaries of the City.

On June 24, 2009, the City issued General Obligation Bonds Series 2009B (Series 2009B) in the amount of \$10,200,000. The bonds were issued with a premium of \$81,804 and the City incurred issuance costs of \$151,550, resulting in net proceeds of \$10,130,254. The bonds carry coupon rates of 2.0% to 4.375% and have a final maturity date in fiscal year 2029. The bonds were issued to renovate a building that houses the Leonardo Arts Center.

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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 \$419,326 at June 30, 2009. 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 4.77 percent and have a final maturity in fiscal year 2017.

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 had a final maturity and were fully paid in fiscal year 2009. The 1999 series bonds, which were 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 had pledged motor and special fuel excise taxes (Class C road funds) as collateral for these revenue bonds.

Sales Tax Revenue Bonds

For all of the series of the Sales Tax Revenue bonds, the City has pledged sales tax revenues as collateral for the bonds.

On September 2, 2004, the City issued the Series 2004 Adjustable Rate Sales Tax Revenue Refunding Bonds in the par amount of \$17,300,000. The bonds have a final maturity date in fiscal 2015 and bear interest at a variable rate with a maximum of 15 percent. There was no original issue premium or discount associated with the sale. The purposes of the sale were to defease and fully refund the then \$16,420,000 outstanding balance of the Series 1993A Municipal Building Authority Lease Revenue Bonds. Proceeds of the Series 2004 sales tax bonds also paid accrued interest on the lease revenue bonds and \$253,222 in costs related to the issuance of the 2004 sales tax bonds. The City incurred a deferred loss of \$380,810 that will be amortized over what would have been the remaining life of the Series 1993 lease revenue bonds.

On June 21, 2005, the City issued the Series 2005A Sales Tax Revenue Refunding Bonds in the par amount of \$47,355,000 with interest rates of 3.00% to 5.00% and a final maturity date in fiscal 2021. The bonds were sold at a premium of \$4,011,338. The proceeds were used to defease the remaining outstanding principal balances of the Series 1999A, 1999B and 2001 Lease Revenue Bonds and to pay issuance costs of \$580,120. The City recognized a deferred loss of \$4,227,826 that will be amortized over the remaining life of the Series 2005A bonds. At June 30, 2009, the remaining outstanding balances of the Series 1999A, 1999B and 2001 lease revenue bonds are \$8,780,000, \$23,510,000 and \$10,305,000 respectively.

On July 10, 2007, the City issued the Series 2007 Sales Tax Revenue Bonds at a par amount of \$8,590,000 with interest rates of 3.60% to 4.60% and a final maturity date of October 1, 2026. The bonds were sold at a discount of \$19,451. The proceeds paid issuance costs in the amount of \$160,155 and the remainder will finance infrastructure improvements associated with the realignment of railroad tracks and the extension of light rail within the City.

On February 19, 2009, the City issued the series 2009A Sales Tax Revenue Bonds at a par value of \$36,240,000 with a final maturity date of October 1, 2028. The bonds sold at a premium of \$1,925,211 and the City incurred issuance costs in the amount of \$316,132 which resulted in net proceeds of \$37,849,079. The bonds were issued to purchase land and construct a maintenance facility complex on the acquired land and to purchase a bank building for conversion to additional office space.



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Water, Sewer and Stormwater Utility Bonds

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) principal 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%. The Series 1993 bonds were defeased on May 1, 2005 (see below). The balance outstanding on June 30, 2009 of these bonds was \$720,000.

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 principal 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 \$4,925,000 was outstanding on June 30, 2009.

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. In addition to the remaining balance of the defeased 1994 bonds noted above, the defeased 1991 bonds had a June 30, 2009 outstanding balance of \$431,831. On May 1, 2005, a portion (\$7,805,000) and on February, 27, 2008 the then remaining balance of \$9,925,000 the 1997 bonds was defeased. On June 30, 2009, \$9,070,000 of the defeased bonds was outstanding.

On February 1, 2004, the Sewer and Stormwater Utilities issued \$30,955,000 in Revenue Bonds. The principal 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) were \$32,963,247, including a \$2,389,480 premium.

On May 1, 2005, the Water Utility issued \$11,075,000 in revenue bonds that bear interest at 3.50 – 5.00 percent and have a final maturity date in Fiscal 2017. The sole purpose of the Series 2005 bonds is to fully defease the remaining balance of the Series 1993 Water and Sewer bonds and a portion of the Series 1997 Water Utility bonds. The Series 2005 revenue bonds include a deferred loss of \$366,980 on the refunding and an original issue premium of \$752,133.

On February 27, 2008, the Water Utility issued the Series 2008 Revenue Bonds at a par amount of \$14,800,000. The net proceeds were used to defease the remaining balance of the Series 1997 Revenue Bonds. The Series 2008 Bonds were issued with a premium of \$543,400, resulting in a net average interest rate of 3.79%. As a result of the defeasance, the Water Utility incurred a deferred loss of \$476,867.

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.

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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 was no payment of interest on any of the maturities until March 1, 2006. The amount accreted in fiscal 2009 totaled \$2,466,437 and the amount paid in fiscal 2009 but formerly accreted amounted to \$5,028,781.

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 2009. 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. The final maturity was paid in fiscal 2009.

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 2009. 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. The final maturity was paid in fiscal 2009.

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 3.98 to 6.86 percent. Tax anticipation notes totaling \$25,000,000 were issued and repaid during fiscal 2009. The tax notes were issued to provide cash to the General Fund until property taxes were received from Salt Lake County.

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, 2009.

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.

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

At June 30, 2009 no fund or department had a negative fund balance or negative net assets. For the year ended June 30, 2009, there were no funds or departments where expenditures and other uses exceeded appropriations.

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, 2009, are as shown in the table as follows:

|                              | General Fund charges for: |                          |                            |                                | Total               |
|------------------------------|---------------------------|--------------------------|----------------------------|--------------------------------|---------------------|
|                              | Administrative services   | Fire protection services | Police protection services | Engineering and other services |                     |
| Enterprise funds:            |                           |                          |                            |                                |                     |
| Water Utility                | \$ 651,917                | \$ -                     | \$ -                       | \$ -                           | \$ 651,917          |
| Sewer Utility                | 139,871                   | -                        | -                          | -                              | 139,871             |
| Storm Water Utility          | 64,900                    | -                        | -                          | 118,306                        | 183,206             |
| Airport                      | 1,262,054                 | 4,008,977                | 120,000                    | -                              | 5,391,031           |
| Refuse Collection            | 58,705                    | -                        | -                          | 138,395                        | 197,100             |
| Golf                         | 190,544                   | -                        | -                          | 104,292                        | 294,836             |
| Redevelopment Agency         | 208,616                   | -                        | -                          | 36,794                         | 245,410             |
| Internal service funds:      |                           |                          |                            |                                |                     |
| Fleet Management             | 143,751                   | -                        | -                          | 77,415                         | 221,166             |
| Information Management       | 168,653                   | -                        | -                          | -                              | 168,653             |
| Governmental Immunity        | 350,000                   | -                        | -                          | -                              | 350,000             |
| Risk Management              | 170,000                   | -                        | -                          | -                              | 170,000             |
| Special revenue funds        |                           |                          |                            |                                |                     |
| E 911 Dispatch               | 4,126                     | -                        | -                          | -                              | 4,126               |
| Capital Projects Fund        | -                         | -                        | -                          | 1,475,679                      | 1,475,679           |
| Subtotal, primary government | 3,413,137                 | 4,008,977                | 120,000                    | 1,950,881                      | 9,492,995           |
| Component unit -             |                           |                          |                            |                                |                     |
| Library                      | 16,231                    | -                        | -                          | -                              | 16,231              |
| Total reporting entity       | <u>\$ 3,429,368</u>       | <u>\$ 4,008,977</u>      | <u>\$ 120,000</u>          | <u>\$ 1,950,881</u>            | <u>\$ 9,509,226</u> |

10. Transfers

Transfers were made to and from several funds during the course of the year ended June 30, 2009. 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 tables on the following page show the detail of transfers.

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|                            | Transfers in to:    |                      |                     |
|----------------------------|---------------------|----------------------|---------------------|
|                            | General             | Capital<br>Projects  | Housing<br>Loans    |
| <u>Transfers out from:</u> |                     |                      |                     |
| General Fund               | \$ -                | \$ 20,810,993        | \$ -                |
| Capital Projects           | 1,690,805           | -                    | -                   |
| Housing Loans              | -                   | -                    | -                   |
| Water                      | 37,500              | -                    | -                   |
| Airport                    | -                   | -                    | -                   |
| Sewer                      | -                   | -                    | -                   |
| Redevelopment              | -                   | -                    | -                   |
| Nonmajor Governmental      | 2,433,523           | -                    | 1,813,711           |
| Nonmajor Proprietary       | 1,857,135           | -                    | -                   |
| Internal Service           | 120,000             | -                    | -                   |
|                            | <u>\$ 6,138,963</u> | <u>\$ 20,810,993</u> | <u>\$ 1,813,711</u> |

|                            | Transfers in to:         |                     |                      |
|----------------------------|--------------------------|---------------------|----------------------|
|                            | Nonmajor<br>Governmental | Internal<br>Service | Total                |
| <u>Transfers out from:</u> |                          |                     |                      |
| General Fund               | \$ 140,168               | \$ 5,951,968        | \$ 26,903,129        |
| Capital Projects           | 15,639,140               | -                   | 17,329,945           |
| Housing Loans              | 2,108,090                | -                   | 2,108,090            |
| Water                      | -                        | 27,610              | 65,110               |
| Airport                    | -                        | 48,549              | 48,549               |
| Sewer                      | -                        | 21,406              | 21,406               |
| Redevelopment              | -                        | 4,734               | 4,734                |
| Nonmajor Governmental      | 54,901                   | -                   | 4,302,135            |
| Nonmajor Proprietary       | -                        | 15,553              | 1,872,688            |
| Internal Service           | -                        | 26,303              | 146,303              |
|                            | <u>\$ 17,942,299</u>     | <u>\$ 6,096,123</u> | <u>\$ 52,802,089</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 in the aggregate at other locations with a deductible of the higher between 3% of the value or \$100,000, (2) \$100,000,000 in the aggregate in flood coverage for facilities that are located outside the standard report zone with a \$250,000 deductible, and seven identified properties that have a \$500,000 deductible, (3) boiler and machine coverage to policy limit with a \$25,000 deductible, (4) fine art coverage of \$100,000,000 with a \$100,000 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 \$500 and (3) a theft, disappearance and destruction policy with a limit of \$25,000 and a \$500 deductible. The City also has excess workers' compensation insurance with a \$40,000,000 limit 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 with health insurance

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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, 2007 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<br>fiscal year<br>liability | Current year<br>claims and<br>changes in<br>estimates | Claim<br>payments     | Balance at<br>fiscal year<br>end | Estimated<br>due in one<br>year |
|---------------------------|--|---|-----------------------|----------------------------------|---------------------------------|
| 2007-2008                 |  |   |                       |                                  |                                 |
| Long term disability      | \$ 2,511,602                             | \$ 934,955  | \$ (979,146)          | \$ 2,467,411                     |                                 |
| Workers' compensation     | 2,757,000                                | 671,773   | (774,773)             | 2,654,000                        |                                 |
| Unemployment compensation | 301,245                                  | 203,797   | (470,097)             | 34,945                           |                                 |
|                           | <u>\$ 5,569,847</u>                      | <u>\$ 1,810,525</u>                                   | <u>\$ (2,224,016)</u> | <u>\$ 5,156,356</u>              |                                 |
| 2008-2009                 |  |   |                       |                                  |                                 |
| Long term disability      | \$ 2,467,411                             | \$ 458,274  | \$ (99,636)           | \$ 2,826,049                     | \$ 659,727                      |
| Workers' compensation     | 2,654,000                                | 2,233,083   | (1,875,083)           | 3,012,000                        | 1,846,000                       |
| Unemployment compensation | 34,945                                   | 359,303   | (323,572)             | 70,676                           | 70,676                          |
|                           | <u>\$ 5,156,356</u>                      | <u>\$ 3,050,660</u>                                   | <u>\$ (2,298,291)</u> | <u>\$ 5,908,725</u>              | <u>\$ 2,576,403</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.

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

Cost sharing multiple employer funding policy - The contribution rates, which are actuarially determined at June 30, 2009, are:

|                      | Employee<br>contributions<br>paid by City<br>(100% vested) | City's<br>contribution<br>(vested upon retirement) |
|----------------------|--|--|
| Contributory         | 6.00 %   | 7.61 %   |
| Noncontributory      | -  | 11.62 %  |
| Firefighters' System | 9.68 %   | -  |

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,<br>2009 | June 30,<br>2008 | June 30,<br>2007 |
|--|------------------|------------------|------------------|
| Local Government Contributory System:    |                  |                  |                  |
| Employer paid for employee contributions | \$ 481,433       | \$ 486,019       | \$ 518,158       |
| Employer contributions                   | 610,620          | 616,439          | 654,608          |
| Local Government Noncontributory System  | 10,327,021       | 9,656,412        | 9,423,670        |
| Firefighters' system:                    |                  |                  |                  |
| Employer paid for employee contributions | 1,969,355        | 1,863,953        | 1,743,079        |

Salt Lake City Public Safety Retirement System - The rate for the Noncontributory was 35.71%. The rates are the actuarial determined rates, and are authorized by statute and specified by the Utah State Retirement Board. The pension cost for the City's noncontributory public safety system of \$ 9,896,143 for the fiscal year ended June 30, 2009 was equal to the City's required and actual contribution. The required contribution was determined as part of the January 1, 2008 actuarial valuation using the entry age normal cost method. The actuarial assumptions include: (a) an 8% investment rate of return (net

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of administrative expenses), (b) yearly salary increases are limited to a maximum of 10% plus a cost of living adjustment determined by the consumer price index. at 4.50% (3.50% from inflation, 1.00% from membership growth), (c) 2.5% cost of living adjustment. Both (a) and (c) include an inflation component of 3.5%. 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 an open 20-year amortization period from the valuation date. 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:

| Year ending   | Annual Pension<br>Cost (APC) | Percentage APC<br>contributed | Net pension<br>obligation |
|---------------|------------------------------|-------------------------------|---------------------------|
| June 30, 2009 | \$ 9,896,143                 | 100%                          | \$ -                      |
| June 30, 2008 | \$ 9,565,471                 | 100%                          | -                         |
| June 30, 2007 | \$ 9,150,293                 | 100%                          | -                         |

| Actuarial<br>valuation<br>date | Actuarial<br>value of<br>assets | Actuarial Accrued<br>Liability (AAL)<br>entry age | Unfunded<br>AAL (UAAL) | Funding<br>ratios | Covered<br>payroll | UAAL as a<br>% of covered<br>payroll |
|--------------------------------|---------------------------------|---|------------------------|-------------------|--------------------|--------------------------------------|
| December 31, 2008              | \$ 173,607,000                  | \$ 246,846,000                                    | \$ 73,239,000          | 70%               | \$ 27,413,000      | 267%                                 |
| January 1, 2008                | 184,578,000                     | 234,139,000                                       | 49,561,000             | 79%               | 26,114,000         | 190%                                 |
| January 1, 2007                | 165,100,000                     | 206,821,000                                       | 41,721,000             | 80%               | 24,330,000         | 172%                                 |

Valuation data as of December 31, 2008 are estimates provided by the Utah State Retirement System

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. Other Postemployment Benefits

Effective July 1, 2007 the City implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions (OPEB)*.

**Plan Description** – In addition to the pension benefits described in Note 12, the City provides postemployment health care and life insurance benefits, through a single employer defined benefit plan, to all employees who retire from the City and qualify to retire from any of the Utah State Retirement Systems. The benefits, benefit levels, employee contributions and employer contributions are governed by City policy, and can be amended at any time. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the City’s Risk Management Fund, an internal service fund.

**Funding Policy** – The City currently pays for postemployment benefits other than pensions on a “pay-as-you-go-basis.

**Annual OPEB and Net OPEB Obligation** – The City’s annual OPEB cost (expense) is calculated based on the employer’s annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of

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GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize unfunded actuarial liabilities over a period not to exceed thirty years. For the fiscal year ended June 30, 2009, the City's OPEB cost (expense) and ARC were \$8,186,000 and 8,154,000, respectively. The following table shows the components of the City's annual OPEB cost the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation:

|   |               |
|---|---------------|
| OPEB  |               |
| Annual required contribution                | \$ 8,154,000  |
| Interest on net OPEB obligation             | 270,000       |
| Adjustments to annual required contribution | (238,000)     |
| Annual OPEB cost (expense)                  | 8,186,000     |
| Contributions made                          | (2,491,000)   |
| Increase in net OPEB obligation             | 5,695,000     |
| Net OPEB obligations - beginning of year    | 5,415,000     |
| Net OPEB obligations - end of year          | \$ 11,110,000 |

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended June 30, 2009 is as follows:

| Fiscal Year Ended | Annual<br>OPEB<br>Cost | Employer<br>Contributions | Percentage of<br>Annual OPEB<br>Cost Contributed | Net OPEB Obligatio<br>Fiscal Year Ended |
|-------------------|------------------------|---------------------------|--|---|
| June 30, 2009     | \$ 8,186,000           | \$ 2,491,000              | 30.4%  | \$ 11,110,000                           |
| June 30, 2008     | 7,491,000              | 2,076,000                 | 27.7%  | 5,415,000                               |

Funded status and Funding Progress – The funded status of the City's plan as of June 30, 2009 is as follows:

|   |                |
|---|----------------|
| Actuarial valuation date                            | July 1, 2008   |
| Actuarial accrued liability (AAL)                   | \$ 88,848,000  |
| Actuarial value of plan assets                      | -              |
| Unfunded actuarial accrued liability (UAAL)         | \$ 88,848,000  |
| Funded ratio (actuarial value of plan assets / AAL) | 0.0%           |
| Covered payroll (active plan members)               | \$ 137,540,000 |
| UAAL as a percentage of covered payroll             | 64.6%          |

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, shown as required supplementary information following the notes to the financial statements, presents the results of OPEB valuations as of June 30, 2009 and looking forward, the schedule will eventually provide another year of about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce



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short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the fiscal year 2009 actuarial valuation, the unit credit method was used. The actuarial assumptions included a 5.0% investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 10% initially, reduced by decrements to an ultimate rate of 5.0% after ten years. Covered payroll included a 3.5% inflation assumption. The actuarial value of assets was not determined as the City has not advanced funded its obligation. The unfunded actuarial accrued liability (UAAL) is being amortized as a level percentage of payroll over a closed thirty year period.

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 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 to contribute to the plan and does not contribute. Employees contributed \$1,416,994 to the Utah State Retirement administered portion and payments were processed in the amount of \$1,419,685 to other administering companies 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 expense in the fiscal year ended June 30, 2009 was \$157,066,001. Of that amount, payroll of \$144,956,496 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, 2009, employees contributed \$3,093,378 and the City contributed \$527,870. 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.

IRA (Individual Retirement Accounts) – During fiscal 2006 the City began offering its employees the opportunity to make payroll deductions for contributions to both Traditional and Roth IRA plans. During the year ended June 30, 2009, employees contributed \$5,285 to the Traditional plan and \$97,618 to the Roth plan.

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15. Commitments and Contingencies

Commitments for major construction, capital improvement and other projects at June 30, 2009 are shown below.

|                        |    |            |
|------------------------|----|------------|
| General Fund           | \$ | 1,182,000  |
| Special revenue funds  |    | 1,186,000  |
| Capital Projects Fund  |    | 21,435,000 |
| Internal Service funds |    | 108,000    |
| Enterprise funds       |    | 38,469,000 |
| Total                  | \$ | 62,380,000 |

The City is lessee under a number of operating lease agreements, one of which is non-cancelable, involving land, buildings and equipment. Rent expense during the fiscal year ended June 30, 2009 approximated \$1,289,000 of which \$792,000 was related to proprietary funds. The schedule of future minimum rental payments required under non-cancelable operating leases as of June 30, 2009 is shown below:

|            |    | General<br>Fund |
|------------|----|-----------------|
| 2010       | \$ | 41,926          |
| 2011       |    | 41,926          |
| 2012       |    | 41,926          |
| 2013       |    | 41,926          |
| 2014       |    | 41,926          |
| 2015-2019  |    | 209,630         |
| 2020-2024  |    | 209,630         |
| 2025-2029  |    | 209,630         |
| 2030-2034  |    | 209,630         |
| 2035-2039  |    | 209,630         |
| Thereafter |    | 1,383,558       |
| Total      | \$ | 2,641,338       |

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, 2007 resulted in the changes shown in the table on the following page:

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2009

|           | Beginning of<br>fiscal year<br>liability | Current year<br>claims and<br>changes in<br>estimates | Claim<br>payments | Balance at<br>fiscal year<br>end | Estimated<br>due within<br>one year |
|-----------|--|---|-------------------|----------------------------------|-------------------------------------|
| 2007-2008 | \$1,814,000                              | \$ 615,441  | \$ (797,441)      | \$ 1,632,000                     | \$ -                                |
| 2008-2009 | 1,632,000                                | 819,023   | (636,023)         | 1,815,000                        | 685,000                             |

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. Revenue Supported Debt – Enterprise Fund

The Stormwater Utility fund contains debt funded by operating revenues, is not a major proprietary fund, and does not meet all of the criteria for a segment (it is not externally required to maintain separate accounts). The key financial data for the year ended June 30, 2009 for the fund are as follows.

|  | <u>Stormwater<br/>Utility</u> |
|--|-------------------------------|
| Operating revenue                              | <u>\$ 5,433,240</u>           |
| Operating expenses:                            |                               |
| Depreciation and amortization                  | 2,296,890                     |
| Other  | <u>3,477,103</u>              |
| Total operating expenses                       | <u>5,773,993</u>              |
| Operating income                               | <u>\$ (340,753)</u>           |
| Net transfers out                              | \$ (176,723)                  |
| Net asset increase                             | 2,160,493                     |
| Total assets                                   | 101,576,096                   |
| Long term liabilities                          | 6,442,893                     |
| Net Assets                                     | 94,525,442                    |
| Acquisitions of property<br>and equipment      | 4,338,819                     |
| Disposal proceeds of<br>property and equipment | 46,227                        |
| Net working capital                            | 9,546,187                     |

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2009

A condensed statement of cash flows for the Stormwater Utility fund is as follows;

|   | Stormwater<br>Utility |
|---|-----------------------|
| Cash flows from:                                |                       |
| Operating activities                            | \$ 1,866,017          |
| Non-capital and related<br>financing activities | (176,723)             |
| Capital and related<br>financing activities     | (2,299,603)           |
| Investing activities                            | 196,732               |
| Net decrease in cash<br>and cash equivalents    | (413,577)             |
| Cash and cash equivalents-begin                 | 11,133,643            |
| Cash and cash equivalents-end                   | \$10,720,066          |

17. Related Party Transactions

During the year ended June 30, 2009, the Water Utility Fund (an enterprise fund) paid \$9,220,984 for water purchased from the Metropolitan Water District of Salt Lake City and Sandy City, which is a related entity of the City.

18. 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, 2009, was \$22,368,198. 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 Post-closure Care Costs*. In compliance with this standard, the Council has established user fees sufficient to cover all operating costs, including post-closure costs that have been mandated by the federal government. For the year ended June 30, 2009, the City paid the landfill approximately \$1,493,000 in user fees. Separately audited 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.

SALT LAKE CITY CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2009

19. Subsequent Events

Subsequent to June 30, 2009 the following commitments for major projects were made:

|                       |                      |
|-----------------------|----------------------|
| General Fund          | \$ 107,000           |
| Special revenue funds | 7,306,000            |
| Capital Projects Fund | 3,379,000            |
| Enterprise funds      | <u>7,357,000</u>     |
| Total                 | <u>\$ 18,149,000</u> |

The following events occurred subsequent to June 30, 2009:

The City issued \$19,000,000 of tax anticipation notes maturing June 30, 2010. These notes bear interest at 2.5%. The notes were sold to provide operating cash in the General Fund until December, 2009, at which time a large percentage of property taxes are remitted to Salt Lake City.

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# Required Supplementary Information

SALT LAKE CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
Year ended June 30, 2009

General Fund

|   | Actual<br>(GAAP basis) | Adjustment<br>to budgetary<br>basis<br>(Note to RSI 1) | Actual on<br>budgetary<br>basis<br>(non-GAAP) | Budgeted Amounts     |                      | Variance              |
|---|------------------------|--|---|----------------------|----------------------|-----------------------|
|   |                        |  |   | Original<br>Budget   | Final<br>Budget      |                       |
| <b>Revenues:</b>  |                        |  |   |                      |                      |                       |
| General property taxes                                  | \$ 66,237,313          | \$ -   | \$ 66,237,313                                 | \$ 67,904,943        | \$ 66,354,943        | \$ (117,630)          |
| Sales, use and excise taxes                             | 47,303,903             | -  | 47,303,903                                    | 53,199,993           | 50,200,000           | (2,896,097)           |
| Franchise taxes   | 26,318,421             | -  | 26,318,421                                    | 27,331,972           | 27,331,972           | (1,013,551)           |
| Licenses  | 7,861,188              | -  | 7,861,188                                     | 9,512,498            | 9,512,498            | (1,651,310)           |
| Permits   | 9,826,201              | -  | 9,826,201                                     | 10,762,130           | 10,762,130           | (935,929)             |
| Fines and forfeitures                                   | 6,541,816              | -  | 6,541,816                                     | 5,524,100            | 5,524,100            | 1,017,716             |
| Interest  | 2,309,596              | -  | 2,309,596                                     | 4,014,571            | 4,014,571            | (1,704,975)           |
| Intergovernmental                                       | 4,761,925              | -  | 4,761,925                                     | 4,688,073            | 4,688,073            | 73,852                |
| Interfund service charges                               | 9,509,226              | -  | 9,509,226                                     | 10,093,728           | 10,093,728           | (584,502)             |
| Parking meter   | 1,646,261              | -  | 1,646,261                                     | 1,439,000            | 1,439,000            | 207,261               |
| Parking ticket  | 3,969,193              | -  | 3,969,193                                     | 4,831,495            | 4,831,495            | (862,302)             |
| Charges for services                                    | 4,294,227              | -  | 4,294,227                                     | 4,270,500            | 4,270,500            | 23,727                |
| Contributions   | 19,750                 | -  | 19,750  | 163,500              | 163,500              | (143,750)             |
| Miscellaneous   | 593,688                | -  | 593,688                                       | 573,427              | (471,573)            | 1,065,261             |
| <b>Total revenues</b>                                   | <b>191,192,708</b>     | <b>-</b>   | <b>191,192,708</b>                            | <b>204,309,930</b>   | <b>198,714,937</b>   | <b>(7,522,229)</b>    |
| <b>Expenditures:</b>                                    |                        |  |   |                      |                      |                       |
| <b>Current:</b>   |                        |  |   |                      |                      |                       |
| City Council  | 1,777,148              | 107,844  | 1,884,992                                     | 1,749,072            | 1,886,776            | 1,784                 |
| Mayor   | 1,910,635              | 13,328   | 1,923,963                                     | 1,971,743            | 1,971,094            | 47,131                |
| City Attorney   | 4,662,167              | (11,989)   | 4,650,178                                     | 4,914,984            | 4,822,790            | 172,612               |
| Management Services                                     | 11,819,338             | 261,695  | 12,081,033                                    | 12,327,283           | 12,123,661           | 42,628                |
| Fire  | 33,033,125             | (89,530)   | 32,943,595                                    | 33,755,616           | 33,212,554           | 268,959               |
| Police  | 54,178,976             | 223,729  | 54,402,705                                    | 56,411,515           | 54,893,916           | 491,211               |
| Community and Economic<br>Development                   | 14,012,246             | 557,083  | 14,569,329                                    | 13,984,437           | 14,586,877           | 17,548                |
| Public Services   | 36,899,117             | 624,361  | 37,523,478                                    | 37,636,383           | 37,577,930           | 54,452                |
| Nondepartmental   | 16,479,624             | 423,101  | 16,902,725                                    | 17,228,802           | 17,239,421           | 336,696               |
| <b>Total expenditures</b>                               | <b>174,772,376</b>     | <b>2,109,622</b>                                       | <b>176,881,998</b>                            | <b>179,979,835</b>   | <b>178,315,019</b>   | <b>1,433,021</b>      |
| <b>Revenues over (under) expenditures</b>               | <b>16,420,332</b>      | <b>(2,109,622)</b>                                     | <b>14,310,710</b>                             | <b>24,330,095</b>    | <b>20,399,918</b>    | <b>(6,089,208)</b>    |
| <b>Other financing sources (uses):</b>                  |                        |  |   |                      |                      |                       |
| Proceeds from sale of property                          | 465,433                | -  | 465,433                                       | 508,957              | 508,950              | (43,517)              |
| Transfers in  | 6,138,963              | -  | 6,138,963                                     | 3,579,665            | 6,100,961            | 38,002                |
| Transfers out   | (26,903,129)           | -  | (26,903,129)                                  | (30,177,522)         | (26,994,323)         | 91,194                |
| <b>Total other financing sources (uses):</b>            | <b>(20,298,733)</b>    | <b>-</b>   | <b>(20,298,733)</b>                           | <b>(26,088,900)</b>  | <b>(20,384,412)</b>  | <b>85,679</b>         |
| <b>Net Change in Fund Balance</b>                       | <b>(3,878,401)</b>     | <b>(2,109,622)</b>                                     | <b>(5,988,023)</b>                            | <b>(1,758,805)</b>   | <b>15,506</b>        | <b>(6,003,529)</b>    |
| Fund balance July 1, 2008                               | 28,137,148             | 1,088,677  | 29,225,825                                    | 29,225,825           | 29,225,825           | -                     |
| Prior year encumbrances appropriated<br>in current year | -                      | 4,339,784  | 4,339,784                                     | 4,339,784            | 4,339,784            | -                     |
| <b>Fund balance June 30, 2009</b>                       | <b>\$ 24,258,747</b>   | <b>\$ 3,318,839</b>                                    | <b>\$ 27,577,586</b>                          | <b>\$ 31,806,804</b> | <b>\$ 33,581,115</b> | <b>\$ (6,003,529)</b> |

See note to Required Supplementary Information.

SALT LAKE CITY CORPORATION  
SCHEDULE OF FUNDING PROGRESS  
RETIREE HEALTHCARE AND LIFE INSURANCE PLAN  
Year ended June 30, 2009

| Actuarial<br>Valuation date | Actuarial<br>value of<br>Assets (a) | Actuarial<br>Accrued<br>Liability (b) | Unfunded<br>Accrued Actuarial<br>Liability<br>UAAL (a-b) | Funded Ratio<br>(a/b) | Annualized<br>Covered<br>Payroll | UAAL as<br>a percent of<br>covered<br>payroll |
|-----------------------------|-------------------------------------|---------------------------------------|--|-----------------------|----------------------------------|---|
| July 01, 2008               | \$ -                                | \$ 88,848,000                         | \$ 88,848,000  | 0.0%                  | 137,540,000                      | 64.6%   |
| July 01, 2007               | -                                   | 83,471,000                            | 83,471,000   | 0.0%                  | 127,153,000                      | 65.6%   |



# Note to Required Supplementary Information

SALT LAKE CITY CORPORATION  
 NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
 June 30, 2009

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, 2009, General Fund appropriations decreased by a net \$4,848,000. There was an increase of \$4,495,000 to accommodate prior year encumbrances that occurred early in the fiscal year. Offsetting this initial increase were subsequent net decreases totaling \$9,343,000. These net decreases were enacted to manage the effects of sharply decreasing actual and projected revenues compared to initially budgeted revenues.

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<br>reporting<br>basis | Plus<br>encumbrances<br>as of<br>June 30, 2009 | Change in<br>compensation<br>obligations | Actual on<br>budgetary<br>basis |
| City Council                          | \$ 1,777,148                    | \$ 103,895                                     | \$ 3,949                                 | \$ 1,884,992                    |
| Mayor                                 | 1,910,635                       | 20,709   | (7,381)                                  | 1,923,963                       |
| City Attorney                         | 4,662,167                       | 1,821  | (13,810)                                 | 4,650,178                       |
| Management Services                   | 11,819,338                      | 173,563  | 88,132                                   | 12,081,033                      |
| Fire                                  | 33,033,125                      | 16,657   | (106,187)                                | 32,943,595                      |
| Police                                | 54,178,976                      | 27,584   | 196,145                                  | 54,402,705                      |
| Community and<br>Economic Development | 14,012,246                      | 565,656  | (8,573)                                  | 14,569,329                      |
| Public Services                       | 36,899,117                      | 598,034  | 26,327                                   | 37,523,478                      |
| Nondepartmental                       | 16,479,624                      | 423,101  | -  | 16,902,725                      |
| Total expenditures                    | <u>174,772,376</u>              | <u>1,931,020</u>                               | <u>178,602</u>                           | <u>176,881,998</u>              |
| Transfers out                         | 26,903,129                      | -  | -  | 26,903,129                      |
| Total                                 | <u>\$ 201,675,505</u>           | <u>\$ 1,931,020</u>                            | <u>\$ 178,602</u>                        | <u>\$ 203,785,127</u>           |

# 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, 2009

| <u>ASSETS</u>  | Special<br>Revenue<br>Funds | Debt<br>Service<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|--|-----------------------------|--------------------------|--|
| Cash and cash equivalents                                  | \$ 20,261,685               | \$ 1,718,180             | \$ 21,979,865                              |
| Assessments, including \$242,722 of delinquent assessments | 295,287                     | 1,527,049                | 1,822,336                                  |
| Taxes receivable   | 154,227                     | -                        | 154,227                                    |
| Loans and notes receivable                                 | 3,029,719                   | -                        | 3,029,719                                  |
| Due from other governments                                 | 1,299,134                   | -                        | 1,299,134                                  |
| Other receivables  | 186,100                     | 291,031                  | 477,131                                    |
| Restricted assets:   |                             |                          |  |
| Cash and cash equivalents                                  | 299,567                     | 23,633                   | 323,200                                    |
| <br>Total assets   | <br><u>\$ 25,525,719</u>    | <br><u>\$ 3,559,893</u>  | <br><u>\$ 29,085,612</u>                   |
| <br><u>LIABILITIES AND FUND BALANCES</u>                   |                             |                          |  |
| Liabilities:   |                             |                          |  |
| Accounts payable   | \$ 1,382,885                | \$ 11,684                | \$ 1,394,569                               |
| Accrued liabilities  | 56,724                      | -                        | 56,724                                     |
| Other liabilities payable from<br>restricted assets        | 299,567                     | -                        | 299,567                                    |
| Deferred revenue   | 463,374                     | 1,818,081                | 2,281,455                                  |
| <br>Total liabilities                                      | <br><u>2,202,550</u>        | <br><u>1,829,765</u>     | <br><u>4,032,315</u>                       |
| Fund balances:   |                             |                          |  |
| Reserved for loans and advances                            | 3,078,571                   | -                        | 3,078,571                                  |
| Reserved for restricted assets                             | -                           | 23,633                   | 23,633                                     |
| Unreserved and undesignated                                | 20,244,598                  | 1,706,495                | 21,951,093                                 |
| <br>Total fund balances                                    | <br><u>23,323,169</u>       | <br><u>1,730,128</u>     | <br><u>25,053,297</u>                      |
| <br>Total liabilities and fund balance                     | <br><u>\$ 25,525,719</u>    | <br><u>\$ 3,559,893</u>  | <br><u>\$ 29,085,612</u>                   |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 Year ended June 30, 2009

|  | Special<br>Revenue<br>Funds | Debt<br>Service<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|--|-----------------------------|--------------------------|--|
| <b>Revenues:</b>                             |                             |                          |  |
| Sales, use and excise taxes                  | \$ 2,027,839                | \$ -                     | \$ 2,027,839                               |
| Assessments                                  | 1,076,860                   | 460,756                  | 1,537,616                                  |
| Fines and forfeitures                        | 90,470                      | -                        | 90,470                                     |
| Interest                                     | 565,510                     | 160,433                  | 725,943                                    |
| Intergovernmental                            | 6,765,540                   | 1,774,948                | 8,540,488                                  |
| Charges for services                         | 583,367                     | -                        | 583,367                                    |
| Contributions                                | 1,251,154                   | -                        | 1,251,154                                  |
| Miscellaneous                                | 1,081,716                   | 778                      | 1,082,494                                  |
| <b>Total revenues</b>                        | <b>13,442,456</b>           | <b>2,396,915</b>         | <b>15,839,371</b>                          |
| <b>Expenditures:</b>                         |                             |                          |  |
| Management Services                          | -                           | 18,135                   | 18,135                                     |
| Police                                       | 443,700                     | -                        | 443,700                                    |
| Community and Economic Development           | 7,849,952                   | -                        | 7,849,952                                  |
| Public Services                              | 741,687                     | -                        | 741,687                                    |
| Arts Council Services                        | 1,599,978                   | -                        | 1,599,978                                  |
| Debt Service:                                |                             |                          |  |
| Principal                                    | -                           | 11,519,000               | 11,519,000                                 |
| Interest and other fiscal charges            | -                           | 6,585,298                | 6,585,298                                  |
| <b>Total expenditures</b>                    | <b>10,635,317</b>           | <b>18,122,433</b>        | <b>28,757,750</b>                          |
| Revenues over (under) expenditures           | 2,807,139                   | (15,725,518)             | (12,918,379)                               |
| <b>Other financing sources (uses):</b>       |                             |                          |  |
| Transfers in                                 | 2,303,159                   | 15,639,140               | 17,942,299                                 |
| Transfers out                                | (4,302,135)                 | -                        | (4,302,135)                                |
| <b>Total other financing sources (uses):</b> | <b>(1,998,976)</b>          | <b>15,639,140</b>        | <b>13,640,164</b>                          |
| Net change in fund balance                   | 808,163                     | (86,378)                 | 721,785                                    |
| Fund balance July 1, 2008                    | 22,515,006                  | 1,816,506                | 24,331,512                                 |
| Fund balance June 30, 2009                   | \$ 23,323,169               | \$ 1,730,128             | \$ 25,053,297                              |

SALT LAKE CITY CORPORATION  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2009

| <u>ASSETS</u>                                       | <u>Arts<br/>Council</u>     | <u>Downtown<br/>Economic<br/>Development</u> | <u>Community<br/>Development<br/>Operating</u> |
|---|-----------------------------|--|--|
| Cash and cash equivalents                           | \$ 119,325                  | \$ 761,216                                   | \$ 651,339                                     |
| Assessments receivable                              | -                           | 107,932                                      | -  |
| Taxes receivable                                    | -                           | -  | -  |
| Loans and notes receivable                          | -                           | -  | -  |
| Due from other governments                          | -                           | -  | 200,267  |
| Other receivables                                   | 186,100                     | -  | -  |
| Restricted assets:                                  |                             |  |  |
| Cash and cash equivalents                           | -                           | -  | -  |
|   | <u>                    </u> | <u>                    </u>                  | <u>                    </u>                    |
| Total assets  | <u>\$ 305,425</u>           | <u>\$ 869,148</u>                            | <u>\$ 851,606</u>                              |
| <br><u>LIABILITIES AND FUND BALANCES</u>            |                             |  |  |
| Liabilities:  |                             |  |  |
| Accounts payable                                    | \$ 5,541                    | \$ 188,554                                   | \$ 295,909                                     |
| Accrued liabilities                                 | 56,105                      | -  | -  |
| Other liabilities payable from<br>restricted assets | -                           | -  | -  |
| Deferred revenue                                    | 61,742                      | 107,932                                      | -  |
|   | <u>                    </u> | <u>                    </u>                  | <u>                    </u>                    |
| Total liabilities                                   | <u>123,388</u>              | <u>296,486</u>                               | <u>295,909</u>                                 |
| Fund balances:                                      |                             |  |  |
| Reserved for loans and advances                     | 48,852                      | -  | -  |
| Unreserved and undesignated                         | 133,185                     | 572,662                                      | 555,697  |
|   | <u>                    </u> | <u>                    </u>                  | <u>                    </u>                    |
| Total fund balances                                 | <u>182,037</u>              | <u>572,662</u>                               | <u>555,697</u>                                 |
|   | <u>\$ 305,425</u>           | <u>\$ 869,148</u>                            | <u>\$ 851,606</u>                              |



| <u>Grants<br/>Operating</u> | <u>Street<br/>Lighting</u> | <u>Demolition,<br/>Weed and<br/>Forfeiture</u> | <u>Emergency<br/>911<br/>Dispatch</u> | <u>Salt Lake City<br/>Donations<br/>Fund</u> | <u>Nonmajor<br/>Special<br/>Revenue<br/>Total</u> |
|-----------------------------|----------------------------|--|---------------------------------------|--|---|
| \$ 11,834,315               | \$ 1,244,822               | \$ 1,133,920                                   | \$ 2,809,561                          | \$ 1,707,187                                 | \$ 20,261,685                                     |
| -                           | 183,700                    | -  | 3,655                                 | -  | 295,287   |
| -                           | -                          | -  | 154,227                               | -  | 154,227   |
| 3,029,719                   | -                          | -  | -                                     | -  | 3,029,719   |
| 1,098,867                   | -                          | -  | -                                     | -  | 1,299,134   |
| -                           | -                          | -  | -                                     | -  | 186,100   |
| -                           | -                          | 299,567  | -                                     | -  | 299,567   |
| <u>\$ 15,962,901</u>        | <u>\$ 1,428,522</u>        | <u>\$ 1,433,487</u>                            | <u>\$ 2,967,443</u>                   | <u>\$ 1,707,187</u>                          | <u>\$ 25,525,719</u>                              |
| <br>                        |                            |  |                                       |  |   |
| \$ 803,779                  | \$ 8,784                   | \$ 20,192                                      | \$ 38,261                             | \$ 21,865                                    | \$ 1,382,885                                      |
| 356                         | -                          | 228  | 6                                     | 29   | 56,724  |
| -                           | -                          | 299,567  | -                                     | -  | 299,567   |
| 110,000                     | 183,700                    | -  | -                                     | -  | 463,374   |
| <u>914,135</u>              | <u>192,484</u>             | <u>319,987</u>                                 | <u>38,267</u>                         | <u>21,894</u>                                | <u>2,202,550</u>                                  |
| <br>                        |                            |  |                                       |  |   |
| 3,029,719                   | -                          | -  | -                                     | -  | 3,078,571   |
| 12,019,047                  | 1,236,038                  | 1,113,500                                      | 2,929,176                             | 1,685,293                                    | 20,244,598  |
| <u>15,048,766</u>           | <u>1,236,038</u>           | <u>1,113,500</u>                               | <u>2,929,176</u>                      | <u>1,685,293</u>                             | <u>23,323,169</u>                                 |
| <u>\$ 15,962,901</u>        | <u>\$ 1,428,522</u>        | <u>\$ 1,433,487</u>                            | <u>\$ 2,967,443</u>                   | <u>\$ 1,707,187</u>                          | <u>\$ 25,525,719</u>                              |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year ended June 30, 2009

|                                       | <u>Arts<br/>Council</u> | <u>Downtown<br/>Economic<br/>Development</u> | <u>Community<br/>Development<br/>Operating</u> |
|---------------------------------------|-------------------------|--|--|
| Revenues:                             |                         |  |  |
| Sales, use and excise taxes           | \$ -                    | \$ -   | \$ -   |
| Assessments                           | -                       | 746,994                                      | -  |
| Fines and forfeitures                 | -                       | -  | -  |
| Interest                              | 4,809                   | 4,887  | -  |
| Intergovernmental                     | -                       | -  | 2,628,616                                      |
| Charges for services                  | 543,726                 | -  | -  |
| Contributions                         | 1,052,363               | -  | -  |
| Miscellaneous                         | -                       | -  | -  |
|                                       | <u>1,600,898</u>        | <u>751,881</u>                               | <u>2,628,616</u>                               |
|                                       |                         |  |  |
| Expenditures:                         |                         |  |  |
| Police                                | -                       | -  | -  |
| Community and Economic Development    | -                       | 756,366                                      | 2,703,901                                      |
| Public Services                       | -                       | -  | -  |
| Arts Council Services                 | <u>1,599,978</u>        | <u>-</u>                                     | <u>-</u>                                       |
|                                       | <u>1,599,978</u>        | <u>756,366</u>                               | <u>2,703,901</u>                               |
| Revenues over (under) expenditures    | <u>920</u>              | <u>(4,485)</u>                               | <u>(75,285)</u>                                |
| Other financing sources (uses):       |                         |  |  |
| Transfers in                          | -                       | -  | 2,108,090                                      |
| Transfers out                         | <u>-</u>                | <u>-</u>                                     | <u>(1,513,711)</u>                             |
| Total other financing sources (uses): | <u>-</u>                | <u>-</u>                                     | <u>594,379</u>                                 |
|                                       |                         |  |  |
| Net change in fund balance            | 920                     | (4,485)                                      | 519,094  |
| Fund balance July 1, 2008             | <u>181,117</u>          | <u>577,147</u>                               | <u>36,603</u>                                  |
| Fund balance June 30, 2009            | <u>\$ 182,037</u>       | <u>\$ 572,662</u>                            | <u>\$ 555,697</u>                              |

| Grants<br>Operating  | Street<br>Lighting  | Demolition,<br>Weed and<br>Forfeiture | Emergency<br>911<br>Dispatch | Salt Lake City<br>Donation<br>Fund | Nonmajor<br>Special<br>Revenue<br>Total |
|----------------------|---------------------|---------------------------------------|------------------------------|------------------------------------|---|
| \$ -                 | \$ -                | \$ -                                  | \$ 2,027,839                 | \$ -                               | \$ 2,027,839                            |
| -                    | 329,220             | 646                                   | -                            | -                                  | 1,076,860                               |
| -                    | -                   | 90,470                                | -                            | -                                  | 90,470                                  |
| 376,164              | 37,133              | 14,382                                | 63,071                       | 65,064                             | 565,510                                 |
| 4,136,924            | -                   | -                                     | -                            | -                                  | 6,765,540                               |
| 9,222                | -                   | 30,367                                | -                            | 52                                 | 583,367                                 |
| -                    | -                   | -                                     | -                            | 198,791                            | 1,251,154                               |
| 1,011,656            | 18                  | -                                     | -                            | 70,042                             | 1,081,716                               |
| <u>5,533,966</u>     | <u>366,371</u>      | <u>135,865</u>                        | <u>2,090,910</u>             | <u>333,949</u>                     | <u>13,442,456</u>                       |
| -                    | -                   | -                                     | 443,700                      | -                                  | 443,700                                 |
| 4,264,680            | -                   | 125,005                               | -                            | -                                  | 7,849,952                               |
| -                    | 579,576             | -                                     | -                            | 162,111                            | 741,687                                 |
| -                    | -                   | -                                     | -                            | -                                  | 1,599,978                               |
| <u>4,264,680</u>     | <u>579,576</u>      | <u>125,005</u>                        | <u>443,700</u>               | <u>162,111</u>                     | <u>10,635,317</u>                       |
| <u>1,269,286</u>     | <u>(213,205)</u>    | <u>10,860</u>                         | <u>1,647,210</u>             | <u>171,838</u>                     | <u>2,807,139</u>                        |
| 34,265               | 113,669             | 26,500                                | -                            | 20,635                             | 2,303,159                               |
| (441,052)            | -                   | -                                     | (1,853,998)                  | (493,374)                          | (4,302,135)                             |
| <u>(406,787)</u>     | <u>113,669</u>      | <u>26,500</u>                         | <u>(1,853,998)</u>           | <u>(472,739)</u>                   | <u>(1,998,976)</u>                      |
| 862,499              | (99,536)            | 37,360                                | (206,788)                    | (300,901)                          | 808,163                                 |
| <u>14,186,267</u>    | <u>1,335,574</u>    | <u>1,076,140</u>                      | <u>3,135,964</u>             | <u>1,986,194</u>                   | <u>22,515,006</u>                       |
| <u>\$ 15,048,766</u> | <u>\$ 1,236,038</u> | <u>\$ 1,113,500</u>                   | <u>\$ 2,929,176</u>          | <u>\$ 1,685,293</u>                | <u>\$ 23,323,169</u>                    |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 ARTS COUNCIL  
 Year ended June 30, 2009

|                                   | Actual<br>(GAAP basis) | Budgeted Amounts  |                   | Variance        |
|-----------------------------------|------------------------|-------------------|-------------------|-----------------|
|                                   |                        | Original          | Final             |                 |
| <b>Revenues:</b>                  |                        |                   |                   |                 |
| Interest                          | \$ 4,809               | \$ 7,750          | \$ 4,500          | \$ 309          |
| Charges for services              | 543,726                | 403,500           | 549,450           | (5,724)         |
| Contributions                     | 1,052,363              | 1,049,250         | 1,063,416         | (11,053)        |
| <b>Total revenues</b>             | <b>1,600,898</b>       | <b>1,460,500</b>  | <b>1,617,366</b>  | <b>(16,468)</b> |
| <b>Expenditures:</b>              |                        |                   |                   |                 |
| Arts Council                      | 1,599,978              | 1,460,500         | 1,617,366         | 17,388          |
| <b>Total expenditures</b>         | <b>1,599,978</b>       | <b>1,460,500</b>  | <b>1,617,366</b>  | <b>17,388</b>   |
| <b>Net change in fund balance</b> | <b>920</b>             | <b>-</b>          | <b>-</b>          | <b>920</b>      |
| <b>Fund balance July 1, 2008</b>  | <b>181,117</b>         | <b>181,117</b>    | <b>181,117</b>    | <b>-</b>        |
| <b>Fund balance June 30, 2009</b> | <b>\$ 182,037</b>      | <b>\$ 181,117</b> | <b>\$ 181,117</b> | <b>\$ 920</b>   |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 DOWNTOWN ECONOMIC DEVELOPMENT  
 Year ended June 30, 2009

|                                       | Actual<br>(GAAP basis) | Budgeted Amounts  |                   | Variance          |
|---------------------------------------|------------------------|-------------------|-------------------|-------------------|
|                                       |                        | Original          | Final             |                   |
| <b>Revenues:</b>                      |                        |                   |                   |                   |
| Assessments                           | \$ 746,994             | \$ 798,911        | \$ 798,911        | \$ (51,917)       |
| Interest                              | 4,887                  | -                 | -                 | 4,887             |
| Total revenues                        | <u>751,881</u>         | <u>798,911</u>    | <u>798,911</u>    | <u>(47,030)</u>   |
| <b>Expenditures:</b>                  |                        |                   |                   |                   |
| Community and Economic<br>Development | <u>756,366</u>         | <u>796,812</u>    | <u>796,812</u>    | <u>40,446</u>     |
| Total expenditures                    | <u>756,366</u>         | <u>796,812</u>    | <u>796,812</u>    | <u>40,446</u>     |
| Net change in fund balance            | (4,485)                | 2,099             | 2,099             | (6,584)           |
| Fund balance July 1, 2008             | <u>577,147</u>         | <u>577,147</u>    | <u>577,147</u>    | -                 |
| Fund balance June 30, 2009            | <u>\$ 572,662</u>      | <u>\$ 579,246</u> | <u>\$ 579,246</u> | <u>\$ (6,584)</u> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 COMMUNITY DEVELOPMENT OPERATING FUND  
 Year ended June 30, 2009

|  | Actual<br>(GAAP basis) | Budgeted Amounts |                    | Variance           |
|--|------------------------|------------------|--------------------|--------------------|
|  |                        | Original         | Final              |                    |
| <b>Revenues:</b>                       |                        |                  |                    |                    |
| Intergovernmental                      | \$ 2,628,616           | \$ 2,912,862     | \$ 4,515,423       | \$ (1,886,807)     |
| Total revenues                         | <u>2,628,616</u>       | <u>2,912,862</u> | <u>4,515,423</u>   | <u>(1,886,807)</u> |
| <b>Expenditures:</b>                   |                        |                  |                    |                    |
| Community and Economic<br>Development  | <u>2,703,901</u>       | <u>2,874,348</u> | <u>3,347,516</u>   | <u>643,615</u>     |
| Total expenditures                     | <u>2,703,901</u>       | <u>2,874,348</u> | <u>3,347,516</u>   | <u>643,615</u>     |
| Revenues under expenditures            | <u>(75,285)</u>        | <u>38,514</u>    | <u>1,167,907</u>   | <u>(1,243,192)</u> |
| <b>Other financing sources (uses):</b> |                        |                  |                    |                    |
| Transfers in                           | 2,108,090              | -                | 1,601,088          | 507,002            |
| Transfers out                          | <u>(1,513,711)</u>     | <u>(38,514)</u>  | <u>(2,653,935)</u> | <u>1,140,224</u>   |
| Total other financing sources:         | <u>594,379</u>         | <u>(38,514)</u>  | <u>(1,052,847)</u> | <u>1,647,226</u>   |
| Net change in fund balance             | 519,094                | -                | 115,060            | 404,034            |
| Fund balance July 1, 2008              | <u>36,603</u>          | <u>36,603</u>    | <u>36,603</u>      | <u>-</u>           |
| Fund balance June 30, 2009             | <u>\$ 555,697</u>      | <u>\$ 36,603</u> | <u>\$ 151,663</u>  | <u>\$ 404,034</u>  |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 GRANTS OPERATING FUND  
 Year ended June 30, 2009

|  | Actual<br>(GAAP basis) | Budgeted Amounts     |                     | Variance            |
|--|------------------------|----------------------|---------------------|---------------------|
|  |                        | Original             | Final               |                     |
| <b>Revenues:</b>                       |                        |                      |                     |                     |
| Interest                               | \$ 376,164             | \$ 432,000           | \$ 542,000          | \$ (165,836)        |
| Intergovernmental                      | 4,136,924              | 1,401,951            | 12,095,658          | (7,958,734)         |
| Charges for services                   | 9,222                  | -                    | -                   | 9,222               |
| Contributions                          | 761,751                | -                    | 336,719             | 425,032             |
| Miscellaneous                          | 249,905                | -                    | -                   | 249,905             |
| <b>Total revenues</b>                  | <b>5,533,966</b>       | <b>1,833,951</b>     | <b>12,974,377</b>   | <b>(7,440,411)</b>  |
| <b>Expenditures:</b>                   |                        |                      |                     |                     |
| Community and Economic<br>Development  | 4,264,680              | 1,713,951            | 20,781,400          | 16,516,720          |
| <b>Total expenditures</b>              | <b>4,264,680</b>       | <b>1,713,951</b>     | <b>20,781,400</b>   | <b>16,516,720</b>   |
| Revenues over (under) expenditures     | 1,269,286              | 120,000              | (7,807,023)         | 9,076,309           |
| <b>Other financing sources (uses):</b> |                        |                      |                     |                     |
| Transfers in                           | 34,265                 | -                    | -                   | 34,265              |
| Transfers out                          | (441,052)              | (120,000)            | (935,461)           | 494,409             |
| <b>Total other financing sources:</b>  | <b>(406,787)</b>       | <b>(120,000)</b>     | <b>(935,461)</b>    | <b>528,674</b>      |
| Net change in fund balance             | 862,499                | -                    | (8,742,484)         | 9,604,983           |
| Fund balance July 1, 2008              | 14,186,267             | 14,186,267           | 14,186,267          | -                   |
| <b>Fund balance June 30, 2009</b>      | <b>\$ 15,048,766</b>   | <b>\$ 14,186,267</b> | <b>\$ 5,443,783</b> | <b>\$ 9,604,983</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 STREET LIGHTING  
 Year ended June 30, 2009

|                                    | Actual<br>(GAAP basis) | Budgeted Amounts    |                     | Variance            |
|------------------------------------|------------------------|---------------------|---------------------|---------------------|
|                                    |                        | Original            | Final               |                     |
| Revenues:                          |                        |                     |                     |                     |
| Assessments                        | \$ 329,220             | \$ 340,921          | \$ 340,921          | \$ (11,701)         |
| Interest                           | 37,133                 | -                   | -                   | 37,133              |
| Miscellaneous                      | 18                     | -                   | -                   | 18                  |
| Total revenues                     | <u>366,371</u>         | <u>340,921</u>      | <u>340,921</u>      | <u>25,450</u>       |
| Expenditures:                      |                        |                     |                     |                     |
| Public Services                    | <u>579,576</u>         | <u>2,012,854</u>    | <u>2,012,854</u>    | <u>1,433,278</u>    |
| Total expenditures                 | <u>579,576</u>         | <u>2,012,854</u>    | <u>2,012,854</u>    | <u>1,433,278</u>    |
| Revenues over (under) expenditures | <u>(213,205)</u>       | <u>(1,671,933)</u>  | <u>(1,671,933)</u>  | <u>1,458,728</u>    |
| Other financing sources:           |                        |                     |                     |                     |
| Transfers in                       | <u>113,669</u>         | <u>113,669</u>      | <u>113,669</u>      | <u>-</u>            |
| Total other financing sources:     | <u>113,669</u>         | <u>113,669</u>      | <u>113,669</u>      | <u>-</u>            |
| Net change in fund balance         | (99,536)               | (1,558,264)         | (1,558,264)         | 1,458,728           |
| Fund balance July 1, 2008          | <u>1,335,574</u>       | <u>1,335,574</u>    | <u>1,335,574</u>    | <u>-</u>            |
| Fund balance June 30, 2009         | <u>\$ 1,236,038</u>    | <u>\$ (222,690)</u> | <u>\$ (222,690)</u> | <u>\$ 1,458,728</u> |



SALT LAKE CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
DEMOLITION, WEED AND FORFEITURE  
Year ended June 30, 2009

|                                       | Actual<br>(GAAP basis) | Budgeted Amounts |                  | Variance       |
|---------------------------------------|------------------------|------------------|------------------|----------------|
|                                       |                        | Original         | Final            |                |
| Revenues:                             |                        |                  |                  |                |
| Assessments                           | \$ 646                 | \$ -             | \$ -             | \$ 646         |
| Fines and forfeitures                 | 90,470                 | -                | -                | 90,470         |
| Interest                              | 14,382                 | -                | -                | 14,382         |
| Charges for services                  | 30,367                 | -                | -                | 30,367         |
| <b>Total revenues</b>                 | <b>135,865</b>         | <b>-</b>         | <b>-</b>         | <b>135,865</b> |
| Expenditures:                         |                        |                  |                  |                |
| Community and Economic<br>Development | 125,005                | 26,500           | 1,103,332        | 978,327        |
| <b>Total expenditures</b>             | <b>125,005</b>         | <b>26,500</b>    | <b>1,103,332</b> | <b>978,327</b> |
| Revenues over (under) expenditures    | 10,860                 | (26,500)         | (1,103,332)      | 1,114,192      |
| Other financing sources:              |                        |                  |                  |                |
| Transfers in                          | 26,500                 | 26,500           | 26,500           | -              |
| <b>Total other financing sources:</b> | <b>26,500</b>          | <b>26,500</b>    | <b>26,500</b>    | <b>-</b>       |
| Net change in fund balance            | 37,360                 | -                | (1,076,832)      | 1,114,192      |
| Fund balance July 1, 2008             | 1,076,140              | 1,076,140        | 1,076,140        | -              |
| Fund balance June 30, 2009            | \$ 1,113,500           | \$ 1,076,140     | \$ (692)         | \$ 1,114,192   |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 EMERGENCY 911 DISPATCH  
 Year ended June 30, 2009

|                             | Actual<br>(GAAP basis) | Budgeted Amounts    |                     | Variance            |
|-----------------------------|------------------------|---------------------|---------------------|---------------------|
|                             |                        | Original            | Final               |                     |
| Revenues:                   |                        |                     |                     |                     |
| Sales, use and excise taxes | \$ 2,027,839           | \$ 2,400,000        | \$ 2,400,000        | \$ (372,161)        |
| Interest                    | 63,071                 | 112,000             | 112,000             | (48,929)            |
| Total revenues              | <u>2,090,910</u>       | <u>2,512,000</u>    | <u>2,512,000</u>    | <u>(421,090)</u>    |
| Expenditures:               |                        |                     |                     |                     |
| Police                      | <u>443,700</u>         | <u>444,470</u>      | <u>460,000</u>      | <u>16,300</u>       |
| Total expenditures          | <u>443,700</u>         | <u>444,470</u>      | <u>460,000</u>      | <u>16,300</u>       |
| Revenues over expenditures  | <u>1,647,210</u>       | <u>2,067,530</u>    | <u>2,052,000</u>    | <u>(404,790)</u>    |
| Other financing uses:       |                        |                     |                     |                     |
| Transfers out               | <u>(1,853,998)</u>     | <u>(1,597,530)</u>  | <u>(1,854,000)</u>  | <u>2</u>            |
| Total other financing uses: | <u>(1,853,998)</u>     | <u>(1,597,530)</u>  | <u>(1,854,000)</u>  | <u>2</u>            |
| Net change in fund balance  | (206,788)              | 470,000             | 198,000             | (404,788)           |
| Fund balance July 1, 2008   | <u>3,135,964</u>       | <u>3,135,964</u>    | <u>3,135,964</u>    | <u>-</u>            |
| Fund balance June 30, 2009  | <u>\$ 2,929,176</u>    | <u>\$ 3,605,964</u> | <u>\$ 3,333,964</u> | <u>\$ (404,788)</u> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 SALT LAKE CITY DONATION FUND  
 Year ended June 30, 2009

|                                       | Actual<br>(GAAP basis) | Budgeted Amounts    |                     | Variance            |
|---------------------------------------|------------------------|---------------------|---------------------|---------------------|
|                                       |                        | Original            | Final               |                     |
| <b>Revenues:</b>                      |                        |                     |                     |                     |
| Interest                              | \$ 65,064              | \$ -                | \$ -                | \$ 65,064           |
| Charges for services                  | 52                     | -                   | -                   | 52                  |
| Contributions                         | 198,791                | 100,000             | 136,020             | 62,771              |
| Miscellaneous                         | 70,042                 | -                   | -                   | 70,042              |
| <b>Total revenues</b>                 | <b>333,949</b>         | <b>100,000</b>      | <b>136,020</b>      | <b>197,929</b>      |
| <b>Expenditures:</b>                  |                        |                     |                     |                     |
| Public Services                       | 162,111                | 500,000             | 2,136,249           | 1,974,138           |
| <b>Total expenditures</b>             | <b>162,111</b>         | <b>500,000</b>      | <b>2,136,249</b>    | <b>1,974,138</b>    |
| Revenues over (under) expenditures    | 171,838                | (400,000)           | (2,000,229)         | 2,172,067           |
| <b>Other financing sources:</b>       |                        |                     |                     |                     |
| Transfers in                          | 20,635                 | -                   | -                   | (20,635)            |
| Transfers out                         | (493,374)              | -                   | (496,113)           | 2,739               |
| <b>Total other financing sources:</b> | <b>(472,739)</b>       | <b>-</b>            | <b>(496,113)</b>    | <b>(17,896)</b>     |
| Net change in fund balance            | (300,901)              | (400,000)           | (2,496,342)         | 2,189,963           |
| Fund balance July 1, 2008             | 1,986,194              | 1,986,194           | 1,986,194           | -                   |
| <b>Fund balance June 30, 2009</b>     | <b>\$ 1,685,293</b>    | <b>\$ 1,586,194</b> | <b>\$ (510,148)</b> | <b>\$ 2,189,963</b> |

SALT LAKE CITY CORPORATION  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 June 30, 2009

| <u>ASSETS</u>  | <u>Special<br/>Improvement</u> | <u>Other<br/>Improvement</u> | <u>Debt<br/>Service<br/>Total</u> |
|--|--------------------------------|------------------------------|-----------------------------------|
| Cash and cash equivalents                                  | \$ 908,213                     | \$ 809,967                   | \$ 1,718,180                      |
| Assessments, including \$242,722 of delinquent assessments | 1,527,049                      | -                            | 1,527,049                         |
| Other receivables  | 291,031                        | -                            | 291,031                           |
| Restricted assets:   |                                |                              |                                   |
| Cash and cash equivalents                                  | -                              | 23,633                       | 23,633                            |
| <br>Total assets   | <br><u>\$ 2,726,293</u>        | <br><u>\$ 833,600</u>        | <br><u>\$ 3,559,893</u>           |
| <br><u>LIABILITIES AND FUND BALANCES</u>                   |                                |                              |                                   |
| Liabilities:   |                                |                              |                                   |
| Accounts payable   | \$ -                           | \$ 11,684                    | \$ 11,684                         |
| Deferred revenue   | 1,818,081                      | -                            | 1,818,081                         |
| <br>Total liabilities                                      | <br><u>1,818,081</u>           | <br><u>11,684</u>            | <br><u>1,829,765</u>              |
| Fund balances:   |                                |                              |                                   |
| Reserved for restricted assets                             | -                              | 23,633                       | 23,633                            |
| Unreserved and undesignated                                | 908,212                        | 798,283                      | 1,706,495                         |
| <br>Total fund balances                                    | <br><u>908,212</u>             | <br><u>821,916</u>           | <br><u>1,730,128</u>              |
| <br>Total liabilities and fund balance                     | <br><u>\$ 2,726,293</u>        | <br><u>\$ 833,600</u>        | <br><u>\$ 3,559,893</u>           |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS  
 Year ended June 30, 2009

|                                    | <u>Special<br/>Improvement</u> | <u>Other<br/>Improvement</u> | <u>Debt<br/>Service<br/>Total</u> |
|------------------------------------|--------------------------------|------------------------------|-----------------------------------|
| Revenues:                          |                                |                              |                                   |
| Assessments                        | \$ 460,756                     | \$ -                         | \$ 460,756                        |
| Intergovernmental                  | -                              | 1,774,948                    | 1,774,948                         |
| Interest                           | 93,627                         | 66,806                       | 160,433                           |
| Miscellaneous                      | <u>778</u>                     | <u>-</u>                     | <u>778</u>                        |
| Total revenues                     | <u>555,161</u>                 | <u>1,841,754</u>             | <u>2,396,915</u>                  |
| <br>                               |                                |                              |                                   |
| Expenditures:                      |                                |                              |                                   |
| Management Services                | 11,335                         | 6,800                        | 18,135                            |
| Debt Service:                      |                                |                              |                                   |
| Principal                          | 429,000                        | 11,090,000                   | 11,519,000                        |
| Interest and other fiscal charges  | <u>98,732</u>                  | <u>6,486,566</u>             | <u>6,585,298</u>                  |
| Total expenditures                 | <u>539,067</u>                 | <u>17,583,366</u>            | <u>18,122,433</u>                 |
| Revenues over (under) expenditures | <u>16,094</u>                  | <u>(15,741,612)</u>          | <u>(15,725,518)</u>               |
| Other financing sources:           |                                |                              |                                   |
| Transfers in                       | <u>-</u>                       | <u>15,639,140</u>            | <u>15,639,140</u>                 |
| Total other financing sources:     | <u>-</u>                       | <u>15,639,140</u>            | <u>15,639,140</u>                 |
| <br>                               |                                |                              |                                   |
| Net change in fund balance         | 16,094                         | (102,472)                    | (86,378)                          |
| Fund balance July 1, 2008          | <u>892,118</u>                 | <u>924,388</u>               | <u>1,816,506</u>                  |
| Fund balance June 30, 2009         | <u>\$ 908,212</u>              | <u>\$ 821,916</u>            | <u>\$ 1,730,128</u>               |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 SPECIAL IMPROVEMENT FUND  
 Year ended June 30, 2009

|                                   | Actual<br>(GAAP basis) | Budgeted Amounts  |                   | Variance           |
|-----------------------------------|------------------------|-------------------|-------------------|--------------------|
|                                   |                        | Original          | Final             |                    |
| <b>Revenues:</b>                  |                        |                   |                   |                    |
| Assessments                       | \$ 460,756             | \$ 450,000        | \$ 534,098        | \$ (73,342)        |
| Interest                          | 93,627                 | 150,000           | 150,000           | (56,373)           |
| Miscellaneous                     | 778                    | -                 | -                 | 778                |
| <b>Total revenues</b>             | <b>555,161</b>         | <b>600,000</b>    | <b>684,098</b>    | <b>(128,937)</b>   |
| <b>Expenditures:</b>              |                        |                   |                   |                    |
| Management Services               | 11,335                 | 61,300            | 61,300            | 49,965             |
| Debt service:                     |                        |                   |                   |                    |
| Principal                         | 429,000                | 351,000           | 429,000           | -                  |
| Interest                          | 98,732                 | 92,389            | 98,487            | (245)              |
| <b>Total expenditures</b>         | <b>539,067</b>         | <b>504,689</b>    | <b>588,787</b>    | <b>49,720</b>      |
| Net change in fund balance        | 16,094                 | 95,311            | 95,311            | (79,217)           |
| Fund balance July 1, 2008         | 892,118                | 892,118           | 892,118           | -                  |
| <b>Fund balance June 30, 2009</b> | <b>\$ 908,212</b>      | <b>\$ 987,429</b> | <b>\$ 987,429</b> | <b>\$ (79,217)</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 OTHER IMPROVEMENT FUND  
 Year ended June 30, 2009

|                                | Actual<br>(GAAP basis) | Budgeted Amounts    |                     | Variance          |
|--------------------------------|------------------------|---------------------|---------------------|-------------------|
|                                |                        | Original            | Final               |                   |
| Revenues:                      |                        |                     |                     |                   |
| Intergovernmental              | \$ 1,774,948           | \$ 1,999,266        | \$ 1,999,266        | \$ (224,318)      |
| Interest                       | 66,806                 | -                   | -                   | 66,806            |
| Total revenues                 | <u>1,841,754</u>       | <u>1,999,266</u>    | <u>1,999,266</u>    | <u>(157,512)</u>  |
| Expenditures:                  |                        |                     |                     |                   |
| Management Services            | 6,800                  | 4,200               | 4,200               | (2,600)           |
| Debt service:                  |                        |                     |                     |                   |
| Principal                      | 11,090,000             | 11,090,000          | 11,090,000          | -                 |
| Interest                       | <u>6,486,566</u>       | <u>7,611,323</u>    | <u>6,797,239</u>    | <u>310,673</u>    |
| Total expenditures             | <u>17,583,366</u>      | <u>18,705,523</u>   | <u>17,891,439</u>   | <u>308,073</u>    |
| Revenues under expenditures    | <u>(15,741,612)</u>    | <u>(16,706,257)</u> | <u>(15,892,173)</u> | <u>150,561</u>    |
| Other financing sources:       |                        |                     |                     |                   |
| Transfers in                   | <u>15,639,140</u>      | <u>16,089,657</u>   | <u>15,275,573</u>   | <u>363,567</u>    |
| Total other financing sources: | <u>15,639,140</u>      | <u>16,089,657</u>   | <u>15,275,573</u>   | <u>363,567</u>    |
| Net change in fund balance     | (102,472)              | (616,600)           | (616,600)           | 514,128           |
| Fund balance July 1, 2008      | <u>924,388</u>         | <u>924,388</u>      | <u>924,388</u>      | <u>-</u>          |
| Fund balance June 30, 2009     | <u>\$ 821,916</u>      | <u>\$ 307,788</u>   | <u>\$ 307,788</u>   | <u>\$ 514,128</u> |

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**Major Governmental Funds  
– Budgetary Comparison Schedule**

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 CAPITAL PROJECTS FUND  
 Year ended June 30, 2009

|                                       | Actual<br>(GAAP basis) | Budgeted Amounts     |                        | Variance             |
|---------------------------------------|------------------------|----------------------|------------------------|----------------------|
|                                       |                        | Original<br>Budget   | Final<br>Budget        |                      |
| Revenues:                             |                        |                      |                        |                      |
| Permits                               | \$ 3,137,696           | \$ -                 | \$ -                   | \$ 3,137,696         |
| Assessments                           | 209,677                | -                    | -                      | 209,677              |
| Interest                              | 549,902                | -                    | 135,122                | 414,780              |
| Intergovernmental                     | 6,230,769              | 3,700,295            | 3,700,295              | 2,530,474            |
| Miscellaneous                         | 87,543                 | -                    | 2,000,000              | (1,912,457)          |
| Total revenues                        | <u>10,215,587</u>      | <u>3,700,295</u>     | <u>5,835,417</u>       | <u>4,380,170</u>     |
| Expenditures:                         |                        |                      |                        |                      |
| Capital improvements                  | <u>33,261,158</u>      | <u>11,012,013</u>    | <u>115,364,268</u>     | <u>82,103,110</u>    |
| Total expenditures                    | <u>33,261,158</u>      | <u>11,012,013</u>    | <u>115,364,268</u>     | <u>82,103,110</u>    |
| Revenues under expenditures           | <u>(23,045,571)</u>    | <u>(7,311,718)</u>   | <u>(109,528,851)</u>   | <u>86,483,280</u>    |
| Other financing sources (uses):       |                        |                      |                        |                      |
| Proceeds from bond issuance           | 49,627,015             | -                    | 39,160,000             | 10,467,015           |
| Proceeds from sale of property        | 1,813,836              | -                    | -                      | 1,813,836            |
| Transfers in                          | 20,810,993             | 23,182,686           | 20,608,813             | 202,180              |
| Transfers out                         | (17,329,945)           | (15,870,968)         | (17,525,775)           | 195,830              |
| Total other financing sources (uses): | <u>54,921,899</u>      | <u>7,311,718</u>     | <u>42,243,038</u>      | <u>12,678,861</u>    |
| Net Change in Fund Balance            | 31,876,328             | -                    | (67,285,813)           | 99,162,141           |
| Fund balance July 1, 2008             | <u>38,048,850</u>      | <u>38,048,850</u>    | <u>38,048,850</u>      | -                    |
| Fund balance June 30, 2009            | <u>\$ 69,925,178</u>   | <u>\$ 38,048,850</u> | <u>\$ (29,236,963)</u> | <u>\$ 99,162,141</u> |

## 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.

**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, 2009

| <u>ASSETS</u>   | <u>Intermodal<br/>Hub</u> |
|---|---------------------------|
| Current assets:   |                           |
| Cash and cash equivalents                                   |                           |
| Unrestricted  | \$ 179,840                |
| Receivables:  |                           |
| Accounts, less allowance for doubtful accounts of \$20,541  | -                         |
| Other   | -                         |
| Prepaid expenses  | -                         |
| Inventory of supplies                                       | -                         |
|   | -                         |
| Total current assets  | 179,840                   |
|   |                           |
| Noncurrent Assets:  |                           |
| Restricted cash and cash equivalents                        | -                         |
| Property and equipment, at cost:                            |                           |
| Land and water rights                                       | -                         |
| Buildings   | -                         |
| Improvements other than buildings                           | -                         |
| Machinery and equipment                                     | -                         |
| Construction in progress                                    | -                         |
| Accumulated depreciation                                    | -                         |
|   | -                         |
| Net property and equipment                                  | -                         |
| Bond issue costs, less accumulated amortization of \$24,780 | -                         |
| Investment in joint venture                                 | -                         |
|   | -                         |
| Total noncurrent assets                                     | -                         |
| Total assets  | \$ 179,840                |

| <u>Storm Water<br/>Utility</u> | <u>Refuse<br/>Collection</u> | <u>Golf</u>          | <u>Total</u>          |
|--------------------------------|------------------------------|----------------------|-----------------------|
| \$ 9,651,909                   | \$ 4,915,365                 | \$ 1,048,998         | \$ 15,796,112         |
| 492,384                        | 847,463                      | 1,082                | 1,340,929             |
| 840                            | -                            | -                    | 840                   |
| 8,815                          | -                            | -                    | 8,815                 |
| -                              | -                            | 393,717              | 393,717               |
| <u>10,153,948</u>              | <u>5,762,828</u>             | <u>1,443,797</u>     | <u>17,540,413</u>     |
| <u>1,068,157</u>               | <u>300,376</u>               | <u>-</u>             | <u>1,368,533</u>      |
| 1,386,319                      | -                            | 4,977,109            | 6,363,428             |
| 6,687,126                      | -                            | 4,245,598            | 10,932,724            |
| 110,728,899                    | -                            | 9,575,871            | 120,304,770           |
| 2,926,179                      | 12,395,670                   | 5,564,369            | 20,886,218            |
| 2,425,658                      | -                            | -                    | 2,425,658             |
| (33,866,906)                   | (5,513,953)                  | (8,697,874)          | (48,078,733)          |
| <u>90,287,275</u>              | <u>6,881,717</u>             | <u>15,665,073</u>    | <u>112,834,065</u>    |
| 66,716                         | -                            | -                    | 66,716                |
| -                              | 22,368,198                   | -                    | 22,368,198            |
| <u>91,422,148</u>              | <u>29,550,291</u>            | <u>15,665,073</u>    | <u>136,637,512</u>    |
| <u>\$ 101,576,096</u>          | <u>\$ 35,313,119</u>         | <u>\$ 17,108,870</u> | <u>\$ 154,177,925</u> |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF NET ASSETS - NONMAJOR PROPRIETARY FUNDS  
 June 30, 2009

| <u>LIABILITIES</u>  | <u>Intermodal<br/>Hub</u> |
|---|---------------------------|
| Current liabilities:  |                           |
| Accounts payable  | \$ -                      |
| Accrued liabilities   | -                         |
| Current portion of long-term compensated absences liability | -                         |
| Current portion of long-term debt:                          |                           |
| Payable from unrestricted assets                            | -                         |
| Payable from restricted assets                              | -                         |
| Deferred revenue  | -                         |
| Accrued interest, payable from restricted assets            | -                         |
| Current deposits and advance rentals                        | -                         |
|   | -                         |
| Total current liabilities                                   | -                         |
| Noncurrent liabilities:                                     |                           |
| Bonds, mortgages, and notes payable                         | -                         |
| Long-term compensated absences liability                    | -                         |
| Other post employment benefits                              | -                         |
|   | -                         |
| Total noncurrent liabilities                                | -                         |
| Total liabilities   | -                         |
| NET ASSETS  |                           |
| Invested in capital assets, net of related debt             | -                         |
| Restricted for debt service                                 | -                         |
| Unrestricted  | 179,840                   |
|   | 179,840                   |
| Total net assets  | 179,840                   |
| Total liabilities and net assets                            | \$ 179,840                |

| <u>Storm Water<br/>Utility</u> | <u>Refuse<br/>Collection</u> | <u>Golf</u>          | <u>Total</u>          |
|--------------------------------|------------------------------|----------------------|-----------------------|
| \$ 117,925                     | \$ 266,281                   | \$ 193,484           | \$ 577,690            |
| 19,609                         | 41,354                       | 49,317               | 110,280               |
| 12,320                         | 15,750                       | 178,504              | 206,574               |
| 161,546                        | 816,064                      | -                    | 977,610               |
| 125,254                        | -                            | -                    | 125,254               |
| 42,607                         | 50,415                       | -                    | 93,022                |
| 119,500                        | -                            | -                    | 119,500               |
| -                              | -                            | 463,304              | 463,304               |
| 598,761                        | 1,189,864                    | 884,609              | 2,673,234             |
| 6,317,856                      | 1,445,131                    | 1,698,918            | 9,461,905             |
| 56,037                         | 103,085                      | 389,581              | 548,703               |
| 78,000                         | 56,000                       | 182,000              | 316,000               |
| 6,451,893                      | 1,604,216                    | 2,270,499            | 10,326,608            |
| 7,050,654                      | 2,794,080                    | 3,155,108            | 12,999,842            |
| 83,749,335                     | 4,620,522                    | 13,966,155           | 102,336,012           |
| 1,068,157                      | -                            | -                    | 1,068,157             |
| 9,707,950                      | 27,898,517                   | (12,393)             | 37,773,914            |
| 94,525,442                     | 32,519,039                   | 13,953,762           | 141,178,083           |
| <u>\$ 101,576,096</u>          | <u>\$ 35,313,119</u>         | <u>\$ 17,108,870</u> | <u>\$ 154,177,925</u> |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
 NONMAJOR PROPRIETARY FUNDS  
 Year ended June 30, 2009

|  | Intermodal<br>Hub |
|--|-------------------|
| Operating revenue:   |                   |
| Sales and charges for services                                       | \$ -              |
| Rental and other   | -                 |
| Total operating revenue  | -                 |
| Operating expenses:  |                   |
| Personal services  | -                 |
| Operating and maintenance  | -                 |
| Charges and services   | -                 |
| Depreciation and amortization  | -                 |
| Total operating expenses   | -                 |
| Operating loss   | -                 |
| Nonoperating revenues (expenses):                                    |                   |
| Interest income  | -                 |
| Interest expense (net of amount<br>capitalized of \$144,301.)        | -                 |
| Equity in joint venture income                                       | -                 |
| Gain (loss) on disposition of property, equipment<br>and investments | -                 |
| Total nonoperating revenues (expenses)                               | -                 |
| Capital Contributions  |                   |
| Grants and other contributions                                       | -                 |
| Total Capital Contributions  | -                 |
| Income before transfers  | -                 |
| Transfers out  | (1,520,000)       |
| Net income (loss)  | (1,520,000)       |
| Net Assets July 1, 2008  | 1,699,840         |
| Net Assets June 30, 2009   | \$ 179,840        |



| Storm Water<br>Utility | Refuse<br>Collection | Golf                 | Total                 |
|------------------------|----------------------|----------------------|-----------------------|
| \$ 5,377,785           | \$ 7,835,773         | \$ 7,930,497         | \$ 21,144,055         |
| 55,455                 | 11,610               | 28,123               | 95,188                |
| <u>5,433,240</u>       | <u>7,847,383</u>     | <u>7,958,620</u>     | <u>21,239,243</u>     |
| 1,661,276              | 2,126,853            | 3,664,219            | 7,452,348             |
| 93,357                 | (56,331)             | 1,241,101            | 1,278,127             |
| 1,722,470              | 4,832,619            | 2,216,735            | 8,771,824             |
| <u>2,296,890</u>       | <u>1,140,766</u>     | <u>837,383</u>       | <u>4,275,039</u>      |
| <u>5,773,993</u>       | <u>8,043,907</u>     | <u>7,959,438</u>     | <u>21,777,338</u>     |
| <u>(340,753)</u>       | <u>(196,524)</u>     | <u>(818)</u>         | <u>(538,095)</u>      |
| 196,732                | 118,940              | 23,542               | 339,214               |
| (129,215)              | (72,549)             | (27,227)             | (228,991)             |
| -                      | 810,104              | -                    | 810,104               |
| <u>30,834</u>          | <u>23,766</u>        | <u>(304,256)</u>     | <u>(249,656)</u>      |
| <u>98,351</u>          | <u>880,261</u>       | <u>(307,941)</u>     | <u>670,671</u>        |
| 2,579,618              | -                    | -                    | 2,579,618             |
| <u>2,579,618</u>       | <u>-</u>             | <u>-</u>             | <u>2,579,618</u>      |
| 2,337,216              | 683,737              | (308,759)            | 2,712,194             |
| (176,723)              | (164,469)            | (11,496)             | (1,872,688)           |
| <u>2,160,493</u>       | <u>519,268</u>       | <u>(320,255)</u>     | <u>839,506</u>        |
| <u>92,364,949</u>      | <u>31,999,771</u>    | <u>14,274,017</u>    | <u>140,338,577</u>    |
| <u>\$ 94,525,442</u>   | <u>\$ 32,519,039</u> | <u>\$ 13,953,762</u> | <u>\$ 141,178,083</u> |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR PROPRIETARY FUNDS  
 Year ended June 30, 2009

|   | Intermodal<br>Hub |
|---|-------------------|
| Cash Flows from Operating Activities  |                   |
| Receipts from customers and users   | \$ -              |
| Payments to suppliers   | -                 |
| Payments to employees   | -                 |
| Net cash provided by operating activities   | -                 |
| Cash flows from noncapital and related financing activities:                              |                   |
| Transfers out   | (1,520,000)       |
| Net cash used in noncapital and related financing activities                              | (1,520,000)       |
| Cash flows from capital and related financing activities:                                 |                   |
| Proceeds from issuance of debt<br>(net of discount and issuance costs)                    | -                 |
| Proceeds from sale of equipment   | -                 |
| Contributions for aid in construction   | -                 |
| Payment on long-term obligations, net of capitalized interest                             | -                 |
| Payments for purchase and construction of fixed assets,<br>including capitalized interest | -                 |
| Net cash used in capital and related financing activities                                 | -                 |

| Storm Water<br>Utility | Refuse<br>Collection | Golf               | Total              |
|------------------------|----------------------|--------------------|--------------------|
| \$ 5,527,317           | \$ 7,886,935         | \$ 8,024,950       | \$ 21,439,202      |
| (2,034,591)            | (4,766,388)          | (3,454,230)        | (10,255,209)       |
| <u>(1,626,709)</u>     | <u>(2,079,717)</u>   | <u>(3,553,387)</u> | <u>(7,259,813)</u> |
| 1,866,017              | 1,040,830            | 1,017,333          | 3,924,180          |
| <u>(176,723)</u>       | <u>(164,469)</u>     | <u>(11,496)</u>    | <u>(1,872,688)</u> |
| <u>(176,723)</u>       | <u>(164,469)</u>     | <u>(11,496)</u>    | <u>(1,872,688)</u> |
| -                      | 870,061              | 1,213,728          | 2,083,789          |
| 46,227                 | 23,766               | 4,207              | 74,200             |
| 829,675                | -                    | -                  | 829,675            |
| (586,629)              | (946,417)            | (251,699)          | (1,784,745)        |
| <u>(2,588,876)</u>     | <u>(1,150,790)</u>   | <u>(1,612,668)</u> | <u>(5,352,334)</u> |
| <u>(2,299,603)</u>     | <u>(1,203,380)</u>   | <u>(646,432)</u>   | <u>(4,149,415)</u> |

-(continued)-

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR PROPRIETARY FUNDS  
 Year ended June 30, 2009  
 (continued)

|  | Intermodal<br>Hub |
|--|-------------------|
| Cash flows from investing activities:  |                   |
| Interest received on investments and loans   | \$ -              |
| Net cash provided by investing activities  | -                 |
| Net increase (decrease) in cash and cash equivalents   | (1,520,000)       |
| Cash and cash equivalents at beginning of year   | 1,699,840         |
| Cash and cash equivalents at end of year   | \$ 179,840        |
| Cash and cash equivalent components:   |                   |
| Unrestricted   | \$ 179,840        |
| Restricted   | -                 |
| Cash and cash equivalents at end of year   | \$ 179,840        |
| Cash flows from operating activities -   |                   |
| Operating loss   | \$ -              |
| Adjustments to reconcile operating loss to net cash provided<br>by (used in) operating activities: |                   |
| Depreciation and amortization  | -                 |
| Increase (decrease) due to changes in:   |                   |
| Accounts receivable  | -                 |
| Other current assets   | -                 |
| Accounts payable   | -                 |
| Accrued liabilities affecting operating activities   | -                 |
| Other liabilities  | -                 |
| Compensation liability   | -                 |
| Total adjustments  | -                 |
| Net cash provided by operating activities  | \$ -              |
| Noncash transactions affecting financial position:   |                   |
| Contributions of fixed assets from (to) other entities   | \$ -              |

| <u>Storm Water<br/>Utility</u> | <u>Refuse<br/>Collection</u> | <u>Golf</u>         | <u>Total</u>         |
|--------------------------------|------------------------------|---------------------|----------------------|
| \$ 196,732                     | \$ 118,940                   | \$ 23,542           | \$ 339,214           |
| 196,732                        | 118,940                      | 23,542              | 339,214              |
| (413,577)                      | (208,079)                    | 382,947             | (1,758,709)          |
| 11,133,643                     | 5,423,820                    | 666,051             | 18,923,354           |
| <u>\$ 10,720,066</u>           | <u>\$ 5,215,741</u>          | <u>\$ 1,048,998</u> | <u>\$ 17,164,645</u> |
| \$ 9,651,909                   | \$ 4,915,365                 | \$ 1,048,998        | \$ 15,796,112        |
| 1,068,157                      | 300,376                      | -                   | 1,368,533            |
| <u>\$ 10,720,066</u>           | <u>\$ 5,215,741</u>          | <u>\$ 1,048,998</u> | <u>\$ 17,164,645</u> |
| <u>\$ (340,753)</u>            | <u>\$ (196,524)</u>          | <u>\$ (818)</u>     | <u>\$ (538,095)</u>  |
| 2,296,890                      | 1,140,766                    | 837,383             | 4,275,039            |
| 86,249                         | 29,915                       | 74                  | 116,238              |
| (987)                          | -                            | 33,014              | 32,027               |
| (203,576)                      | 9,900                        | (29,408)            | (223,084)            |
| 28,194                         | (4,105)                      | 4,854               | 28,943               |
| -                              | 9,637                        | 66,256              | 75,893               |
| -                              | 51,241                       | 105,978             | 157,219              |
| <u>2,206,770</u>               | <u>1,237,354</u>             | <u>1,018,151</u>    | <u>4,462,275</u>     |
| <u>\$ 1,866,017</u>            | <u>\$ 1,040,830</u>          | <u>\$ 1,017,333</u> | <u>\$ 3,924,180</u>  |
| \$ 1,749,943                   | \$ -                         | \$ (717,231)        | \$ 1,032,712         |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 INTERMODAL HUB FUND  
 Year ended June 30, 2009

|                               | <u>Budgetary Basis</u>       |                                 |                              |                              |                          |
|-------------------------------|------------------------------|---------------------------------|------------------------------|------------------------------|--------------------------|
|                               | Actual on<br>GAAP<br>basis   | Actual on<br>budgetary<br>basis | <u>Budgeted Amounts</u>      |                              | Variance                 |
|                               |                              |                                 | <u>Original</u>              | <u>Final</u>                 |                          |
| Expenses and other uses:      |                              |                                 |                              |                              |                          |
| Transfers out                 | <u>1,520,000</u>             | <u>1,520,000</u>                | <u>1,582,634</u>             | <u>2,102,634</u>             | <u>582,634</u>           |
| Total expenses and other uses | <u>1,520,000</u>             | <u>1,520,000</u>                | <u>1,582,634</u>             | <u>2,102,634</u>             | <u>582,634</u>           |
| Change in net assets          | <u><u>\$ (1,520,000)</u></u> | <u><u>\$ (1,520,000)</u></u>    | <u><u>\$ (1,582,634)</u></u> | <u><u>\$ (2,102,634)</u></u> | <u><u>\$ 582,634</u></u> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 STORM WATER UTILITY FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                       |                       |                     |
|--|----------------------------|---------------------------------|-----------------------|-----------------------|---------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts      |                       | Variance            |
|  |                            |                                 | Original              | Final                 |                     |
| Revenues and other sources:  |                            |                                 |                       |                       |                     |
| Operating revenue - sales and charges<br>for current services      | \$ 5,433,240               | \$ 5,433,240                    | \$ 5,245,000          | \$ 5,245,000          | \$ 188,240          |
| Gain on sale of assets   | 30,834                     | -                               | -                     | -                     | -                   |
| Equipment disposition proceeds                                     | -                          | 46,227                          | 10,000                | 10,000                | 36,227              |
| Interest income  | 196,732                    | 196,732                         | 150,000               | 150,000               | 46,732              |
| Impact fees  | 600,846                    | 600,846                         | 200,000               | 200,000               | 400,846             |
| Contributions and nonoperating grants                              | 1,978,772                  | 228,829                         | 516,000               | 516,000               | (287,171)           |
| <b>Total revenues and other sources</b>                            | <b>8,240,424</b>           | <b>6,505,874</b>                | <b>6,121,000</b>      | <b>6,121,000</b>      | <b>384,874</b>      |
| Expenses and other uses:   |                            |                                 |                       |                       |                     |
| Personal services  | 1,633,082                  | 1,633,082                       | 1,725,139             | 1,725,139             | 92,057              |
| Accrued compensated absences<br>and other post employment benefits | 28,194                     | -                               | -                     | -                     | -                   |
| Operating and maintenance  | 93,807                     | 93,807                          | 111,700               | 111,700               | 17,893              |
| Charges and services   | 1,722,470                  | 1,722,470                       | 1,914,470             | 1,914,470             | 192,000             |
| Depreciation and amortization                                      | 2,296,890                  | -                               | -                     | -                     | -                   |
| Transfers out  | 176,273                    | 176,273                         | 176,792               | 176,792               | 519                 |
| <b>Expenses before debt service<br/>and capital outlay</b>         | <b>5,950,716</b>           | <b>3,625,632</b>                | <b>3,928,101</b>      | <b>3,928,101</b>      | <b>302,469</b>      |
| Debt service:  |                            |                                 |                       |                       |                     |
| Principal  | -                          | 272,400                         | 339,600               | 339,600               | 67,200              |
| Interest   | 273,516                    | 273,516                         | 260,400               | 260,400               | (13,116)            |
| Capitalized interest   | (144,301)                  | -                               | -                     | -                     | -                   |
| Capital outlay:  |                            |                                 |                       |                       |                     |
| Land   | -                          | 170,720                         | 250,000               | 250,000               | 79,280              |
| Buildings  | -                          | 593,878                         | 850,000               | 1,050,000             | 456,122             |
| Improvements other than buildings                                  | -                          | 1,242,733                       | 2,808,000             | 3,908,000             | 2,665,267           |
| Equipment  | -                          | 581,548                         | 628,000               | 628,000               | 46,452              |
| <b>Total expenses and other uses</b>                               | <b>6,079,931</b>           | <b>6,760,427</b>                | <b>9,064,101</b>      | <b>10,364,101</b>     | <b>3,603,674</b>    |
| <b>Change in net assets</b>  | <b>\$ 2,160,493</b>        | <b>\$ (254,553)</b>             | <b>\$ (2,943,101)</b> | <b>\$ (4,243,101)</b> | <b>\$ 3,988,548</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 REFUSE COLLECTION FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                     |                       |                   |
|--|----------------------------|---------------------------------|---------------------|-----------------------|-------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts    |                       | Variance          |
|  |                            |                                 | Original            | Final                 |                   |
| <b>Revenues and other sources:</b>                                 |                            |                                 |                     |                       |                   |
| Refuse collection fees   | \$ 7,835,773               | \$ 7,835,773                    | \$ 7,863,265        | \$ 7,863,265          | \$ (27,492)       |
| Fixed asset disposition proceeds                                   | -                          | 23,766                          | 96,500              | 96,500                | (72,734)          |
| Gain on fixed asset disposition                                    | 23,766                     | -                               | -                   | -                     | -                 |
| Rental and other   | 11,610                     | 11,610                          | -                   | -                     | 11,610            |
| Proceeds from debt   | -                          | 870,061                         | 1,404,000           | 1,404,000             | (533,939)         |
| Interest income  | 118,940                    | 118,940                         | 200,000             | 200,000               | (81,060)          |
| Equity in joint venture income                                     | 810,104                    | -                               | -                   | -                     | -                 |
| <b>Total revenues and other sources</b>                            | <b>8,800,193</b>           | <b>8,860,150</b>                | <b>9,563,765</b>    | <b>9,563,765</b>      | <b>(703,615)</b>  |
| <b>Expenses and other uses:</b>                                    |                            |                                 |                     |                       |                   |
| Personal services  | 2,087,681                  | 2,087,681                       | 2,235,195           | 2,235,195             | 147,514           |
| Accrued compensated absences<br>and other post employment benefits | 39,172                     | -                               | -                   | -                     | -                 |
| Operating and maintenance  | (56,331)                   | (56,331)                        | 69,791              | 69,841                | 126,172           |
| Charges and services   | 4,832,619                  | 4,832,619                       | 4,819,967           | 4,870,793             | 38,174            |
| Depreciation   | 1,140,766                  | -                               | -                   | -                     | -                 |
| Transfers out  | 164,469                    | 164,469                         | 270,450             | 165,450               | 981               |
| <b>Total expenses before debt service<br/>and capital outlay</b>   | <b>8,208,376</b>           | <b>7,028,438</b>                | <b>7,395,403</b>    | <b>7,341,279</b>      | <b>312,841</b>    |
| <b>Debt service:</b>   |                            |                                 |                     |                       |                   |
| Principal  | -                          | 873,868                         | 1,165,330           | 1,165,330             | 291,462           |
| Interest   | 72,549                     | 72,549                          | 96,766              | 96,766                | 24,217            |
| <b>Capital outlay - purchase of equipment</b>                      | <b>-</b>                   | <b>1,150,790</b>                | <b>1,836,906</b>    | <b>2,094,030</b>      | <b>943,240</b>    |
| <b>Total expenses and other uses</b>                               | <b>8,280,925</b>           | <b>9,125,645</b>                | <b>10,494,405</b>   | <b>10,697,405</b>     | <b>1,571,760</b>  |
| <b>Change in net assets</b>  | <b>\$ 519,268</b>          | <b>\$ (265,495)</b>             | <b>\$ (930,640)</b> | <b>\$ (1,133,640)</b> | <b>\$ 868,145</b> |



SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 GOLF FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                   |                       |                   |
|--|----------------------------|---------------------------------|-------------------|-----------------------|-------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Original          | Final                 | Variance          |
| <b>Revenues and other sources:</b>                                 |                            |                                 |                   |                       |                   |
| Admissions and fees  | \$ 5,088,322               | \$ 5,088,322                    | \$ 5,442,450      | \$ 5,442,450          | \$ (354,128)      |
| Equipment and facility rental                                      | 1,985,502                  | 1,985,502                       | 2,139,228         | 2,139,228             | (153,726)         |
| Retail sales and concessions                                       | 884,645                    | 884,645                         | 1,022,200         | 1,022,200             | (137,555)         |
| Interest income  | 23,542                     | 23,542                          | 46,000            | 46,000                | (22,458)          |
| Loss on sale of assets   | (304,256)                  | -                               | -                 | -                     | -                 |
| Fixed asset disposition proceeds                                   | -                          | 4,207                           | -                 | -                     | 4,207             |
| Other revenue  | 151                        | 151                             | -                 | -                     | 151               |
| <b>Total revenues and other sources</b>                            | <b>7,677,906</b>           | <b>7,986,369</b>                | <b>8,649,878</b>  | <b>8,649,878</b>      | <b>(663,509)</b>  |
| <b>Expenses and other uses:</b>                                    |                            |                                 |                   |                       |                   |
| Personal services  | 3,564,215                  | 3,564,215                       | 3,786,165         | 3,786,165             | 221,950           |
| Accrued compensated absences<br>and other post employment benefits | 100,004                    | -                               | -                 | -                     | -                 |
| Operating and maintenance  | 1,241,101                  | 1,241,101                       | 1,319,675         | 1,319,675             | 78,574            |
| Charges and services   | 2,216,735                  | 2,216,735                       | 2,814,589         | 2,815,069             | 598,334           |
| Depreciation   | 837,383                    | -                               | -                 | -                     | -                 |
| Transfers out  | 11,496                     | 11,496                          | 12,867            | 12,867                | 1,371             |
| <b>Total expenses before debt service<br/>and capital outlay</b>   | <b>7,970,934</b>           | <b>7,033,547</b>                | <b>7,933,296</b>  | <b>7,933,776</b>      | <b>900,229</b>    |
| <b>Debt Service:</b>   |                            |                                 |                   |                       |                   |
| Principal  | -                          | 224,472                         | 225,000           | 225,000               | 528               |
| Interest   | 27,227                     | 27,227                          | 25,000            | 25,000                | (2,227)           |
| <b>Capital outlay-purchase of equipment</b>                        | <b>-</b>                   | <b>1,612,668</b>                | <b>275,000</b>    | <b>1,488,728</b>      | <b>(123,940)</b>  |
| <b>Total expenses and other uses</b>                               | <b>7,998,161</b>           | <b>8,897,914</b>                | <b>8,458,296</b>  | <b>9,672,504</b>      | <b>774,590</b>    |
| <b>Change in net assets</b>  | <b>\$ (320,255)</b>        | <b>\$ (911,545)</b>             | <b>\$ 191,582</b> | <b>\$ (1,022,626)</b> | <b>\$ 111,081</b> |

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Major Enterprise Funds  
– Budgetary Comparison Schedules

SALT LAKE CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
WATER UTILITY FUND  
Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                        |                        |                      |
|--|----------------------------|---------------------------------|------------------------|------------------------|----------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts       |                        | Variance             |
|  |                            |                                 | Original               | Final                  |                      |
| Revenues and other sources:  |                            |                                 |                        |                        |                      |
| Operating revenue - sales and charges                              |                            |                                 |                        |                        |                      |
| for current services   | \$ 57,244,555              | \$ 57,244,555                   | \$ 52,540,000          | \$ 52,540,000          | \$ 4,704,555         |
| Equipment disposition proceeds                                     | -                          | 107,000                         | 50,000                 | 50,000                 | 57,000               |
| Gain on sale of assets   | 129,374                    | -                               | -                      | -                      | -                    |
| Interest income  | 723,551                    | 723,551                         | 450,000                | 450,000                | 273,551              |
| Contributions and nonoperating grants                              | 5,442,318                  | 1,021,826                       | 905,000                | 905,000                | 116,826              |
| Impact fees  | 1,510,412                  | 1,510,412                       | 500,000                | 500,000                | 1,010,412            |
| Total revenues and other sources                                   | <u>65,050,210</u>          | <u>60,607,344</u>               | <u>54,445,000</u>      | <u>54,445,000</u>      | <u>6,162,344</u>     |
| Expenses and other uses:   |                            |                                 |                        |                        |                      |
| Personal services  | 15,853,590                 | 15,853,590                      | 16,321,254             | 16,321,254             | 467,664              |
| Accrued compensated absences<br>and other post employment benefits | 531,120                    | -                               | -                      | -                      | -                    |
| Operating and maintenance  | 2,709,435                  | 2,709,435                       | 2,323,370              | 2,323,370              | (386,065)            |
| Charges and services   | 23,316,564                 | 23,316,564                      | 23,843,464             | 23,850,764             | 534,200              |
| Depreciation and amortization                                      | 6,588,078                  | -                               | -                      | -                      | -                    |
| Transfers out  | 65,109                     | 65,109                          | 30,000                 | 66,000                 | 891                  |
| Expenses before debt service<br>and capital outlay                 | 49,063,896                 | 41,944,698                      | 42,518,088             | 42,561,388             | 616,690              |
| Debt service:  |                            |                                 |                        |                        |                      |
| Principal  | -                          | 1,685,000                       | 1,825,000              | 1,825,000              | 140,000              |
| Interest   | 984,742                    | 984,742                         | 1,755,000              | 1,755,000              | 770,258              |
| Capitalized interest   | (264,529)                  | -                               | -                      | -                      | -                    |
| Capital outlay:  |                            |                                 |                        |                        |                      |
| Land and water rights  | -                          | 1,752,010                       | 2,930,000              | 2,930,000              | 1,177,990            |
| Buildings  | -                          | 732,054                         | 3,397,000              | 3,397,000              | 2,664,946            |
| Improvements other than buildings                                  | -                          | 11,638,017                      | 16,789,900             | 16,789,900             | 5,151,883            |
| Equipment  | -                          | 2,282,772                       | 3,396,400              | 3,396,400              | 1,113,628            |
| Total expenses and other uses                                      | <u>49,784,109</u>          | <u>61,019,293</u>               | <u>72,611,388</u>      | <u>72,654,688</u>      | <u>11,635,395</u>    |
| Change in net assets   | <u>\$ 15,266,101</u>       | <u>\$ (411,949)</u>             | <u>\$ (18,166,388)</u> | <u>\$ (18,209,688)</u> | <u>\$ 17,797,739</u> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 DEPARTMENT OF AIRPORTS  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                     |                      |                      |
|--|----------------------------|---------------------------------|---------------------|----------------------|----------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts    |                      | Variance             |
|  |                            |                                 | Original            | Final                |                      |
| <b>Revenues and other sources:</b>                                 |                            |                                 |                     |                      |                      |
| Airfields  | \$ 17,576,572              | \$ 17,576,572                   | \$ 20,611,800       | \$ 20,160,400        | \$ (2,583,828)       |
| Terminals  | 38,715,525                 | 38,715,525                      | 43,622,800          | 42,832,700           | (4,117,175)          |
| Landside   | 40,705,508                 | 40,705,508                      | 45,374,600          | 45,374,600           | (4,669,092)          |
| Auxiliary airports   | 647,640                    | 647,640                         | 670,000             | 670,000              | (22,360)             |
| General aviation   | 1,767,020                  | 1,767,020                       | 1,773,500           | 1,773,500            | (6,480)              |
| Support areas  | 6,758,534                  | 6,758,534                       | 6,627,600           | 6,627,600            | 130,934              |
| Other revenue  | 2,069,866                  | 2,069,866                       | 1,828,000           | 1,828,000            | 241,866              |
| Equipment disposition proceeds                                     | -                          | 197,759                         | -                   | -                    | 197,759              |
| Interest income  | 3,664,984                  | 3,664,984                       | 5,500,000           | 5,500,000            | (1,835,016)          |
| Passenger facility charges   | 36,322,763                 | 36,322,763                      | 118,947,500         | 118,947,500          | (82,624,737)         |
| Contributions for aid in construction                              | 9,424,739                  | 9,424,739                       | 65,953,000          | 65,953,000           | (56,528,261)         |
| <b>Total revenues and other sources</b>                            | <b>157,653,151</b>         | <b>157,850,910</b>              | <b>310,908,800</b>  | <b>309,667,300</b>   | <b>(151,816,390)</b> |
| <b>Expenses and other uses:</b>                                    |                            |                                 |                     |                      |                      |
| Personal services  | 42,570,420                 | 42,570,420                      | 44,561,400          | 44,561,400           | 1,990,980            |
| Accrued compensated absences<br>and other post employment benefits | 291,631                    | -                               | -                   | -                    | -                    |
| Capitalized personal services                                      | (1,793,956)                | -                               | -                   | -                    | -                    |
| Operating and maintenance  | 8,404,822                  | 8,404,822                       | 8,658,100           | 8,679,600            | 274,778              |
| Charges and services   | 31,080,106                 | 31,080,106                      | 33,556,800          | 33,893,647           | 2,813,541            |
| Depreciation and amortization                                      | 49,234,710                 | -                               | -                   | -                    | -                    |
| Loss on capital asset disposition                                  | 129,458                    | -                               | -                   | -                    | -                    |
| Transfers out  | 48,549                     | 48,549                          | 350,000             | 350,000              | 301,451              |
| <b>Total expenses before<br/>capital outlay</b>                    | <b>129,965,740</b>         | <b>82,103,897</b>               | <b>87,126,300</b>   | <b>87,484,647</b>    | <b>5,380,750</b>     |
| <b>Capital outlay</b>  |                            |                                 |                     |                      |                      |
| Land   | -                          | 8,701,978                       | 9,500,000           | 19,500,000           | 10,798,022           |
| Equipment  | -                          | 11,711,305                      | 13,477,800          | 14,363,893           | 2,652,588            |
| Construction, including multi-<br>year projects                    | -                          | 28,516,396                      | 196,264,200         | 173,355,460          | 144,839,064          |
| <b>Total expenses and other uses</b>                               | <b>129,965,740</b>         | <b>131,033,576</b>              | <b>306,368,300</b>  | <b>294,704,000</b>   | <b>163,670,424</b>   |
| <b>Change in net assets</b>  | <b>\$ 27,687,411</b>       | <b>\$ 26,817,334</b>            | <b>\$ 4,540,500</b> | <b>\$ 14,963,300</b> | <b>\$ 11,854,034</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 SEWER UTILITY FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                       |                       |                      |
|--|----------------------------|---------------------------------|-----------------------|-----------------------|----------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts      |                       | Variance             |
|  |                            |                                 | Original              | Final                 |                      |
| <b>Revenues and other sources:</b>                                 |                            |                                 |                       |                       |                      |
| Operating revenue - sales and charges<br>for current services      | \$ 17,486,574              | \$ 17,486,574                   | \$ 16,742,000         | \$ 16,742,000         | \$ 744,574           |
| Equipment disposition proceeds                                     | -                          | 39,539                          | 10,000                | 10,000                | 29,539               |
| Gain on sale of assets   | 7,777                      | -                               | -                     | -                     | -                    |
| Interest income  | 741,524                    | 741,524                         | 400,000               | 400,000               | 341,524              |
| Impact fees  | 668,758                    | 668,758                         | 350,000               | 350,000               | 318,758              |
| Contributions and non-operating grants                             | 1,381,645                  | 123,745                         | 500,000               | 500,000               | (376,255)            |
| <b>Total revenues and other sources</b>                            | <b>20,286,278</b>          | <b>19,060,140</b>               | <b>18,002,000</b>     | <b>18,002,000</b>     | <b>1,058,140</b>     |
| <b>Expenses and other uses:</b>                                    |                            |                                 |                       |                       |                      |
| Personal services  | 5,915,241                  | 5,915,241                       | 6,849,872             | 6,849,872             | 934,631              |
| Accrued compensated absences<br>and other post employment benefits | 140,657                    | -                               | -                     | -                     | -                    |
| Operating and maintenance  | 969,833                    | 969,833                         | 1,306,010             | 1,306,010             | 336,177              |
| Charges and services   | 2,803,059                  | 2,803,059                       | 3,336,470             | 3,336,470             | 533,411              |
| Depreciation and amortization                                      | 3,868,158                  | -                               | -                     | -                     | -                    |
| Transfers out  | 21,406                     | 21,406                          | 22,500                | 22,500                | 1,094                |
| <b>Expenses before debt service<br/>and capital outlay</b>         | <b>13,718,354</b>          | <b>9,709,539</b>                | <b>11,514,852</b>     | <b>11,514,852</b>     | <b>1,805,313</b>     |
| <b>Debt service:</b>   |                            |                                 |                       |                       |                      |
| Principal  | -                          | 862,600                         | 825,000               | 825,000               | (37,600)             |
| Interest   | 884,356                    | 884,356                         | 1,110,000             | 1,110,000             | 225,644              |
| Capitalized interest   | (977,088)                  | -                               | -                     | -                     | -                    |
| <b>Capital outlay:</b>   |                            |                                 |                       |                       |                      |
| Buildings  | -                          | 1,217,959                       | 4,180,000             | 4,180,000             | 2,962,041            |
| Improvements other than buildings                                  | -                          | 1,909,215                       | 4,482,000             | 4,482,000             | 2,572,785            |
| Equipment  | -                          | 725,563                         | 2,447,000             | 2,447,000             | 1,721,437            |
| <b>Total expenses and other uses</b>                               | <b>13,625,622</b>          | <b>15,309,232</b>               | <b>24,558,852</b>     | <b>24,558,852</b>     | <b>9,249,620</b>     |
| <b>Change in net assets</b>  | <b>\$ 6,660,656</b>        | <b>\$ 3,750,908</b>             | <b>\$ (6,556,852)</b> | <b>\$ (6,556,852)</b> | <b>\$ 10,307,760</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 HOUSING FUND  
 Year ended June 30, 2009

|   | Budgetary Basis            |                                 |                       |                        |                      |
|---|----------------------------|---------------------------------|-----------------------|------------------------|----------------------|
|   | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts      |                        | Variance             |
|   |                            |                                 | Original              | Final                  |                      |
| <b>Revenues and other sources:</b>                            |                            |                                 |                       |                        |                      |
| Operating revenue - sales and charges<br>for current services | \$ 1,257,012               | \$ 1,257,012                    | \$ -                  | \$ -                   | \$ 1,257,012         |
| Equipment disposition proceeds                                | -                          | -                               | 450,000               | 450,000                | (450,000)            |
| Interest income   | 1,446,913                  | 1,446,913                       | 1,282,600             | 1,282,600              | 164,313              |
| Contributions and non-operating grants                        | 60,916                     | 1,929,222                       | 875,523               | 1,124,381              | 804,841              |
| Transfers In  | 1,813,711                  | 1,813,711                       | 38,514                | 1,639,602              | 174,109              |
| <b>Total revenues and other sources</b>                       | <b>4,578,552</b>           | <b>6,446,858</b>                | <b>2,646,637</b>      | <b>4,496,583</b>       | <b>1,950,275</b>     |
| <b>Expenses and other uses:</b>                               |                            |                                 |                       |                        |                      |
| Charges and services  | 1,649,777                  | 1,649,777                       | 10,282,837            | 12,270,407             | 10,620,630           |
| Transfers out   | 2,108,090                  | 2,108,090                       | -                     | 2,111,088              | 2,998                |
| <b>Expenses before debt service<br/>and capital outlay</b>    | <b>3,757,867</b>           | <b>3,757,867</b>                | <b>10,282,837</b>     | <b>14,381,495</b>      | <b>10,623,628</b>    |
| <b>Debt service:</b>  |                            |                                 |                       |                        |                      |
| Principal   | -                          | 858,827                         | -                     | -                      | (858,827)            |
| Interest  | 807,608                    | 807,608                         | 730,800               | 730,800                | (76,808)             |
| <b>Total expenses and other uses</b>                          | <b>4,565,475</b>           | <b>5,424,302</b>                | <b>11,013,637</b>     | <b>15,112,295</b>      | <b>9,687,993</b>     |
| <b>Change in net assets</b>                                   | <b>\$ 13,077</b>           | <b>\$ 1,022,556</b>             | <b>\$ (8,367,000)</b> | <b>\$ (10,615,712)</b> | <b>\$ 11,638,268</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 REDEVELOPMENT AGENCY FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                        |                        |                      |
|--|----------------------------|---------------------------------|------------------------|------------------------|----------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts       |                        | Variance             |
|  |                            |                                 | Original               | Final                  |                      |
| Revenues and other sources:  |                            |                                 |                        |                        |                      |
| Operating income - rental and other                                | \$ 2,224,027               | \$ 2,224,027                    | \$ 1,589,474           | \$ 1,479,474           | \$ 744,553           |
| Property taxes   | 23,740,056                 | 23,740,056                      | 33,550,000             | 23,689,054             | 51,002               |
| Interest income  | 1,734,525                  | 1,734,525                       | 1,029,250              | 1,789,000              | (54,475)             |
| Gain (loss) on property disposition                                | (626,213)                  | -                               | -                      | -                      | -                    |
| Property disposition proceeds                                      | -                          | 1,139,022                       | -                      | 439,022                | 700,000              |
| Principal received on loans  | -                          | 11,146,701                      | 2,000,000              | 7,020,000              | 4,126,701            |
|  | <u>27,072,395</u>          | <u>39,984,331</u>               | <u>38,168,724</u>      | <u>34,416,550</u>      | <u>5,567,781</u>     |
| Total revenues and other sources                                   |                            |                                 |                        |                        |                      |
| Expenses and other uses:   |                            |                                 |                        |                        |                      |
| Personal services  | 750,423                    | 750,423                         | 781,070                | 781,070                | 30,647               |
| Accrued compensated absences<br>and other post employment benefits | 20,936                     | -                               | -                      | -                      | -                    |
| Operating and maintenance  | 3,634,769                  | 3,634,769                       | 9,766,687              | 10,825,976             | 7,191,207            |
| Charges and services   | 10,238,062                 | 10,238,062                      | 31,095,916             | 22,536,779             | 12,298,717           |
| Property tax refund  | 69,852                     | 69,852                          | 210,610                | 69,852                 | -                    |
| Loans made to residents and<br>businesses                          | -                          | 5,691,319                       | 6,677,112              | 6,677,112              | 985,793              |
| Depreciation and amortization                                      | 1,933,751                  | -                               | -                      | -                      | -                    |
| Transfers Out  | 4,734                      | 4,734                           | 4,734                  | 4,734                  | -                    |
|  | <u>16,652,527</u>          | <u>20,389,159</u>               | <u>48,536,129</u>      | <u>40,895,523</u>      | <u>20,506,364</u>    |
| Total expenses before debt service                                 |                            |                                 |                        |                        |                      |
| Debt service:  |                            |                                 |                        |                        |                      |
| Principal  | -                          | 9,349,776                       | 9,349,776              | 9,349,776              | -                    |
| Interest and fiscal charges  | 5,952,764                  | 6,206,150                       | 6,419,269              | 6,419,269              | 213,119              |
| Accrued interest on capital appreciation<br>bonds                  | (2,562,344)                | -                               | -                      | -                      | -                    |
| Capital outlay-  |                            |                                 |                        |                        |                      |
| Other improvements   | -                          | 265,020                         | 6,240,636              | 6,240,636              | 5,975,616            |
| Land purchases   | -                          | 17,850,313                      | 18,029,424             | 22,135,391             | 4,285,078            |
|  | <u>20,042,947</u>          | <u>54,060,418</u>               | <u>88,575,234</u>      | <u>85,040,595</u>      | <u>30,980,177</u>    |
| Total expenses and other uses                                      |                            |                                 |                        |                        |                      |
| Change in net assets   | <u>\$ 7,029,448</u>        | <u>\$ (14,076,087)</u>          | <u>\$ (50,406,510)</u> | <u>\$ (50,624,045)</u> | <u>\$ 36,547,958</u> |



## **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.

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF NET ASSETS - INTERNAL SERVICE FUNDS  
 June 30, 2009

| <u>ASSETS</u>                                     | <u>Fleet<br/>Management</u> | <u>Information<br/>Management<br/>Services</u> |
|---|-----------------------------|--|
| Current assets:                                   |                             |  |
| Cash and cash equivalents                         | \$ 2,056,073                | \$ 1,234,035                                   |
| Other assets                                      |                             |  |
| Inventories of supplies, at cost                  | 658,431                     | -  |
| Total current assets                              | 2,714,504                   | 1,234,035                                      |
| Restricted assets - cash and cash equivalents     | 430,393                     | -  |
| Property and equipment, at cost:                  |                             |  |
| Land  | -                           | -  |
| Buildings   | 5,302                       | 60,411   |
| Machinery and equipment                           | 49,506,808                  | 5,887,069                                      |
| Work in progress                                  | 948,510                     | 38,585   |
| Accumulated depreciation and amortization         | (28,459,394)                | (4,836,111)                                    |
| Net property and equipment                        | 22,001,226                  | 1,149,954                                      |
| Total assets                                      | \$ 25,146,123               | \$ 2,383,989                                   |
| <br><u>LIABILITIES AND NET ASSETS</u>             |                             |  |
| Current liabilities:                              |                             |  |
| Accounts payable                                  | \$ 420,871                  | \$ 129,267                                     |
| Accrued liabilities                               | 67,774                      | 46,647   |
| Deferred revenue                                  | -                           | 33,756   |
| Current portion of estimated claims payable       | -                           | -  |
| Current portion of long-term compensated absences | 32,039                      | 139,717  |
| Current portion of long-term debt                 | 2,715,859                   | -  |
| Total current liabilities                         | 3,236,543                   | 349,387  |
| Long-term liabilities:                            |                             |  |
| Notes payable                                     | 1,909,982                   | -  |
| Notes payable from restricted assets              | 430,393                     | -  |
| Estimated claims liability                        | -                           | -  |
| Compensated absences                              | 306,126                     | 745,553  |
| Other post employment benefits                    | 145,000                     | 185,000  |
| Total long-term liabilities                       | 2,791,501                   | 930,553  |
| Total liabilities                                 | 6,028,044                   | 1,279,940                                      |
| Net Assets:                                       |                             |  |
| Invested in capital assets                        | 16,944,992                  | 1,149,954                                      |
| Unrestricted (deficit)                            | 2,173,087                   | (45,905)                                       |
| Total net assets                                  | 19,118,079                  | 1,104,049                                      |
| Total liabilities and net assets                  | \$ 25,146,123               | \$ 2,383,989                                   |

| <u>Risk Management</u> | <u>Governmental Immunity</u> | <u>Municipal Building Authority</u> | <u>Total</u>         |
|------------------------|------------------------------|-------------------------------------|----------------------|
| \$ 8,076,154           | \$ 4,981,843                 | \$ 3,647,441                        | \$ 19,995,546        |
| -                      | -                            | -                                   | 658,431              |
| <u>8,076,154</u>       | <u>4,981,843</u>             | <u>3,647,441</u>                    | <u>20,653,977</u>    |
| -                      | -                            | -                                   | 430,393              |
| 62,741                 | -                            | -                                   | 62,741               |
| 127,384                | -                            | -                                   | 193,097              |
| 22,467                 | -                            | -                                   | 55,416,344           |
| -                      | -                            | -                                   | 987,095              |
| <u>(59,141)</u>        | <u>-</u>                     | <u>-</u>                            | <u>(33,354,646)</u>  |
| <u>153,451</u>         | <u>-</u>                     | <u>-</u>                            | <u>23,304,631</u>    |
| <u>\$ 8,229,605</u>    | <u>\$ 4,981,843</u>          | <u>\$ 3,647,441</u>                 | <u>\$ 44,389,001</u> |
| \$ 84,407              | \$ 20,539                    | \$ -                                | \$ 655,084           |
| 15,604                 | 5                            | -                                   | 130,030              |
| 558,902                | -                            | -                                   | 592,658              |
| 2,576,403              | 685,000                      | -                                   | 3,261,403            |
| 4,156                  | -                            | -                                   | 175,912              |
| -                      | -                            | -                                   | 2,715,859            |
| <u>3,239,472</u>       | <u>705,544</u>               | <u>-</u>                            | <u>7,530,946</u>     |
| -                      | -                            | -                                   | 1,909,982            |
| -                      | -                            | -                                   | 430,393              |
| 3,332,322              | 1,130,000                    | -                                   | 4,462,322            |
| 40,958                 | -                            | -                                   | 1,092,637            |
| -                      | -                            | -                                   | 330,000              |
| <u>3,373,280</u>       | <u>1,130,000</u>             | <u>-</u>                            | <u>8,225,334</u>     |
| <u>6,612,752</u>       | <u>1,835,544</u>             | <u>-</u>                            | <u>15,756,280</u>    |
| 153,451                | -                            | -                                   | 18,248,397           |
| <u>1,463,402</u>       | <u>3,146,299</u>             | <u>3,647,441</u>                    | <u>10,384,324</u>    |
| <u>1,616,853</u>       | <u>3,146,299</u>             | <u>3,647,441</u>                    | <u>28,632,721</u>    |
| <u>\$ 8,229,605</u>    | <u>\$ 4,981,843</u>          | <u>\$ 3,647,441</u>                 | <u>\$ 44,389,001</u> |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
 INTERNAL SERVICE FUNDS  
 Year ended June 30, 2009

|   | <u>Fleet<br/>Management</u> | <u>Information<br/>Management<br/>Services</u> |
|---|-----------------------------|--|
| Operating revenue - charges for services          | <u>\$ 8,841,655</u>         | <u>\$ 8,078,561</u>                            |
| Operating expenses:                               |                             |  |
| Personal services                                 | 3,387,426                   | 5,936,131                                      |
| Operating and maintenance                         | 5,110,178                   | 177,190  |
| Charges and services including change in reserves | 876,018                     | 1,864,623                                      |
| Depreciation and amortization                     | <u>4,117,606</u>            | <u>621,127</u>                                 |
| Total operating expenses                          | <u>13,491,228</u>           | <u>8,599,071</u>                               |
| Operating loss                                    | <u>(4,649,573)</u>          | <u>(520,510)</u>                               |
| Nonoperating revenues (expenses):                 |                             |  |
| Interest income                                   | 1,183                       | 91,400   |
| Interest expense                                  | (193,256)                   | -  |
| Gain (loss) on property and equipment disposition | <u>149,994</u>              | <u>(5,251)</u>                                 |
| Total nonoperating revenues (expenses)            | <u>(42,079)</u>             | <u>86,149</u>                                  |
| Income (loss) before operating transfers          | (4,691,652)                 | (434,361)                                      |
| Transfers in                                      | 4,973,618                   | 223,579  |
| Transfers out                                     | <u>(19,214)</u>             | <u>-</u>                                       |
| Change in net assets                              | 262,752                     | (210,782)                                      |
| Net Assets July 1, 2008                           | <u>18,855,327</u>           | <u>1,314,831</u>                               |
| Net Assets June 30, 2009                          | <u>\$ 19,118,079</u>        | <u>\$ 1,104,049</u>                            |

| <u>Risk Management</u> | <u>Governmental Immunity</u> | <u>Municipal Building Authority</u> | <u>Total</u>         |
|------------------------|------------------------------|-------------------------------------|----------------------|
| \$ 35,127,446          | \$ 311,735                   | \$ -                                | \$ 52,359,397        |
| 812,965                | -                            | -                                   | 10,136,522           |
| 8,961                  | 203,317                      | -                                   | 5,499,646            |
| 34,787,842             | 1,127,671                    | -                                   | 38,656,154           |
| 4,424                  | -                            | -                                   | 4,743,157            |
| <u>35,614,192</u>      | <u>1,330,988</u>             | <u>-</u>                            | <u>59,035,479</u>    |
| <u>(486,746)</u>       | <u>(1,019,253)</u>           | <u>-</u>                            | <u>(6,676,082)</u>   |
| 23,112                 | 120,202                      | 202,304                             | 438,201              |
| -                      | -                            | -                                   | (193,256)            |
| <u>-</u>               | <u>-</u>                     | <u>-</u>                            | <u>144,743</u>       |
| <u>23,112</u>          | <u>120,202</u>               | <u>202,304</u>                      | <u>389,688</u>       |
| <u>(463,634)</u>       | <u>(899,051)</u>             | <u>202,304</u>                      | <u>(6,286,394)</u>   |
| 48,926                 | 850,000                      | -                                   | 6,096,123            |
| <u>(127,089)</u>       | <u>-</u>                     | <u>-</u>                            | <u>(146,303)</u>     |
| <u>(541,797)</u>       | <u>(49,051)</u>              | <u>202,304</u>                      | <u>(336,574)</u>     |
| <u>2,158,650</u>       | <u>3,195,350</u>             | <u>3,445,137</u>                    | <u>28,969,295</u>    |
| <u>\$ 1,616,853</u>    | <u>\$ 3,146,299</u>          | <u>\$ 3,647,441</u>                 | <u>\$ 28,632,721</u> |

SALT LAKE CITY CORPORATION  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 Year ended June 30, 2009

|  | Fleet<br>Management | Information<br>Management<br>Services |
|--|---------------------|---------------------------------------|
| Increase (decrease) in cash and cash equivalents:  |                     |                                       |
| Cash flows from operating activities -   |                     |                                       |
| Receipts from customers and users  | \$ 8,841,655        | \$ 8,041,865                          |
| Payments to suppliers  | (5,743,887)         | (1,937,619)                           |
| Payments to employees  | (3,349,852)         | (5,820,734)                           |
| Net cash provided by (used in) operating activities  | (252,084)           | 283,512                               |
| Cash flows from noncapital financing activities:   |                     |                                       |
| Transfers in   | 4,973,618           | 223,577                               |
| Transfers out  | (19,214)            | -                                     |
| Net cash provided by (used in) noncapital financing activities   | 4,954,404           | 223,577                               |
| Cash flows from capital and related financing activities:  |                     |                                       |
| Proceeds from issuance of debt net of discount and issuance costs  | 1,556,223           | -                                     |
| Proceeds from sale of equipment  | 542,990             | 21,632                                |
| Payments on long-term obligations  | (2,795,836)         | -                                     |
| Payments for purchase of fixed assets  | (5,379,927)         | (451,398)                             |
| Net cash used in capital financing activities  | (6,076,550)         | (429,766)                             |
| Cash flows from investing activities:  |                     |                                       |
| Interest received on investments   | 1,183               | 91,400                                |
| Net cash provided by investing activities  | 1,183               | 91,400                                |
| Net increase (decrease) in cash and cash equivalents   | (1,373,047)         | 168,723                               |
| Cash and cash equivalents at beginning of year   | 3,859,513           | 1,065,312                             |
| Cash and cash equivalents at end of year   | \$ 2,486,466        | \$ 1,234,035                          |
| Cash and cash equivalent components:   |                     |                                       |
| Unrestricted   | \$ 2,056,073        | \$ 1,234,035                          |
| Restricted   | 430,393             | -                                     |
| Cash and cash equivalents at end of year   | \$ 2,486,466        | \$ 1,234,035                          |
| Reconciliation of operating income to net cash provided by (used in) operating activities:               |                     |                                       |
| Operating loss   | \$ (4,649,573)      | \$ (520,510)                          |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: |                     |                                       |
| Depreciation and amortization  | 4,117,606           | 621,127                               |
| Increase (decrease) due to change in:  |                     |                                       |
| Inventories of supplies  | 278,190             | 5,414                                 |
| Other current assets   | -                   | -                                     |
| Accounts payable   | (35,881)            | 98,782                                |
| Accrued liabilities affecting operating income   | (13,150)            | (8,350)                               |
| Deferred revenue   | -                   | (36,698)                              |
| Compensation obligations   | 50,724              | 123,747                               |
| Total adjustments  | 4,397,489           | 804,022                               |
| Net cash provided by (used in) operating activities  | \$ (252,084)        | \$ 283,512                            |
| Noncash transactions affecting financial position  |                     |                                       |
| Equipment acquired through debt issuance   | \$ 717,231          | \$ -                                  |

| <u>Risk Management</u>                     | <u>Governmental Immunity</u>          | <u>Municipal Building Authority</u> | <u>Total</u>                                 |
|--|---------------------------------------|-------------------------------------|--|
| \$ 35,127,446<br>(33,993,142)<br>(273,014) | \$ 311,735<br>(1,122,833)<br>(20,317) | \$ 1,665,409<br>-<br>-              | \$ 53,988,110<br>(42,797,481)<br>(9,463,917) |
| <u>861,290</u>                             | <u>(831,415)</u>                      | <u>1,665,409</u>                    | <u>1,726,712</u>                             |
| 48,926<br>(127,089)                        | 850,000<br>-                          | -<br>-                              | 6,096,121<br>(146,303)                       |
| <u>(78,163)</u>                            | <u>850,000</u>                        | <u>-</u>                            | <u>5,949,818</u>                             |
| -  | -                                     | -                                   | 1,556,223                                    |
| -  | -                                     | -                                   | 564,622                                      |
| -  | -                                     | -                                   | (2,795,836)                                  |
| -  | -                                     | -                                   | (5,831,325)                                  |
| <u>-</u>                                   | <u>-</u>                              | <u>-</u>                            | <u>(6,506,316)</u>                           |
| <u>23,112</u>                              | <u>120,202</u>                        | <u>202,304</u>                      | <u>438,201</u>                               |
| <u>23,112</u>                              | <u>120,202</u>                        | <u>202,304</u>                      | <u>438,201</u>                               |
| 806,239                                    | 138,787                               | 1,867,713                           | 1,608,415                                    |
| <u>7,269,915</u>                           | <u>4,843,056</u>                      | <u>1,779,728</u>                    | <u>18,817,524</u>                            |
| <u>\$ 8,076,154</u>                        | <u>\$ 4,981,843</u>                   | <u>\$ 3,647,441</u>                 | <u>\$ 20,425,939</u>                         |
| \$ 8,076,154<br>-                          | \$ 4,981,843<br>-                     | \$ 3,647,441<br>-                   | \$ 19,995,546<br>430,393                     |
| <u>\$ 8,076,154</u>                        | <u>\$ 4,981,843</u>                   | <u>\$ 3,647,441</u>                 | <u>\$ 20,425,939</u>                         |
| <u>\$ (486,746)</u>                        | <u>\$ (1,019,253)</u>                 | <u>\$ -</u>                         | <u>\$ (6,676,082)</u>                        |
| 4,424                                      | -                                     | -                                   | 4,743,157                                    |
| -  | -                                     | -                                   | 283,604                                      |
| -  | -                                     | 1,665,409                           | 1,665,409                                    |
| 53,970                                     | 4,839                                 | -                                   | 121,710                                      |
| 751,763                                    | 182,999                               | -                                   | 913,262                                      |
| 533,699                                    | -                                     | -                                   | 497,001                                      |
| 4,180                                      | -                                     | -                                   | 178,651                                      |
| <u>1,348,036</u>                           | <u>187,838</u>                        | <u>1,665,409</u>                    | <u>8,402,794</u>                             |
| <u>\$ 861,290</u>                          | <u>\$ (831,415)</u>                   | <u>\$ 1,665,409</u>                 | <u>\$ 1,726,712</u>                          |
| <u>\$ -</u>                                | <u>\$ -</u>                           | <u>\$ -</u>                         | <u>\$ 717,231</u>                            |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 FLEET MANAGEMENT FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                       |                       |                       |
|--|----------------------------|---------------------------------|-----------------------|-----------------------|-----------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts      |                       | Variance              |
|  |                            |                                 | Original              | Final                 |                       |
| Revenues and other sources:  |                            |                                 |                       |                       |                       |
| Charges for maintenance  | \$ 8,841,655               | \$ 8,841,655                    | \$ 10,047,485         | \$ 10,047,485         | \$ (1,205,830)        |
| Interest income  | 1,183                      | 1,183                           | 20,000                | 20,000                | (18,817)              |
| Gain on sale of equipment  | 149,994                    | -                               | -                     | -                     | -                     |
| Proceeds from note   | -                          | -                               | 2,400,000             | 2,400,000             | (2,400,000)           |
| Proceeds from sale of equipment                                    | -                          | 542,990                         | 600,000               | 600,000               | (57,010)              |
| Transfers in   | 4,973,618                  | 4,973,618                       | 5,726,318             | 4,973,618             | -                     |
|  | <u>13,966,450</u>          | <u>14,359,446</u>               | <u>18,793,803</u>     | <u>18,041,103</u>     | <u>(3,681,657)</u>    |
| <b>Total revenues and other sources</b>                            |                            |                                 |                       |                       |                       |
| Expenses and other uses:   |                            |                                 |                       |                       |                       |
| Personal services  | 3,321,820                  | 3,321,820                       | 3,428,815             | 3,428,815             | 106,995               |
| Accrued compensated absences<br>and other post employment benefits | 65,606                     | -                               | -                     | -                     | -                     |
| Operating and maintenance  | 5,110,178                  | 5,110,178                       | 6,469,626             | 5,876,998             | 766,820               |
| Charges and services   | 876,018                    | 876,018                         | 948,539               | 952,199               | 76,181                |
| Depreciation   | 4,117,606                  | -                               | -                     | -                     | -                     |
| Transfers out  | 19,214                     | 19,214                          | 133,438               | 20,438                | 1,224                 |
|  | <u>13,510,442</u>          | <u>9,327,230</u>                | <u>10,980,418</u>     | <u>10,278,450</u>     | <u>951,220</u>        |
| <b>Total expenses before debt service<br/>and capital outlay</b>   |                            |                                 |                       |                       |                       |
| Debt service:  |                            |                                 |                       |                       |                       |
| Principal  | -                          | 2,602,580                       | 3,096,622             | 2,302,922             | (299,658)             |
| Interest   | 193,256                    | 193,256                         | 234,233               | 234,233               | 40,977                |
| Capital outlay   | <u>-</u>                   | <u>5,379,927</u>                | <u>5,977,937</u>      | <u>7,155,576</u>      | <u>1,775,649</u>      |
|  | <u>13,703,698</u>          | <u>17,502,993</u>               | <u>20,289,210</u>     | <u>19,971,181</u>     | <u>2,468,188</u>      |
| <b>Total expenses and other uses</b>                               |                            |                                 |                       |                       |                       |
| <b>Change in net assets</b>  | <u>\$ 262,752</u>          | <u>\$ (3,143,547)</u>           | <u>\$ (1,495,407)</u> | <u>\$ (1,930,078)</u> | <u>\$ (1,213,469)</u> |



SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 INFORMATION MANAGEMENT SERVICES FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                     |                     |                   |
|--|----------------------------|---------------------------------|---------------------|---------------------|-------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts    |                     | Variance          |
|  |                            |                                 | Original            | Final               |                   |
| Revenue:   |                            |                                 |                     |                     |                   |
| Charges for services   | \$ 8,078,561               | \$ 8,078,561                    | \$ 8,279,735        | \$ 8,158,747        | \$ (80,186)       |
| Interest income  | 91,400                     | 91,400                          | 24,000              | 24,000              | 67,400            |
| Proceeds from sale of equipment                                    | -                          | 21,632                          | 30,000              | 30,000              | (8,368)           |
| Loss on equipment disposition                                      | (5,251)                    | -                               | -                   | -                   | -                 |
| Miscellaneous revenue  | -                          | -                               | 2,078               | 2,078               | (2,078)           |
| Transfers in   | 223,579                    | 223,579                         | 236,307             | 236,307             | (12,728)          |
| <b>Total revenues and other sources</b>                            | <b>8,388,289</b>           | <b>8,415,172</b>                | <b>8,572,120</b>    | <b>8,451,132</b>    | <b>(35,960)</b>   |
| Expenses and other uses:   |                            |                                 |                     |                     |                   |
| Personal services  | 5,835,737                  | 5,835,737                       | 5,955,795           | 5,941,592           | 105,855           |
| Accrued compensated absences<br>and other post employment benefits | 100,394                    | -                               | -                   | -                   | -                 |
| Operating and maintenance  | 177,190                    | 177,190                         | 64,939              | 64,939              | (112,251)         |
| Charges and services   | 1,864,623                  | 1,864,623                       | 1,766,743           | 1,767,703           | (96,920)          |
| Depreciation   | 621,127                    | -                               | -                   | -                   | -                 |
| <b>Total expenses before capital outlay</b>                        | <b>8,599,071</b>           | <b>7,877,550</b>                | <b>7,787,477</b>    | <b>7,774,234</b>    | <b>(103,316)</b>  |
| Capital outlay   | -                          | 451,398                         | 1,134,643           | 1,064,643           | 613,245           |
| <b>Total expenses and other uses</b>                               | <b>8,599,071</b>           | <b>8,328,948</b>                | <b>8,922,120</b>    | <b>8,838,877</b>    | <b>509,929</b>    |
| <b>Change in net assets</b>  | <b>\$ (210,782)</b>        | <b>\$ 86,224</b>                | <b>\$ (350,000)</b> | <b>\$ (387,745)</b> | <b>\$ 473,969</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 RISK MANAGEMENT FUND  
 Year ended June 30, 2009

|  | Budgetary Basis            |                                 |                     |                     |                     |
|--|----------------------------|---------------------------------|---------------------|---------------------|---------------------|
|  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts    |                     | Variance            |
|  |                            |                                 | Original            | Final               |                     |
| Revenues and other sources:  |                            |                                 |                     |                     |                     |
| Charges for services   | \$ 34,917,219              | \$ 34,917,219                   | \$ 35,168,333       | \$ 35,240,033       | \$ (322,814)        |
| Interest income  | 23,112                     | 23,112                          | 69,181              | 69,181              | (46,069)            |
| Miscellaneous  | 105,227                    | 105,227                         | 57,267              | 57,267              | 47,960              |
| Transfers in   | 48,926                     | 48,926                          | 48,926              | 48,926              | -                   |
| <b>Total revenues and other sources</b>                            | <b>35,199,484</b>          | <b>35,199,484</b>               | <b>35,343,707</b>   | <b>35,415,407</b>   | <b>(215,923)</b>    |
| Expenses and other uses:   |                            |                                 |                     |                     |                     |
| Personal services  | 810,893                    | 810,893                         | 732,668             | 804,368             | (6,525)             |
| Accrued compensated absences<br>and other post employment benefits | 2,072                      | -                               | -                   | -                   | -                   |
| Operating and maintenance  | 8,961                      | 8,961                           | 16,252              | 16,252              | 7,291               |
| Premiums and other charges for services                            | 34,703,946                 | 34,703,946                      | 34,594,787          | 34,587,508          | (116,438)           |
| Change in reserves   | 83,896                     | -                               | -                   | -                   | -                   |
| Depreciation   | 4,424                      | -                               | -                   | -                   | -                   |
| Transfers out  | 127,089                    | 127,089                         | 120,000             | 127,279             | 190                 |
| <b>Total expenses</b>  | <b>35,741,281</b>          | <b>35,650,889</b>               | <b>35,463,707</b>   | <b>35,535,407</b>   | <b>(115,482)</b>    |
| <b>Change in net assets</b>  | <b>\$ (541,797)</b>        | <b>\$ (451,405)</b>             | <b>\$ (120,000)</b> | <b>\$ (120,000)</b> | <b>\$ (331,405)</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 GOVERNMENTAL IMMUNITY FUND  
 Year ended June 30, 2009

|                              | Budgetary Basis            |                                 |                  |                     |                    |
|------------------------------|----------------------------|---------------------------------|------------------|---------------------|--------------------|
|                              | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | Budgeted Amounts |                     | Variance           |
|                              |                            |                                 | Original         | Final               |                    |
| Revenues and other sources - |                            |                                 |                  |                     |                    |
| Interfund service charges    | \$ 311,735                 | \$ 311,735                      | \$ 32,200        | \$ 32,200           | \$ 279,535         |
| Interest income              | 120,202                    | 120,202                         | 150,000          | 150,000             | (29,798)           |
| Transfers in                 | 850,000                    | 850,000                         | 1,000,000        | 850,000             | -                  |
| <b>Total revenues</b>        | <b>1,281,937</b>           | <b>1,281,937</b>                | <b>1,182,200</b> | <b>1,032,200</b>    | <b>249,737</b>     |
| Expenses:                    |                            |                                 |                  |                     |                    |
| Operating and maintenance    | 203,317                    | 203,317                         | 20,000           | 20,000              | (183,317)          |
| Claims, charges and services | 1,310,671                  | 1,310,671                       | 1,162,200        | 1,162,200           | (148,471)          |
| Change in reserves           | (183,000)                  | -                               | -                | -                   | -                  |
| <b>Total expenses</b>        | <b>1,330,988</b>           | <b>1,513,988</b>                | <b>1,182,200</b> | <b>1,182,200</b>    | <b>(331,788)</b>   |
| <b>Change in net assets</b>  | <b>\$ (49,051)</b>         | <b>\$ (232,051)</b>             | <b>\$ -</b>      | <b>\$ (150,000)</b> | <b>\$ (82,051)</b> |

SALT LAKE CITY CORPORATION  
 BUDGETARY COMPARISON SCHEDULE  
 MUNICIPAL BUILDING AUTHORITY FUND  
 Year ended June 30, 2009

|                                  | <u>Budgetary Basis</u>     |                                 |                         |              |                   |
|----------------------------------|----------------------------|---------------------------------|-------------------------|--------------|-------------------|
|                                  | Actual on<br>GAAP<br>basis | Actual on<br>budgetary<br>basis | <u>Budgeted Amounts</u> |              | Variance          |
|                                  |                            |                                 | <u>Original</u>         | <u>Final</u> |                   |
| Revenues and other sources:      |                            |                                 |                         |              |                   |
| Interest income                  | \$ 202,304                 | \$ 202,304                      | \$ -                    | \$ -         | \$ 202,304        |
| <br>                             |                            |                                 |                         |              |                   |
| Total revenues and other sources | <u>202,304</u>             | <u>202,304</u>                  | <u>-</u>                | <u>-</u>     | <u>202,304</u>    |
| <br>                             |                            |                                 |                         |              |                   |
| Change in net assets             | <u>\$ 202,304</u>          | <u>\$ 202,304</u>               | <u>\$ -</u>             | <u>\$ -</u>  | <u>\$ 202,304</u> |

## Project Schedules

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
CAPITAL PROJECTS FUND  
As of June 30, 2009

|  | Project<br>budget | Prior years'<br>expenditures<br>and transfers | Current year<br>expenditures<br>and transfers | Total<br>project<br>expenditures | Project<br>balance |
|--|-------------------|---|---|----------------------------------|--------------------|
| 1300 East Reconstruction                   | \$ 1,050,652      | \$ 324,266                                    | \$ 63,033                                     | \$ 387,299                       | \$ 663,353         |
| 1300 South Reconstruction                  | 1,316,103         | 262,998                                       | 642,464                                       | 905,462                          | 410,641            |
| 2100 South Reconstruction                  | 475,851           | 409,947                                       | -   | 409,947                          | 65,904             |
| 4th Avenue                                 | 60,000            | 7,689   | 30,051  | 37,740                           | 22,260             |
| 500 East Reconstruction                    | 600,000           | 491,948                                       | 49,829  | 541,777                          | 58,223             |
| 700 South Reconstruction                   | 1,449,485         | 34,271  | 2,644   | 36,915                           | 1,412,570          |
| 800 South Reconstruction                   | 1,282,625         | 13,729  | 133,703                                       | 147,432                          | 1,135,193          |
| 900 East Reconstruction                    | 214,400           | -   | 4,502   | 4,502                            | 209,898            |
| 900 South Reconstruction                   | 1,420,791         | 1,120,715                                     | 34,730  | 1,155,445                        | 265,346            |
| ADA Modifications - Parks                  | 395,000           | 883   | 142,288                                       | 143,171                          | 251,829            |
| ADA Modifications - Ramp/Corner Repairs    | 2,767,359         | 1,728,078                                     | 637,434                                       | 2,365,512                        | 401,847            |
| Avenues Safety Project                     | 65,075            | 61,386  | 3,689   | 65,075                           | -                  |
| Bicycle Facilities                         | 809,132           | 22,179  | 395,077                                       | 417,256                          | 391,876            |
| Bridge Rehabilitation                      | 670,000           | 503,087                                       | 154,443                                       | 657,530                          | 12,470             |
| California Avenue                          | 7,390,000         | 672,040                                       | 3,490,248                                     | 4,162,288                        | 3,227,712          |
| City/County Landfill                       | 9,210,760         | 4,568,334                                     | 1,432,003                                     | 6,000,337                        | 3,210,423          |
| City Facility Improvements                 | 64,320,169        | 4,948,462                                     | 16,414,911                                    | 21,363,373                       | 42,956,796         |
| Concrete Replacement                       | 6,883,484         | 4,114,825                                     | 1,080,385                                     | 5,195,210                        | 1,688,274          |
| Contingency                                | 541,242           | -   | -   | -                                | 541,242            |
| Debt Service - City/County Building        | 2,916,450         | -   | 2,916,450                                     | 2,916,450                        | -                  |
| Debt Service - Library GO Bond             | 6,865,269         | -   | 6,865,269                                     | 6,865,269                        | -                  |
| Debt Service - Justice Court               | 150,693           | -   | -   | -                                | 150,693            |
| Debt Service - Motor Fuel Excise Tax Bond  | 183,855           | -   | 183,855                                       | 183,855                          | -                  |
| Debt Service - Pioneer Precinct            | 53,343            | -   | -   | -                                | 53,343             |
| Debt Service - Sales Tax                   | 7,441,568         | 2,122,508                                     | 5,138,096                                     | 7,260,604                        | 180,964            |
| Debt Service - Zoo & Aviary Bond           | 865,638           | -   | 865,638                                       | 865,638                          | -                  |
| Fen way/Strong Court Improvements          | 180,923           | 177,788                                       | 3,135   | 180,923                          | -                  |
| FTZ Warehouse                              | 461,778           | 455,467                                       | 174,939                                       | 630,406                          | (168,628)          |
| Gateway Reconstruction                     | 497,659           | -   | 500,000                                       | 500,000                          | (2,341)            |
| Gladiola Street Reconstruction             | 700,000           | 441,344                                       | 43,346  | 484,690                          | 215,310            |
| Grant Towers Railroad Realignment          | 13,813,121        | 10,026,993                                    | 1,700,339                                     | 11,727,332                       | 2,085,789          |
| 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                                | 9,392,660         | 49,119  | -   | 49,119                           | 9,343,541          |
| Jordan River Parkway                       | 2,490,627         | 794,788                                       | 353,732                                       | 1,148,520                        | 1,342,107          |
| Leonardo                                   | 1,500,000         | -   | -   | -                                | 1,500,000          |
| Liberty Park Improvements                  | 6,697,614         | 6,022,616                                     | 66,739  | 6,089,355                        | 608,259            |
| Liberty Wells                              | 250,000           | -   | -   | -                                | 250,000            |
| Library Block Reconstruction               | 3,505,563         | 3,497,031                                     | 8,532   | 3,505,563                        | -                  |
| Local Street Reconstruction                | 6,500,869         | 4,518,940                                     | 250,142                                       | 4,769,082                        | 1,731,787          |
| Lyman Court Reconstruction                 | 190,000           | 26,827  | 140,105                                       | 166,932                          | 23,068             |
| Mitigation - Foothills                     | 28,000            | -   | 28,000  | 28,000                           | -                  |
| Neighborhood Legacy Project                | 100,001           | 40,611  | -   | 40,611                           | 59,390             |
| Open Space                                 | 5,707,943         | 880,217                                       | 1,431,001                                     | 2,311,218                        | 3,396,725          |
| Park Improvements                          | 4,333,288         | 2,663,207                                     | 1,173,598                                     | 3,836,805                        | 496,483            |
| Percent for Art                            | 340,952           | 56,552  | 14,804  | 71,356                           | 269,596            |
| Pedestrian Safety Devices                  | 545,000           | 343,997                                       | 44,280  | 388,277                          | 156,723            |
| Property Management                        | 714,996           | 583,086                                       | 95,443  | 678,529                          | 36,467             |
| Public Safety Radio Communication System   | 3,000,000         | 2,779,157                                     | -   | 2,779,157                        | 220,843            |
| Redwood Drive Reconstruction               | 680,000           | 88,875  | 311,351                                       | 400,226                          | 279,774            |
| Redwood Road/Dale Street                   | 40,808            | 38,762  | 2,046   | 40,808                           | -                  |
| Riverside Park Improvements                | 71,499            | 9,108   | 61,180  | 70,288                           | 1,211              |
| Rosewood Park Improvements                 | 858,102           | 678,835                                       | 123,283                                       | 802,118                          | 55,984             |
| Salt Storage - Steiner Acquatic            | 418,021           | 397,033                                       | 20,988  | 418,021                          | -                  |
| Sidewalk Replacement                       | 5,932,783         | 3,420,162                                     | 1,679,418                                     | 5,099,580                        | 833,203            |
| South Temple Reconstruction                | 2,435,000         | 1,487,393                                     | 819,143                                       | 2,306,536                        | 128,464            |
| Speed Boards                               | 90,000            | 87,500  | -   | 87,500                           | 2,500              |
| Street Improvements - Miscellaneous Street | 529,400           | -   | 170,488                                       | 170,488                          | 358,912            |
| Street Lighting Improvements               | 535,002           | 163,027                                       | 75,489  | 238,516                          | 296,486            |

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
CAPITAL PROJECTS FUND (cont.)  
As of June 30, 2009

| (continued)                 | Project<br>budget     | Prior years'<br>expenditures<br>and transfers | Current year<br>expenditures<br>and transfers | Total<br>project<br>expenditures | Project<br>balance   |
|-----------------------------|-----------------------|---|---|----------------------------------|----------------------|
| SugarHouse Rails to Trails  | \$ 210,000            | \$ -  | \$ -  | \$ -                             | \$ 210,000           |
| Tracy Aviary                | 325,000               | 84,591  | 21,041  | 105,632                          | 219,368              |
| Traffic Island Landscaping  | 205,431               | 105,487                                       | 7,444   | 112,931                          | 92,500               |
| Traffic Signal Improvements | 2,913,001             | 1,752,113                                     | 547,813                                       | 2,299,926                        | 613,075              |
| Tree Replacement            | 119,609               | 67,018  | 42,542  | 109,560                          | 10,049               |
| Yale Avenue                 | 3,250                 | -   | -   | -                                | 3,250                |
| <br>                        |                       |   |   |                                  |                      |
| Total Projects              | <u>\$ 198,193,250</u> | <u>\$ 65,303,195</u>                          | <u>\$ 50,591,103</u>                          | <u>\$ 115,894,298</u>            | <u>\$ 82,298,952</u> |

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
COMMUNITY DEVELOPMENT OPERATING FUND  
As of June 30, 2009

|                                       | Project<br>budget | Prior years'<br>expenditures<br>and transfers | Current year<br>expenditures<br>and transfers | Total<br>project<br>expenditures | Project<br>balance |
|---------------------------------------|-------------------|---|---|----------------------------------|--------------------|
| 211 Information Bank                  | \$ 10,000         | \$ 5,000                                      | \$ 5,000                                      | \$ 10,000                        | \$ -               |
| Administrative Support - 34th Year    | 702,721           | -   | 558,568                                       | 558,568                          | 144,153            |
| Alliance House                        | 53,820            | 14,820  | -   | 14,820                           | 39,000             |
| Bad Dog Rediscovered America          | 15,000            | 4,532   | 3,968   | 8,500                            | 6,500              |
| Big Brothers Big Sisters of Utah      | 15,000            | 5,000   | 8,502   | 13,502                           | 1,498              |
| CAP Head Start                        | 146,008           | -   | 127,001                                       | 127,001                          | 19,007             |
| Capitol West                          | 51,500            | -   | 50,861  | 50,861                           | 639                |
| Capitol West Boys & Girls Club        | 171,429           | 72,514  | 33,077  | 105,591                          | 65,838             |
| Cleaning/Securing Vacant Property     | 219,435           | 142,633                                       | 13,906  | 156,539                          | 62,896             |
| Community Health Center               | 163,525           | 88,525  | 75,000  | 163,525                          | -                  |
| Cost over-run account                 | 357,632           | 10,000  | -   | 10,000                           | 347,632            |
| Crossroads Urban Center Food Pantry   | 32,000            | 16,000  | 16,000  | 32,000                           | -                  |
| Emergency Home Repair (ASSIST)        | 947,680           | 597,680                                       | 326,996                                       | 924,676                          | 23,004             |
| Emergency Repair Fund SLC HAND        | 30,000            | 11,009  | 12,000  | 23,009                           | 6,991              |
| English Skills Learning Center        | 24,500            | 17,500  | 7,000   | 24,500                           | -                  |
| Entro Civico Mexicano                 | 19,000            | -   | -   | -                                | 19,000             |
| Family Support Center Improvements    | 35,000            | 22,500  | 12,500  | 35,000                           | -                  |
| Fourth Street Clinic                  | 29,360            | -   | 20,401  | 20,401                           | 8,959              |
| Guadalupe Early Learning Center       | 75,000            | 45,000  | 30,000  | 75,000                           | -                  |
| Historic Preservation Plan            | 72,269            | 50,000  | 1,050   | 51,050                           | 21,219             |
| Housing Condition Survey              | 40,000            | 19,053  | -   | 19,053                           | 20,947             |
| Housing Match - Capital Planning      | 559,486           | 290,161                                       | -   | 290,161                          | 269,325            |
| Housing Outreach Rental Program       | 50,000            | 30,000  | 20,000  | 50,000                           | -                  |
| Housing Rehabilitation                | 3,075,470         | 744,385                                       | 2,040,804                                     | 2,785,189                        | 290,281            |
| Kostopulos Dream Foundation           | 10,000            | 5,000   | 5,000   | 10,000                           | -                  |
| Legal Aid Society of Utah             | 35,000            | 25,000  | 10,000  | 35,000                           | -                  |
| Multi-cultural Legal Center           | 15,000            | 5,000   | 7,932   | 12,932                           | 2,068              |
| Multi-Family Housing                  | 201,422           | -   | -   | -                                | 201,422            |
| Neighborhood House                    | 40,000            | -   | 21,819  | 21,819                           | 18,181             |
| Neighborhoods Revolving Loan          | 300,000           | 175,445                                       | 124,554                                       | 299,999                          | 1                  |
| Neighborhood Self-Help Grants         | 20,000            | 5,206   | 3,401   | 8,607                            | 11,393             |
| Northwest Food Bank                   | 50,000            | 25,000  | 25,000  | 50,000                           | -                  |
| Northwest Senior Center               | 40,000            | -   | 40,000  | 40,000                           | -                  |
| Odessey House                         | 71,610            | 41,610  | 30,000  | 71,610                           | -                  |
| People Helping People                 | 15,000            | 10,000  | 5,000   | 15,000                           | -                  |
| Rape Crisis Center                    | 75,000            | 40,000  | 30,173  | 70,173                           | 4,827              |
| Road Home                             | 235,000           | 125,000                                       | 110,000                                       | 235,000                          | -                  |
| Salt Lake Community Development Corp. | 307,710           | 220,209                                       | 87,500  | 307,709                          | 1                  |
| Salt Lake Donated Dental Program      | 89,533            | 64,928  | 24,605  | 89,533                           | -                  |
| Salvation Army                        | 136,033           | 101,033                                       | 35,000  | 136,033                          | -                  |
| Sarah Daft House                      | 16,440            | -   | -   | -                                | 16,440             |
| Services for Seniors                  | 165,000           | 79,000  | 79,768  | 158,768                          | 6,232              |
| St. Mary's Home for Men               | 20,107            | 15,107  | 4,249   | 19,356                           | 751                |
| St. Vincent DePaul                    | 32,658            | 31,032  | 1,626   | 32,658                           | -                  |
| Tenant Home Maintenance Training      | 20,000            | 10,000  | 10,000  | 20,000                           | -                  |
| Utah Alcoholism Foundation            | 119,498           | 59,299  | 6,950   | 66,249                           | 53,249             |
| Utah Food Bank                        | 20,000            | 10,000  | 10,000  | 20,000                           | -                  |
| Utah Health and Human Rights          | 30,000            | 15,551  | 4,449   | 20,000                           | 10,000             |
| Utah Heritage Foundation              | 442,516           | 343,502                                       | -   | 343,502                          | 99,014             |
| Utah NonProfit Housing Corporation    | 10,000            | -   | 10,000  | 10,000                           | -                  |
| Valley Mental Health                  | 20,000            | 10,000  | -   | 10,000                           | 10,000             |
| Wasatch Fish & Garden                 | 45,000            | 8,750   | 35,000  | 43,750                           | 1,250              |
| Weigand Homeless Day Center           | 77,790            | 62,790  | 12,948  | 75,738                           | 2,052              |
| YMCA - After School Project           | 18,066            | 8,066   | 10,000  | 18,066                           | -                  |
| YWCA - Crisis Shelter                 | 75,000            | 37,509  | 37,491  | 75,000                           | -                  |
| YWCA Residential Self-sufficiency     | 5,000             | 4,616   | 384   | 5,000                            | -                  |
| YWCA - Teen Home                      | 13,143            | 12,108  | 1,035   | 13,143                           | -                  |



SALT LAKE CITY CORPORATION  
 SCHEDULE OF PROJECT EXPENDITURES  
 COMMUNITY DEVELOPMENT OPERATING FUND (cont.)  
 As of June 30, 2009

|                                   | Project<br>budget   | Prior years'<br>expenditures<br>and transfers | Current year<br>expenditures<br>and transfers | Total<br>project<br>expenditures | Project<br>balance  |
|-----------------------------------|---------------------|---|---|----------------------------------|---------------------|
| (continued)<br>Youth with a Voice | \$ 30,000           | \$ 14,746                                     | \$ 15,185                                     | \$ 29,931                        | \$ 69               |
| Total Projects:                   | <u>\$ 9,697,361</u> | <u>\$ 3,751,819</u>                           | <u>\$ 4,161,703</u>                           | <u>\$ 7,913,522</u>              | <u>\$ 1,783,839</u> |

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
GRANTS OPERATING FUND  
As of June 30, 2009

|  | Project<br>budget | Prior years'<br>expenditures<br>and transfers | Current year<br>expenditures<br>and transfers | Total<br>project<br>expenditures | Project<br>balance |
|--|-------------------|---|---|----------------------------------|--------------------|
| 21st Century Community Learnin               | \$ 40,965         | \$ -  | \$ 23,952                                     | \$ 23,952                        | \$ 17,013          |
| Adobe Youth Voices                           | 2,500             | -   | -   | -                                | 2,500              |
| Anti Human-trafficking Grant                 | 450,000           | 3,255   | 31,032  | 34,287                           | 415,713            |
| Arts in Education                            | 25,000            | 23,451  | -   | 23,451                           | 1,549              |
| Buffer Zone Grant                            | 637,912           | 276,417                                       | -   | 276,417                          | 361,495            |
| Certified Local Government                   | 21,265            | -   | 11,844  | 11,844                           | 9,421              |
| Citizen Corp Council                         | 38,636            | 19,147  | -   | 19,147                           | 19,489             |
| City Center Loan Fund                        | 2,808,806         | -   | -   | -                                | 2,808,806          |
| Clean Cities Program                         | 60,000            | 27,955  | -   | 27,955                           | 32,045             |
| Commission on Criminal and Juvenile Justice  | 49,220            | 18,720  | 18,306  | 37,026                           | 12,194             |
| Community Action Program                     | 140,000           | 69,723  | 12,286  | 82,009                           | 57,991             |
| Community Development Corp                   | 1,140,035         | 710,035                                       | 124,000                                       | 834,035                          | 306,000            |
| Community Oriented Policing                  | 365,976           | 145,661                                       | 51,785  | 197,446                          | 168,530            |
| Crisis Intervention Training                 | 275,000           | 142,922                                       | 112,780                                       | 255,702                          | 19,298             |
| Critical Land Inventory                      | 15,000            | 14,000  | -   | 14,000                           | 1,000              |
| Crossroads Urban Center                      | 27,000            | -   | -   | -                                | 27,000             |
| Crosswalk Enforcement                        | 10,080            | -   | 9,222   | 9,222                            | 858                |
| Daniels Fund                                 | 50,000            | 20,871  | 29,129  | 50,000                           | -                  |
| Dee Foundation                               | 1,000             | -   | -   | -                                | 1,000              |
| Dispatch Equipment and Training              | 59,600            | 31,453  | 28,147  | 59,600                           | -                  |
| Drug Free Communities                        | 385,994           | 208,621                                       | 112,387                                       | 321,008                          | 64,986             |
| Economic Development Initiative              | 595,410           | 595,410                                       | -   | 595,410                          | -                  |
| EDGAR Grant                                  | 1,031,173         | 983,637                                       | 30,929  | 1,014,566                        | 16,607             |
| Emergency Medical Services                   | 702,052           | 372,776                                       | 99,139  | 471,915                          | 230,137            |
| Emergency Preparedness Grant                 | 93,666            | 37,613  | 20,353  | 57,966                           | 35,700             |
| Emergency Shelter Grant                      | 725,318           | 531,214                                       | 167,369                                       | 698,583                          | 26,735             |
| Energy Conservation                          | 60,000            | 15,000  | 45,000  | 60,000                           | -                  |
| Fire Prevention and Safety Grant             | 29,996            | 29,967  | 29  | 29,996                           | -                  |
| Grant to Encourage Arrest Policies           | 398,516           | -   | 79,173  | 79,173                           | 319,343            |
| Hazardous Materials Mitigation Grant         | 66,931            | 33,681  | 30,750  | 64,431                           | 2,500              |
| HIDTA Grant                                  | 497,730           | 414,515                                       | 52,424  | 466,939                          | 30,791             |
| Historic Planning and Preservation           | 58,647            | 34,180  | 17,084  | 51,264                           | 7,383              |
| Home   | 1,229,915         | 494,399                                       | 441,052                                       | 935,451                          | 294,464            |
| Homeland Security Grant                      | 1,822,162         | 1,138,117                                     | 432,736                                       | 1,570,853                        | 251,309            |
| Housing Opportunities for Persons with AIDS  | 1,765,496         | 1,007,655                                     | 352,204                                       | 1,359,859                        | 405,637            |
| Imagination Celebration                      | 19,550            | 7,500   | 2,275   | 9,775                            | 9,775              |
| Improving Crime Data Crime Analysis          | 50,710            | 19,117  | 8,682   | 27,799                           | 22,911             |
| Intel Computer Clubhouse                     | 30,000            | 21,226  | -   | 21,226                           | 8,774              |
| Invasive Species Mitigation                  | 15,000            | -   | -   | -                                | 15,000             |
| Justice Assistance Grant                     | 1,569,575         | 574,029                                       | 401,528                                       | 975,557                          | 594,018            |
| Lead Based Paint Program                     | 503,300           | 256,183                                       | 52,365  | 308,548                          | 194,752            |
| LifeSkills Grant                             | 28,968            | -   | 13,494  | 13,494                           | 15,474             |
| Meth Enforcement and Cleanup Grant           | 595,220           | 80,457  | 149,536                                       | 229,993                          | 365,227            |
| Metro Fire Investigations Task Force         | 2,193             | -   | 2,193   | 2,193                            | -                  |
| Metropolitan Medical Response System         | 1,917,973         | 1,176,433                                     | 140,551                                       | 1,316,984                        | 600,989            |
| Microsoft Unlimited Potential                | 96,000            | 32,511  | 9,953   | 42,464                           | 53,536             |
| Neighborworks                                | 2,721,571         | 1,494,150                                     | 698,611                                       | 2,192,761                        | 528,810            |
| One Million Trees for One Million People     | 1,000             | -   | -   | -                                | 1,000              |
| Parley's Tunnel                              | 100,000           | -   | 100,000                                       | 100,000                          | -                  |
| Pedestrian Crossing Design Committee         | 86,251            | 53,029  | -   | 53,029                           | 33,222             |
| Pioneer Park Use Plan                        | 60,000            | 59,108  | 892   | 60,000                           | -                  |
| Revolving Loan Fund - UDAG                   | 9,204,174         | 3,313,217                                     | 187,753                                       | 3,500,970                        | 5,703,204          |
| Road Home                                    | 230,000           | 140,858                                       | 85,177  | 226,035                          | 3,965              |
| Safe Street Program                          | 50,000            | 48,833  | -   | 48,833                           | 1,167              |
| Social Services Block Grant                  | 70,000            | 20,000  | 29,159  | 49,159                           | 20,841             |
| Solar Energy                                 | 237,286           | 100,176                                       | 87,733  | 187,909                          | 49,377             |
| State Trails and Pathways                    | 250,000           | -   | -   | -                                | 250,000            |
| Sustainable Business Education Grant         | 10,000            | 9,687   | -   | 9,687                            | 313                |
| Urban Area Security Initiative Grant Program | 1,397,250         | -   | 16,403  | 16,403                           | 1,380,847          |

SALT LAKE CITY CORPORATION  
SCHEDULE OF PROJECT EXPENDITURES  
GRANTS OPERATING FUND (cont.)  
As of June 30, 2009

|                            | Project<br>budget    | Prior years'<br>expenditures<br>and transfers | Current year<br>expenditures<br>and transfers | Total<br>project<br>expenditures | Project<br>balance   |
|----------------------------|----------------------|---|---|----------------------------------|----------------------|
| (continued)                |                      |   |   |                                  |                      |
| Utah Alcoholism Foundation | \$ 62,348            | \$ 59,672                                     | \$ -  | \$ 59,672                        | \$ 2,676             |
| Utah Non-profit Housing    | 77,656               | 36,893  | -   | 36,893                           | 40,763               |
| Victim of Crime            | 97,229               | 58,475  | 31,494  | 89,969                           | 7,260                |
| Video Surveillance Project | 19,500               | -   | 18,937  | 18,937                           | 563                  |
| Violence Against Women     | 247,176              | 98,751  | 56,968  | 155,719                          | 91,457               |
| Water Efficiency           | 530,000              | 267,692                                       | 195,939                                       | 463,631                          | 66,369               |
| Workforce Services         | 169,187              | 168,914                                       | (3)   | 168,911                          | 276                  |
| Youth Connections          | 83,540               | -   | 82,980  | 82,980                           | 560                  |
| <br>                       |                      |   |   |                                  |                      |
| Total Projects:            | <u>\$ 36,213,658</u> | <u>\$ 15,497,306</u>                          | <u>\$ 4,705,732</u>                           | <u>\$ 20,203,038</u>             | <u>\$ 16,010,620</u> |

## STATISTICAL SECTION (unaudited)

This part of the Salt Lake City Corporation's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

### **Contents**

|  |      |
|--|------|
| <b>Financial Trends</b>  | S-1  |
| These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.  |      |
| <b>Revenue Capacity</b>  | S-9  |
| These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.  |      |
| <b>Debt Capacity</b>   | S-13 |
| These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future                     |      |
| <b>Demographic and Economic Information</b>  | S-18 |
| This schedule offers demographic and economic indicators to help the Reader understand the environment within which the City's financial activities take place.  |      |
| <b>Operating Information</b>   | S-19 |
| These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs. |      |

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB 34 in 2002; schedules presenting government-wide information include information beginning in that year.

Salt Lake City Corporation  
Net Assets by Component  
Last Eight Fiscal Years  
(accrual basis of accounting)  
(amounts expressed in thousands)

|   | Fiscal Year                |                            |                            |                            |                            |                            |                            |                            |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
|   | 2002                       | 2003                       | 2004                       | 2005                       | 2006                       | 2007                       | 2008                       | 2009                       |
| <b>Governmental Activities</b>                    |                            |                            |                            |                            |                            |                            |                            |                            |
| Investment in capital assets, net of related debt | \$ 290,429                 | \$ 335,869                 | \$ 323,869                 | \$ 358,064                 | \$ 382,648                 | \$ 398,306                 | \$ 400,787                 | \$ 385,403                 |
| Restricted  | 5,414                      | 7,720                      | 9,194                      | 7,756                      | 7,730                      | 8,572                      | 9,956                      | 7,226                      |
| Unrestricted                                      | 194,236                    | 87,794                     | 119,281                    | 126,234                    | 77,575                     | 79,083                     | 80,864                     | 108,295                    |
| <b>Total governmental activities net assets</b>   | <b><u>\$ 490,079</u></b>   | <b><u>\$ 431,383</u></b>   | <b><u>\$ 452,344</u></b>   | <b><u>\$ 492,054</u></b>   | <b><u>\$ 467,953</u></b>   | <b><u>\$ 485,961</u></b>   | <b><u>\$ 491,606</u></b>   | <b><u>\$ 500,923</u></b>   |
| <b>Business-type activities</b>                   |                            |                            |                            |                            |                            |                            |                            |                            |
| Invested in capital assets, net of related debt   | \$ 828,734                 | \$ 820,939                 | \$ 907,775                 | \$ 982,029                 | \$ 1,049,032               | \$ 1,100,180               | \$ 1,198,299               | \$ 1,218,964               |
| Restricted  | 42,863                     | 61,146                     | 54,288                     | 23,327                     | 39,294                     | 39,865                     | 26,357                     | 26,347                     |
| Unrestricted                                      | 206,151                    | 264,419                    | 248,632                    | 281,695                    | 314,737                    | 374,505                    | 334,663                    | 370,628                    |
| <b>Total business-type activities net assets</b>  | <b><u>\$ 1,077,748</u></b> | <b><u>\$ 1,146,504</u></b> | <b><u>\$ 1,210,695</u></b> | <b><u>\$ 1,287,051</u></b> | <b><u>\$ 1,403,063</u></b> | <b><u>\$ 1,514,550</u></b> | <b><u>\$ 1,559,319</u></b> | <b><u>\$ 1,615,939</u></b> |
| <b>Primary Government</b>                         |                            |                            |                            |                            |                            |                            |                            |                            |
| Invested in capital assets, net of related debt   | \$ 1,119,163               | \$ 1,156,808               | \$ 1,231,644               | \$ 1,340,093               | \$ 1,431,680               | \$ 1,498,486               | \$ 1,599,086               | \$ 1,604,367               |
| Restricted  | 48,277                     | 68,866                     | 63,482                     | 31,083                     | 47,025                     | 48,437                     | 36,312                     | 33,572                     |
| Unrestricted                                      | 400,387                    | 352,213                    | 367,913                    | 407,929                    | 392,311                    | 453,587                    | 415,526                    | 478,923                    |
| <b>Total primary government net assets</b>        | <b><u>\$ 1,567,827</u></b> | <b><u>\$ 1,577,887</u></b> | <b><u>\$ 1,663,039</u></b> | <b><u>\$ 1,779,105</u></b> | <b><u>\$ 1,871,016</u></b> | <b><u>\$ 2,000,510</u></b> | <b><u>\$ 2,050,924</u></b> | <b><u>\$ 2,116,862</u></b> |

Salt Lake City Corporation  
Change in Net Assets  
Last Eight Fiscal Years  
(accrual basis of accounting)  
(amounts expressed in thousands)

|  | Fiscal Year       |                   |                   |                   |                   |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|  | 2002              | 2003              | 2004              | 2005              | 2006              | 2007              | 2008              | 2009              |
| Expenses                                       |                   |                   |                   |                   |                   |                   |                   |                   |
| Governmental Activities:                       |                   |                   |                   |                   |                   |                   |                   |                   |
| General Government                             | \$ 740            | \$ 1,105          | \$ 2,013          | \$ 1,821          | \$ 13,426         | \$ 15,778         | \$ 14,541         | \$ 13,193         |
| City Council                                   | 1,311             | 1,563             | 1,338             | 1,546             | 1,605             | 1,659             | 2,263             | 1,977             |
| Mayor  | 1,557             | 1,524             | 1,408             | 1,470             | 1,694             | 1,614             | 2,021             | 2,198             |
| City Attorney                                  | 2,749             | 3,713             | 3,441             | 3,572             | 4,318             | 5,108             | 5,307             | 5,190             |
| Management Services                            | 13,358            | 12,997            | 11,020            | 10,644            | 10,647            | 10,418            | 23,741            | 16,192            |
| Fire   | 27,594            | 26,930            | 27,506            | 27,894            | 30,688            | 32,580            | 34,636            | 35,234            |
| Police   | 47,059            | 44,768            | 46,482            | 48,720            | 51,487            | 57,759            | 61,022            | 61,045            |
| Community and Economic Development             | 20,923            | 19,990            | 17,910            | 17,367            | 28,094            | 19,363            | 22,883            | 23,802            |
| Public Services                                | 36,277            | 37,622            | 33,500            | 38,931            | 47,110            | 50,018            | 48,206            | 46,512            |
| Nondepartmental                                | 9,784             | 11,451            | 10,504            | 12,291            | -                 | -                 | -                 | -                 |
| Unallocated infrastructure depreciation        | 6,047             | 5,610             | 6,461             | 7,032             | 5,116             | 7,472             | 7,459             | 7,872             |
| Interest on long-term debt                     | 11,205            | 8,953             | 10,618            | 11,329            | 7,854             | 7,554             | 7,312             | 7,084             |
| Total governmental activities expenses         | <u>\$ 178,604</u> | <u>\$ 176,226</u> | <u>\$ 172,201</u> | <u>\$ 182,617</u> | <u>\$ 202,039</u> | <u>\$ 209,323</u> | <u>\$ 229,391</u> | <u>\$ 220,299</u> |
| Business-type activities:                      |                   |                   |                   |                   |                   |                   |                   |                   |
| Water  | \$ 35,314         | \$ 34,830         | \$ 35,574         | \$ 38,001         | \$ 44,384         | \$ 44,613         | \$ 48,244         | \$ 49,718         |
| Airport Authority                              | 94,684            | 104,468           | 110,013           | 104,371           | 113,981           | 119,059           | 134,574           | 129,917           |
| Sewer (2)                                      | -                 | -                 | -                 | 12,641            | 12,646            | 12,816            | 13,565            | 13,604            |
| Housing (3)                                    | -                 | -                 | -                 | -                 | 1,003             | 877               | 907               | 2,457             |
| Redevelopment Agency                           | 16,497            | 18,340            | 13,403            | 17,168            | 15,942            | 16,891            | 18,728            | 20,038            |
| Intermodal Hub (4)                             | -                 | -                 | -                 | -                 | 2,116             | 128               | -                 | -                 |
| Storm Water (4)                                | -                 | -                 | -                 | -                 | 4,442             | 4,619             | 5,067             | 5,903             |
| Refuse (4)                                     | -                 | -                 | -                 | -                 | 11,322            | 5,193             | 9,209             | 7,306             |
| Golf (4)                                       | -                 | -                 | -                 | -                 | 8,476             | 8,370             | 8,178             | 7,987             |
| Other activities (4)                           | 33,047            | 32,538            | 31,357            | 19,221            | -                 | -                 | -                 | -                 |
| Total business-type activities expenses        | <u>179,542</u>    | <u>190,176</u>    | <u>190,347</u>    | <u>191,402</u>    | <u>214,312</u>    | <u>212,565</u>    | <u>238,472</u>    | <u>236,931</u>    |
| Total primary government expenses              | <u>\$ 358,146</u> | <u>\$ 366,402</u> | <u>\$ 362,548</u> | <u>\$ 374,019</u> | <u>\$ 416,351</u> | <u>\$ 421,888</u> | <u>\$ 467,863</u> | <u>\$ 457,230</u> |
| Program Revenues                               |                   |                   |                   |                   |                   |                   |                   |                   |
| Charges for Services                           | \$ 42,140         | \$ 36,704         | \$ 38,368         | \$ 61,919         | \$ 49,669         | \$ 49,150         | \$ 55,918         | \$ 64,110         |
| Operating Grants and Contributions             | 9,945             | 10,741            | 17,492            | 14,424            | 17,798            | 11,705            | 14,297            | 10,435            |
| Capital Grants and Contributions               | 6,487             | 8,075             | 7,724             | 5,796             | 4,805             | 14,598            | 11,900            | 6,482             |
| Total governmental activities program revenues | <u>\$ 58,572</u>  | <u>\$ 55,520</u>  | <u>\$ 63,584</u>  | <u>\$ 82,139</u>  | <u>\$ 72,272</u>  | <u>\$ 75,454</u>  | <u>\$ 82,115</u>  | <u>\$ 81,027</u>  |

|  |                    |                    |                    |                    |                    |                    |                    |                    |  |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--|
| Business-type activities:                                    |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Charges for Services:  |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Water  | \$ 42,733          | \$ 40,222          | \$ 46,137          | \$ 43,667          | \$ 52,082          | \$ 56,330          | \$ 55,136          | \$ 57,118          |  |
| Airport Authority  | 125,702            | 126,076            | 115,954            | 129,709            | 136,863            | 146,425            | 150,813            | 144,281            |  |
| Sewer (2)  | -                  | -                  | -                  | 15,893             | 16,847             | 17,983             | 17,715             | 17,444             |  |
| Housing (3)  | -                  | -                  | -                  | -                  | 1,284              | 177                | 330                | 1,257              |  |
| Redevelopment Agency   | 26,190             | 24,746             | 24,093             | 22,885             | 23,055             | 24,106             | 24,447             | 25,335             |  |
| Intermodal Hub (4)   | -                  | -                  | -                  | -                  | 1,878              | 1,646              | -                  | -                  |  |
| Storm Water (4)  | -                  | -                  | -                  | -                  | 5,410              | 5,521              | 5,417              | 5,329              |  |
| Refuse (4)   | -                  | -                  | -                  | -                  | 7,241              | 7,872              | 7,634              | 7,768              |  |
| Golf (4)   | -                  | -                  | -                  | -                  | 7,794              | 8,252              | 8,071              | 7,609              |  |
| Other activities (4)   | 39,009             | 36,289             | 34,850             | 19,960             | -                  | -                  | -                  | -                  |  |
| Operating grants and contributions                           | 25,464             | 18,976             | 28,928             | 29,395             | 29,017             | 39,076             | -                  | -                  |  |
| Capital grants and contributions                             | -                  | -                  | -                  | -                  | -                  | -                  | 21,886             | 21,068             |  |
| Total business-type activities program revenues              | <u>259,098</u>     | <u>246,309</u>     | <u>249,962</u>     | <u>261,509</u>     | <u>281,471</u>     | <u>307,388</u>     | <u>291,449</u>     | <u>287,209</u>     |  |
| Total primary government program revenues                    | <u>\$ 317,670</u>  | <u>\$ 301,829</u>  | <u>\$ 313,546</u>  | <u>\$ 343,648</u>  | <u>\$ 353,743</u>  | <u>\$ 382,841</u>  | <u>\$ 373,564</u>  | <u>\$ 368,236</u>  |  |
| Net (expense)/revenue  |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Governmental activities                                      | \$ (120,032)       | \$ (120,706)       | \$ (108,617)       | \$ (100,478)       | \$ (129,767)       | \$ (133,870)       | \$ (147,276)       | \$ (139,272)       |  |
| Business-type activities                                     | 79,556             | 56,133             | 59,615             | 70,107             | 67,159             | 94,823             | 52,977             | 50,277             |  |
| Total primary government net expense                         | <u>\$ (40,476)</u> | <u>\$ (64,573)</u> | <u>\$ (49,002)</u> | <u>\$ (30,371)</u> | <u>\$ (62,608)</u> | <u>\$ (39,047)</u> | <u>\$ (94,299)</u> | <u>\$ (88,995)</u> |  |
| General Revenues and Other Changes in Net Assets             |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Governmental activities                                      |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Taxes  |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Property taxes, levied for general purposes                  | \$ 64,161          | \$ 59,723          | \$ 63,243          | \$ 66,696          | \$ 64,341          | \$ 65,850          | \$ 65,935          | \$ 66,608          |  |
| Franchise taxes  | 20,832             | 20,679             | 21,532             | 23,194             | 23,929             | 25,959             | 28,079             | 26,318             |  |
| Sales tax  | 45,602             | 41,889             | 41,097             | 44,999             | 48,933             | 52,056             | 53,828             | 49,332             |  |
| Grants and contributions not restricted to specific programs | 3,661 (1)          | -                  | -                  | -                  | -                  | -                  | -                  | -                  |  |
| Investment earnings  | 8,548              | 4,298              | 3,608              | 5,091              | 5,360              | 6,876              | 5,764              | 4,024              |  |
| Transfers  | -                  | 102                | 96                 | 211                | (16,313)           | 1,136              | (685)              | 2,307              |  |
| Total governmental activities                                | <u>142,804</u>     | <u>126,691</u>     | <u>129,576</u>     | <u>140,191</u>     | <u>126,250</u>     | <u>151,878</u>     | <u>152,921</u>     | <u>148,589</u>     |  |
| Business-type activities:                                    |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Investment earnings  | \$ 6,958           | \$ 5,648           | \$ 4,673           | \$ 6,462           | \$ 12,003          | \$ 17,799          | \$ 16,629          | \$ 8,651           |  |
| Intermodal Hub Contribution to UTA                           | -                  | -                  | -                  | -                  | -                  | -                  | (21,994)           | -                  |  |
| Transfers  | -                  | (102)              | (96)               | (211)              | 16,313             | (1,136)            | 685                | (2,307)            |  |
| Total business-type activities:                              | <u>6,958</u>       | <u>5,546</u>       | <u>4,577</u>       | <u>6,251</u>       | <u>28,316</u>      | <u>16,663</u>      | <u>(4,680)</u>     | <u>6,344</u>       |  |
| Total primary government                                     | <u>\$ 149,762</u>  | <u>\$ 132,237</u>  | <u>\$ 134,153</u>  | <u>\$ 146,442</u>  | <u>\$ 154,566</u>  | <u>\$ 168,540</u>  | <u>\$ 148,241</u>  | <u>\$ 154,933</u>  |  |
| Change in Net Assets   |                    |                    |                    |                    |                    |                    |                    |                    |  |
| Governmental activities                                      | \$ 22,772          | \$ 5,985           | \$ 20,959          | \$ 39,710          | \$ (3,516)         | \$ 18,008          | \$ 5,645           | \$ 9,317           |  |
| Business-type activities                                     | 86,514             | 61,679             | 64,192             | 76,356             | 95,475             | 111,486            | 48,297             | 56,621             |  |
| Total primary government                                     | <u>\$ 109,286</u>  | <u>\$ 67,664</u>   | <u>\$ 85,151</u>   | <u>\$ 116,066</u>  | <u>\$ 91,959</u>   | <u>\$ 129,494</u>  | <u>\$ 53,942</u>   | <u>\$ 65,938</u>   |  |

(1) Grants received for the 2002 Winter Olympics

(2) The Sewer Utility became a major fund in 2005

(3) The Housing Fund was classified as a business-type activity in 2006

(4) The nonmajor business-type activities were shown in detail rather than in total in 2006

Salt Lake City Corporation  
Fund Balances of Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)  
(amounts expressed in thousands)

|                                    | <u>2000</u>       | <u>2001</u>       | <u>2002</u>          | <u>2003</u>      | <u>2004</u>      | <u>2005</u>      | <u>2006</u>      | <u>2007</u>      | <u>2008</u>      | <u>2009</u>      |
|------------------------------------|-------------------|-------------------|----------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| General Fund                       |                   |                   |                      |                  |                  |                  |                  |                  |                  |                  |
| Reserved                           | \$ 9,129          | \$ 4,058          | \$ 2,552             | \$ 1,095         | \$ 1,443         | \$ 2,527         | \$ 2,818         | \$ 3,587         | \$ 4,543         | \$ 2,212         |
| Unreserved                         | 17,569            | 21,431            | 28,600               | 22,012           | 19,972           | 26,631           | 28,761           | 28,973           | 23,595           | 22,045           |
| Total General Fund                 | <u>\$ 26,698</u>  | <u>\$ 25,489</u>  | <u>\$ 31,152</u> (1) | <u>\$ 23,107</u> | <u>\$ 21,415</u> | <u>\$ 29,158</u> | <u>\$ 31,579</u> | <u>\$ 32,560</u> | <u>\$ 28,138</u> | <u>\$ 24,258</u> |
| <br>                               |                   |                   |                      |                  |                  |                  |                  |                  |                  |                  |
| All other governmental funds       |                   |                   |                      |                  |                  |                  |                  |                  |                  |                  |
| Reserved                           | \$ 105,648 (2)    | \$ 28,339         | \$ 28,101            | \$ 26,683        | \$ 41,830        | \$ 37,444        | \$ 7,193         | \$ 5,022         | \$ 9,782         | \$ 47,740        |
| Unreserved, reported in:           |                   |                   |                      |                  |                  |                  |                  |                  |                  |                  |
| Capital projects funds             | 22,635            | 90,163 (2)        | 50,554               | 27,842           | 29,642           | 27,234           | 27,140           | 26,094           | 34,600           | 25,289           |
| Special revenue funds              | 16,858            | 18,239            | 20,742               | 20,501           | 23,795           | 23,444           | 17,852           | 19,041           | 49,657           | 20,245           |
| Debt service funds                 | -                 | -                 | 97                   | 349              | 341              | 869              | 1,013            | 378              | (937)            | 1,706            |
| Total all other governmental funds | <u>\$ 145,141</u> | <u>\$ 136,741</u> | <u>\$ 99,494</u>     | <u>\$ 75,375</u> | <u>\$ 95,608</u> | <u>\$ 88,991</u> | <u>\$ 53,198</u> | <u>\$ 50,535</u> | <u>\$ 93,102</u> | <u>\$ 94,979</u> |

(1) - Increase due to 2002 Winter Olympics

(2) - Increase due to bonding for new Downtown library



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Salt Lake City Corporation  
Changes in Fund Balances of Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)  
(amounts expressed in thousands)

|   | 2000      | 2001      | 2002      | 2003      | 2004      | 2005      | 2006      | 2007      | 2008      | 2009      |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| <b>Revenues:</b>                                |           |           |           |           |           |           |           |           |           |           |
| General property taxes                          | \$ 53,452 | \$ 56,262 | \$ 58,584 | \$ 59,724 | \$ 63,243 | \$ 64,473 | \$ 63,305 | \$ 65,790 | \$ 67,447 | \$ 66,237 |
| Sales, Use and excise taxes                     | 40,320    | 42,731    | 45,602    | 41,889    | 41,097    | 44,999    | 48,933    | 52,053    | 53,828    | 49,332    |
| Franchise taxes                                 | 16,426    | 19,432    | 20,832    | 20,679    | 21,532    | 23,194    | 23,929    | 25,959    | 28,079    | 26,318    |
| Licenses  | 4,943     | 5,327     | 5,969     | 5,430     | 5,540     | 5,505     | 5,779     | 6,578     | 7,326     | 7,861     |
| Permits   | 4,645     | 6,347     | 4,395     | 3,751     | 4,460     | 6,881     | 9,940     | 9,891     | 13,874    | 12,964    |
| Fines and forfeitures                           | 2,610     | 3,885     | 3,447     | 5,564     | 5,744     | 5,656     | 6,268     | 6,059     | 5,705     | 6,632     |
| Assessments                                     | 1,193     | 1,453     | 1,266     | 1,543     | 2,100     | 19,046    | 1,597     | 2,064     | 1,806     | 1,747     |
| Interest  | 9,521     | 9,892     | 7,720     | 3,833     | 3,296     | 4,685     | 4,834     | 6,202     | 5,122     | 3,585     |
| Intergovernmental                               | 23,064    | 25,733    | 22,130    | 21,726    | 20,326    | 20,479    | 21,175    | 21,570    | 21,747    | 19,533    |
| Interfund service charges                       | 6,658     | 6,761     | 9,053     | 8,057     | 8,158     | 8,689     | 8,864     | 9,542     | 9,448     | 9,509     |
| Parking meter                                   | 1,231     | 1,257     | 1,171     | 1,160     | 1,197     | 1,288     | 1,454     | 1,540     | 1,664     | 1,646     |
| Parking ticket                                  | 3,526     | 3,374     | 2,813     | 3,445     | 3,913     | 3,669     | 3,135     | 2,909     | 3,103     | 3,969     |
| Charges for services                            | 3,765     | 3,160     | 6,105     | 3,993     | 3,710     | 3,633     | 3,574     | 4,151     | 4,124     | 4,878     |
| Contributions                                   | 390       | 367       | 4,899     | 1,261     | 5,732     | 1,502     | 3,082     | 1,550     | 3,148     | 1,271     |
| Miscellaneous                                   | 2,870     | 1,632     | 2,462     | 2,283     | 2,361     | 1,560     | 3,326     | 4,292     | 1,317     | 1,764     |
| Total Revenues                                  | 174,614   | 187,613   | 196,448   | 184,338   | 192,409   | 215,259   | 209,195   | 220,150   | 227,738   | 217,246   |
| <b>Expenditures</b>                             |           |           |           |           |           |           |           |           |           |           |
| City Council                                    | 1,467     | 1,220     | 1,289     | 1,513     | 1,328     | 1,541     | 1,519     | 1,686     | 2,174     | 1,777     |
| Mayor   | 1,385     | 1,443     | 1,549     | 1,486     | 1,414     | 1,460     | 1,558     | 1,617     | 1,768     | 1,911     |
| City Attorney                                   | 2,156     | 2,082     | 2,500     | 2,565     | 2,757     | 2,925     | 3,285     | 3,943     | 4,310     | 4,662     |
| Management Services                             | 6,152     | 7,453     | 13,400    | 8,820     | 8,920     | 9,278     | 9,589     | 10,355    | 11,027    | 11,837    |
| Fire  | 23,820    | 24,962    | 26,924    | 26,136    | 27,526    | 27,322    | 29,154    | 30,466    | 32,587    | 33,033    |
| Police  | 39,663    | 40,144    | 44,051    | 42,602    | 44,055    | 46,057    | 47,712    | 50,955    | 55,130    | 54,623    |
| Community and Economic                          |           |           |           |           |           |           |           |           |           |           |
| Development                                     | 21,506    | 16,705    | 19,854    | 18,419    | 17,101    | 16,197    | 18,174    | 17,606    | 20,409    | 21,862    |
| Public Services                                 | 23,969    | 28,060    | 31,975    | 32,844    | 34,610    | 34,902    | 36,784    | 41,787    | 39,740    | 37,641    |
| Internal Audit                                  | 296       | 281       | -         | -         | -         | -         | -         | -         | -         | -         |
| Arts Council                                    | 285       | 287       | 813       | 824       | 840       | 1,052     | 1,226     | 1,191     | 1,406     | 1,600     |
| Nondepartmental                                 | 9,433     | 8,782     | 9,787     | 11,449    | 10,509    | 12,291    | 12,725    | 13,554    | 14,832    | 16,480    |
| Capital Improvement                             | 24,035    | 37,760    | 58,292    | 52,550    | 32,858    | 22,847    | 33,275    | 27,024    | 26,475    | 32,881    |
| Debt service:                                   |           |           |           |           |           |           |           |           |           |           |
| Principal                                       | 6,133     | 5,718     | 5,686     | 58,332    | 6,313     | 29,829    | 9,991     | 10,289    | 11,363    | 11,519    |
| Interest and other fiscal charges               | 5,037     | 5,641     | 6,613     | 5,421     | 6,602     | 8,332     | 7,188     | 7,410     | 7,134     | 6,965     |
| Total expenditures                              | 165,337   | 180,538   | 222,733   | 262,961   | 194,833   | 214,033   | 212,180   | 217,883   | 228,355   | 236,791   |
| Excess of revenues<br>over (under) expenditures | 9,277     | 7,075     | (26,285)  | (78,623)  | (2,424)   | 1,226     | (2,985)   | 2,267     | (617)     | (19,545)  |

|   | <u>2000</u>      | <u>2001</u>       | <u>2002</u>        | <u>2003</u>        | <u>2004</u>      | <u>2005</u>     | <u>2006</u>        | <u>2007</u>       | <u>2008</u>     | <u>2009</u>      |
|---|------------------|-------------------|--------------------|--------------------|------------------|-----------------|--------------------|-------------------|-----------------|------------------|
| <b>Other financing sources (uses):</b>                  |                  |                   |                    |                    |                  |                 |                    |                   |                 |                  |
| Issuance of debt  | 86,334           | 65                | 705                | 54,216             | 30,179           | 68,666          | 472                | 686               | 9,341           | 47,620           |
| Premiums from issuance of debt                          | -                | -                 | -                  | -                  | 99               | -               | -                  | -                 | -               | 2,007            |
| Proceeds from sale of property                          | 7,119            | 723               | 982                | 920                | 561              | 1,705           | 579                | 751               | 6,225           | 2,279            |
| Operating transfers in                                  | 30,967           | 38,696            | 37,454             | 45,625             | 36,616           | 35,844          | 51,160             | 45,745            | 42,706          | 44,892           |
| Operating transfers out                                 | (37,021)         | (56,168)          | (45,474)           | (54,302)           | (46,492)         | (106,314)       | (62,013)           | (51,131)          | (50,232)        | (48,535)         |
| Total other financing sources (uses)                    | <u>87,399</u>    | <u>(16,684)</u>   | <u>(6,333)</u>     | <u>46,459</u>      | <u>20,963</u>    | <u>(99)</u>     | <u>(9,802)</u>     | <u>(3,949)</u>    | <u>8,041</u>    | <u>48,263</u>    |
| Net change in fund balances                             | <u>\$ 96,676</u> | <u>\$ (9,609)</u> | <u>\$ (32,618)</u> | <u>\$ (32,164)</u> | <u>\$ 18,539</u> | <u>\$ 1,127</u> | <u>\$ (12,787)</u> | <u>\$ (1,682)</u> | <u>\$ 7,423</u> | <u>\$ 28,719</u> |
| Debt service as a percentage of noncapital expenditures | 8.84%            | 8.85%             | 7.72%              | 29.17%             | 8.04%            | 19.96%          | 15.16%             | 9.95%             | 9.61%           | 9.47%            |
| Debt service as a percentage of total expenditures      | 6.76%            | 6.29%             | 5.52%              | 24.24%             | 6.63%            | 17.83%          | 8.10%              | 8.12%             | 8.10%           | 7.81%            |

Salt Lake City Corporation  
 Governmental Activities Tax Revenues By Source  
 Last Eight Fiscal Years  
 (accrual basis of accounting)  
 (amounts expressed in thousands)

| <b>Fiscal Year</b> | <b>Property Tax (Real)</b> | <b>Property Tax (Personal)</b> | <b>Property Tax Motor Vehicle</b> | <b>Franchise Tax</b> | <b>Sales Tax</b> | <b>Total</b> |
|--------------------|----------------------------|--------------------------------|-----------------------------------|----------------------|------------------|--------------|
| 2002               | \$ 46,772                  | \$ 7,211                       | \$ 4,601                          | \$ 20,832            | \$ 43,614        | \$ 123,030   |
| 2003               | 48,551                     | 7,436                          | 3,737                             | 20,678               | 41,899           | 122,301      |
| 2004               | 52,018                     | 6,918                          | 4,307                             | 21,533               | 41,097           | 125,873      |
| 2005               | 55,499                     | 6,998                          | 4,199                             | 23,194               | 44,999           | 134,889      |
| 2006               | 53,432                     | 6,710                          | 4,199                             | 23,929               | 48,933           | 137,203      |
| 2007               | 55,919                     | 6,004                          | 3,927                             | 25,959               | 52,056           | 143,865      |
| 2008               | 55,774                     | 5,930                          | 4,231                             | 28,079               | 53,828           | 147,842      |
| 2009               | 56,869                     | 5,972                          | 3,767                             | 26,318               | 49,332           | 142,258      |

Business Type Activities Tax Revenues By Source  
 Department of Airports  
 Last 10 Fiscal Years  
 (accrual basis of accounting)  
 (amounts expressed in thousands)

| <b>Fiscal Year</b> | <b>Landing Fees</b> | <b>Terminal Space Rentals</b> | <b>Other Airline Revenues</b> | <b>Car Rental</b> | <b>Auto Parking Facilities</b> | <b>Terminal</b> | <b>Other Revenues</b> | <b>Total Operating Revenue</b> |
|--------------------|---------------------|-------------------------------|-------------------------------|-------------------|--------------------------------|-----------------|-----------------------|--------------------------------|
| 2000               | 16,183              | 21,374                        | 6,097                         | 10,633            | 17,985                         | 14,440          | 6,485                 | 93,197                         |
| 2001               | 17,090              | 21,609                        | 4,153                         | 11,007            | 18,909                         | 15,250          | 6,671                 | 94,689                         |
| 2002               | 15,908              | 23,946                        | 4,903                         | 10,385            | 15,640                         | 17,952          | 2,962                 | 91,696                         |
| 2003               | 18,153              | 24,141                        | 5,742                         | 9,777             | 15,245                         | 15,457          | 3,449                 | 91,964                         |
| 2004               | 10,921              | 18,769                        | 5,431                         | 12,055            | 16,009                         | 15,559          | 3,129                 | 81,873                         |
| 2005               | 11,259              | 20,459                        | 6,742                         | 12,963            | 18,984                         | 16,994          | 3,748                 | 91,149                         |
| 2006               | 11,214              | 22,157                        | 6,622                         | 14,550            | 20,196                         | 18,619          | 3,425                 | 96,783                         |
| 2007               | 12,352              | 23,482                        | 6,632                         | 15,350            | 22,409                         | 21,069          | 4,134                 | 105,428                        |
| 2008               | 12,888              | 23,645                        | 7,099                         | 16,314            | 24,817                         | 22,955          | 3,007                 | 110,725                        |
| 2009               | 13,528              | 22,277                        | 7,048                         | 14,149            | 25,714                         | 22,698          | 2,827                 | 108,241                        |

Source: Salt Lake City Department of Airports Audited Financial Statements

Salt Lake City Corporation  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 Last ten fiscal years  
 (dollars are expressed in thousands)  
 (unaudited)

|  | 2000         | 2001         | 2002         | 2003         | 2004         | 2005         | 2006         | 2007         | 2008         | 2009         |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Taxable value *                                      | \$12,818,430 | \$12,130,282 | \$12,654,482 | \$12,726,186 | \$12,561,679 | \$12,543,350 | \$13,302,064 | \$15,190,797 | \$17,779,862 | \$18,761,325 |
| Estimated actual value                               | \$15,425,555 | \$17,356,457 | \$18,075,984 | \$18,480,005 | \$17,945,256 | \$17,996,198 | \$17,516,077 | \$20,116,508 | \$23,698,992 | \$24,893,820 |
| Ratio of assessed value to<br>estimated actual value | 83.1%        | 69.9%        | 70.0%        | 68.9%        | 70.0%        | 69.7%        | 75.9%        | 75.5%        | 75.0%        | 75.4%        |
| Total Direct Tax Rate                                | 0.004126     | 0.004131     | 0.004296     | 0.004457     | 0.004681     | 0.004681     | 0.004488     | 0.003927     | 0.003383     | 0.003299     |

Source: Salt Lake County Auditor's Office

\* 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  
 Direct and Overlapping Property Tax Rates  
 Last Ten Fiscal Years  
 (rates per \$1 of assessed value)

| Fiscal Year | Total Direct | Overlapping Rates      |                        |                  |                             |                                 |                             |
|-------------|--------------|------------------------|------------------------|------------------|-----------------------------|---------------------------------|-----------------------------|
|             |              | Salt Lake City Library | Salt Lake City Schools | Salt Lake County | Mosquito Abatement District | Central Utah Water Conservation | Metropolitan Water District |
| 2000        | 0.004126     | 0.000829               | 0.005859               | 0.003246         | 0.000076                    | 0.000396                        | 0.000286                    |
| 2001        | 0.004131     | 0.000785               | 0.005741               | 0.002904         | 0.000073                    | 0.000377                        | 0.000271                    |
| 2002        | 0.004296     | 0.000773               | 0.005585               | 0.003025         | 0.000072                    | 0.003690                        | 0.000267                    |
| 2003        | 0.004457     | 0.000755               | 0.005528               | 0.002939         | 0.000070                    | 0.000358                        | 0.000261                    |
| 2004        | 0.004681     | 0.000777               | 0.006018               | 0.002868         | 0.000072                    | 0.000358                        | 0.000269                    |
| 2005        | 0.004580     | 0.000887               | 0.005992               | 0.002816         | 0.000138                    | 0.000353                        | 0.000264                    |
| 2006        | 0.004488     | 0.000869               | 0.006040               | 0.002682         | 0.000060                    | 0.000400                        | -                           |
| 2007        | 0.003927     | 0.000762               | 0.005695               | 0.002346         | 0.000118                    | 0.000357                        | 0.000350                    |
| 2008        | 0.003383     | 0.006570               | 0.005071               | 0.001994         | 0.000102                    | 0.000302                        | 0.000350                    |
| 2009        | 0.003299     | 0.000618               | 0.004910               | 0.001916         | 0.000097                    | 0.000286                        | 0.000350                    |

Source: Salt Lake County Comprehensive Annual Financial Report

Salt Lake City Corporation  
Principal Property Tax Payers  
Current Year and Nine Years Ago

| <u>Taxpayer</u>                  | <u>December 31, 2008 taxable valuation</u> |      |   | <u>December 31, 1999 taxable value</u> |      |   |
|----------------------------------|--|------|---|--|------|---|
|                                  | Taxable Assessed Value                     | Rank | Percentage of Total City Taxable Assessed Value | Taxable Assessed Value                 | Rank | Percentage of Total City Taxable Assessed Value |
| Pacificorp                       | \$ 331,490,986                             | 1    | 1.8 %   | \$ 262,136,085                         | 3    | 2.0 %   |
| LDS Church (Deseret Title, Etc.) | 232,377,919                                | 2    | 1.2   | 212,707,460                            | 4    | 1.7   |
| Sky West Airlines                | 216,852,107                                | 3    | 1.2   | 131,098,420                            | 7    | 1.0   |
| Qwest Corporation                | 166,439,079                                | 4    | 0.9   | 293,333,242                            | 1    | 2.3   |
| Delta Airlines                   | 165,759,010                                | 5    | 0.9   | 280,543,470                            | 2    | 2.2   |
| Wasatch Plaza Holding            | 156,971,900                                | 6    | 0.8   |  |      |   |
| Inland Western Salt City Gateway | 143,516,300                                | 7    | 0.8   |  |      |   |
| Boyer Properties                 | 123,627,300                                | 8    | 0.7   |  |      |   |
| Southwest Airlines               | 98,856,510                                 | 9    | 0.5   |  |      |   |
| Grand America Hotel Company      | 94,387,200                                 | 10   | 0.5   |  |      |   |
| MCI Worldcom                     |  |      |   | 141,158,020                            | 5    | 1.1   |
| Little America Hotel Corporation |  |      |   | 129,320,200                            | 6    | 1.0   |
| American Stores                  |  |      |   | 92,503,400                             | 8    | 0.7   |
| Crossroads Plaza                 |  |      |   | 92,025,300                             | 9    | 0.7   |
| Questar                          |  |      |   | 85,525,009                             | 10   | 0.7   |
|                                  | <u>\$ 1,730,278,311</u>                    |      |   | <u>\$ 1,720,350,606</u>                |      |   |
| Taxable Value                    |  |      | \$ 18,761,324,934                               |  |      | \$ 12,818,430,000                               |

Source: State of Utah and Salt Lake County

Salt Lake City Corporation  
Property Tax Levies and Collections  
Last Ten Years  
(amounts expressed in thousands)

| <b>Fiscal<br/>Year<br/>Ended<br/>June 30,</b> | <b>Total Tax<br/>Levy for<br/>Fiscal Year</b> | <b>Collected within the<br/>Fiscal Year of the Levy</b> |                               | <b>Collection in<br/>Subsequent Years</b> | <b>Total Collections to Date</b> |                               |
|---|---|---|-------------------------------|---|----------------------------------|-------------------------------|
|   |   | <b>Amount</b>   | <b>Percentage<br/>of Levy</b> |   | <b>Amount</b>                    | <b>Percentage<br/>of Levy</b> |
| 2000  | 51,394  | 50,316  | 97.9                          | 811                                       | 51,127                           | 99.5                          |
| 2001  | 54,743  | 53,375  | 97.5                          | 1,123                                     | 54,498                           | 99.6                          |
| 2002  | 61,395  | 59,350  | 96.7                          | 1,735                                     | 61,085                           | 99.5                          |
| 2003  | 58,779  | 57,626  | 98.0                          | 710                                       | 58,336                           | 99.2                          |
| 2004  | 61,434  | 60,549  | 98.6                          | 555                                       | 61,104                           | 99.5                          |
| 2005  | 63,401  | 61,403  | 96.8                          | 1,925                                     | 63,328                           | 99.9                          |
| 2006  | 64,017  | 63,250  | 98.8                          | 586                                       | 63,836                           | 99.7                          |
| 2007  | 64,647  | 63,814  | 98.7                          | 416                                       | 64,230                           | 99.4                          |
| 2008  | 64,971  | 63,837 (1)  | 98.3                          | - (1)                                     | 63,837                           | 98.3                          |
| 2009  | 66,355  | - (1)   | -                             | - (1)                                     | -                                | -                             |

(1) - Property taxes are assessed January 1 and due by November 30.  
Payments are not considered delinquent until after November 30.



Salt Lake City Corporation  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years  
(amounts expressed in thousands except per capita amount)

| Fiscal<br>Year<br>Ended<br>June 30, | Governmental Activities        |                                |                  |                  | Business-type Activities |                  | Total<br>Primary<br>Government | Percentage<br>of Personal<br>Income | Personal<br>Income | Per<br>Capita |
|-------------------------------------|--------------------------------|--------------------------------|------------------|------------------|--------------------------|------------------|--------------------------------|-------------------------------------|--------------------|---------------|
|                                     | General<br>Obligation<br>Bonds | Special<br>Assessment<br>Bonds | Revenue<br>Bonds | Notes<br>Payable | Revenue<br>Bonds         | Notes<br>Payable |                                |                                     |                    |               |
| 2000                                | \$ 102,260                     | \$ 1,501                       | \$ 69,796        | \$ 11,903        | \$ 276,805               | \$ 5,049         | \$ 467,314                     | 6.28%                               | \$ 7,445,136       | \$ 2,682      |
| 2001                                | 97,660                         | 1,095                          | 66,340           | 12,104           | 208,017                  | 2,968            | 388,184                        | 5.52%                               | 7,027,043          | 2,136         |
| 2002                                | 93,360                         | 993                            | 74,488           | 18,968           | 206,988                  | 2,318            | 397,115                        | 5.89%                               | 6,741,062          | 2,169         |
| 2003                                | 91,355                         | 808                            | 69,784           | 18,857           | 189,630                  | 3,046            | 373,480                        | 5.51%                               | 6,775,885          | 2,063         |
| 2004                                | 97,561                         | 19,054                         | 66,985           | 18,213           | 161,604                  | 2,915            | 366,332                        | 5.18%                               | 7,075,096          | 2,036         |
| 2005                                | 91,755                         | 1,404                          | 65,500           | 17,320           | 149,843                  | 1,887            | 327,709                        | 4.44%                               | 7,387,520          | 1,835         |
| 2006                                | 85,661                         | 1,565                          | 61,877           | 6,834            | 137,771                  | 13,372           | 307,080                        | 3.98%                               | 7,713,740          | 1,724         |
| 2007                                | 79,305                         | 1,949                          | 58,203           | 6,257            | 128,205                  | 15,089           | 289,008                        | 3.70%                               | 7,805,389          | 1,616         |
| 2008                                | 72,649                         | 2,300                          | 62,609           | 6,801            | 77,779                   | 17,696           | 239,834                        | 2.79%                               | 8,603,388          | 1,328         |
| 2009                                | 76,824                         | 2,251                          | 96,488           | 5,056            | 67,098                   | 18,585           | 266,302                        | 2.83%                               | 9,404,633          | 1,466         |

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

Salt Lake City Corporation  
Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years  
(amounts expressed in thousands except per capita amount)

| <b>Fiscal<br/>Year<br/>Ended<br/>June 30,</b> | <b>General<br/>Obligation<br/>Bonds</b> | <b>Less: Amounts<br/>Available In Debt<br/>Service Fund</b> | <b>Total</b> | <b>Percentage of<br/>Estimated<br/>Actual Taxable<br/>Value of<br/>Property</b> | <b>Per<br/>Capita</b> |
|---|---|---|--------------|---|-----------------------|
| 2000  | \$ 102,260                              | \$ 1,600  | \$ 100,660   | 0.65%   | \$ 578                |
| 2001  | 97,660                                  | 1,758   | 95,902       | 0.55%   | 528                   |
| 2002  | 93,360                                  | 1,487   | 91,873       | 0.51%   | 502                   |
| 2003  | 91,355                                  | 615   | 90,740       | 0.49%   | 501                   |
| 2004  | 97,561                                  | 612   | 96,949       | 0.54%   | 533                   |
| 2005  | 91,755                                  | 644   | 91,111       | 0.51%   | 510                   |
| 2006  | 85,661                                  | 816   | 84,845       | 0.48%   | 476                   |
| 2007  | 79,305                                  | 820   | 78,485       | 0.39%   | 439                   |
| 2008  | 72,649                                  | 924   | 71,725       | 0.30%   | 397                   |
| 2009  | 76,824                                  | 822   | 76,002       | 0.31%   | 418                   |

Salt Lake City Corporation  
 COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
 June 30, 2009  
 (unaudited)

|                                | <u>Total debt</u>            | <u>Applicable to City</u> |                              | <u>Debt ratios</u>                          |   |   |
|--------------------------------|------------------------------|---------------------------|------------------------------|---|---|---|
|                                |                              | <u>Percentage</u>         | <u>Amount</u>                | To taxable<br>value of<br>\$ 18,761,324,934 | To fair market<br>value of<br>\$ 24,893,819,830 | Per capita -<br>population of<br>181,698 (est.) |
| Direct general obligation debt | <u>\$ 76,823,810</u>         | 100.00%                   | <u>\$ 76,823,810</u>         | 0.41%                                       | 0.31%   | \$ 422.81                                       |
| Overlapping debt:              |                              |                           |                              |   |   |   |
| Salt Lake County               | 247,650,000                  | 32.50%                    | 80,486,250                   |   |   |   |
| Salt Lake City School District | <u>132,537,722</u>           | 100.00%                   | <u>132,537,722</u>           |   |   |   |
| Total Overlapping debt         | 380,187,722                  |                           | 213,023,972                  |   |   |   |
| Total applicable to the City   | <u><u>\$ 457,011,532</u></u> |                           | <u><u>\$ 289,847,782</u></u> | 1.54%                                       | 1.16%   | \$ 1,595.22                                     |

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  
Legal Debt Margin Information  
Last Ten Fiscal Years  
(amounts expressed in thousands)

|  | 2000                | 2001                | 2002                | 2003                | 2004                | 2005                | 2006                | 2007                | 2008                | 2009                |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>General Purposes - 4%</b>   |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Debt Limit   | \$ 617,022          | \$ 694,258          | \$ 723,039          | \$ 739,200          | \$ 717,810          | \$ 718,648          | \$ 700,643          | \$ 804,660          | \$ 947,960          | \$ 995,753          |
| Total net debt applicable to limit                                   | (102,260)           | (97,660)            | (93,360)            | (91,355)            | (97,561)            | (91,111)            | (86,477)            | (80,125)            | (73,573)            | (76,002) (1)        |
| Legal Debt Margin  | <u>\$ 514,762</u>   | <u>\$ 596,598</u>   | <u>\$ 629,679</u>   | <u>\$ 647,845</u>   | <u>\$ 620,249</u>   | <u>\$ 627,537</u>   | <u>\$ 614,166</u>   | <u>\$ 724,535</u>   | <u>\$ 874,387</u>   | <u>\$ 919,751</u>   |
| Total net debt applicable to the limit as a percentage of debt limit |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| <b>Water, sewer and lighting 4%</b>                                  |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Debt Limit   | \$ 617,022          | \$ 694,258          | \$ 723,039          | \$ 739,200          | \$ 717,810          | \$ 718,648          | \$ 700,643          | \$ 804,660          | \$ 947,960          | \$ 995,753          |
| Total net debt applicable to limit                                   | -                   | -                   | -                   | -                   | -                   | -                   | -                   | -                   | -                   | -                   |
| Legal Debt Margin  | <u>\$ 617,022</u>   | <u>\$ 694,258</u>   | <u>\$ 723,039</u>   | <u>\$ 739,200</u>   | <u>\$ 717,810</u>   | <u>\$ 718,648</u>   | <u>\$ 700,643</u>   | <u>\$ 804,660</u>   | <u>\$ 947,960</u>   | <u>\$ 995,753</u>   |
| Total net debt applicable to the limit as a percentage of debt limit |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| <b>Totals 8%</b>   |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Debt Limit   | \$ 1,234,044        | \$ 1,388,516        | \$ 1,446,078        | \$ 1,478,400        | \$ 1,435,620        | \$ 1,437,296        | \$ 1,401,286        | \$ 1,609,320        | \$ 1,895,920        | \$ 1,991,506        |
| Total net debt applicable to limit                                   | (102,260)           | (97,660)            | (93,360)            | (91,355)            | (97,561)            | (91,111)            | (86,477)            | (80,125)            | (73,573)            | (76,002)            |
| Legal Debt Margin  | <u>\$ 1,131,784</u> | <u>\$ 1,290,856</u> | <u>\$ 1,352,718</u> | <u>\$ 1,387,045</u> | <u>\$ 1,338,059</u> | <u>\$ 1,346,185</u> | <u>\$ 1,314,809</u> | <u>\$ 1,529,195</u> | <u>\$ 1,822,347</u> | <u>\$ 1,915,504</u> |

Total net debt applicable to the limit as a percentage of debt limit

**Legal Debt Margin Calculation for Fiscal Year 2009**

|   |                      |
|---|----------------------|
| Total assessed value  | <u>\$ 24,893,820</u> |
| Debt limit (8% of total assessed value)                         | <u>1,991,506</u>     |
| Debt applicable to limit:                                       |                      |
| General obligation bonds  | 76,824               |
| Less: Amount set aside for repayment of general obligation debt | <u>(822)</u>         |
| Total net debt applicable to limit                              | <u>76,002</u>        |
| Legal debt margin   | <u>\$ 1,915,504</u>  |

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.

(1) - Starting in 2005 the total net debt applicable to limit is netted with the Fund Balance in the Debt Service Fund

Salt Lake City Corporation  
Pledged-Revenue Coverage  
Last Ten Fiscal Years  
(amounts expressed in thousands)

| Revenue Bonds                                  |                    |                              |                        |                  |          |          |                                 | Special Assessment Bonds |          |          |  |
|--|--------------------|------------------------------|------------------------|------------------|----------|----------|---------------------------------|--------------------------|----------|----------|--|
| Fiscal Year Ended June 30,                     | Gross Revenues (1) | Less: Operating Expenses (3) | Net Available Revenues | Debt Service (6) |          | Coverage | Special Assessments Collections | Debt Service             |          | Coverage |  |
|  |                    |                              |                        | Principal        | Interest |          |                                 | Principal                | Interest |          |  |
| <b>Revenue Bonds - Governmental Activities</b> |                    |                              |                        |                  |          |          |                                 |                          |          |          |  |
| 2000   | \$ 8,435           | \$ 63                        | \$ 8,372               | \$ 8,605         | \$ 3,019 | 0.72%    | \$ 355                          | \$ 658                   | \$ 105   | 0.47%    |  |
| 2001   | 8,014              | -                            | 8,014                  | 3,257            | 3,074    | 1.27%    | 400                             | 408                      | 70       | 0.84%    |  |
| 2002   | 8,356              | 43                           | 8,313                  | 612              | 3,899    | 1.84%    | 302                             | 276                      | 58       | 0.90%    |  |
| 2003   | 9,029              | 467                          | 8,562                  | 4,719            | 3,670    | 1.02%    | 1,060                           | 309                      | 47       | 2.98%    |  |
| 2004   | 9,257              | 14                           | 9,243                  | 2,807            | 3,778    | 1.40%    | 1,765                           | 633                      | 987      | 1.09%    |  |
| 2005   | 50,790 (2)         | 3                            | 50,787                 | 65,577 (2)       | 2,869    | 0.74%    | 17,741 (7)                      | 17,650                   | 1,397    | 0.93%    |  |
| 2006   | 53,094             | -                            | 53,094                 | 3,625            | 2,303    | 8.96%    | 1,547                           | 311                      | 47       | 4.32%    |  |
| 2007   | 53,252             | -                            | 53,252                 | 3,673            | 2,708    | 8.35%    | 4,080                           | 302                      | 70       | 10.97%   |  |
| 2008   | 57,876             | -                            | 57,876                 | 4,164            | 2,898    | 8.20%    | 847                             | 400                      | 90       | 1.73%    |  |
| 2009   | 53,135             | -                            | 53,135                 | 4,215            | 2,826    | 7.55%    | 943                             | 429                      | 99       | 1.79%    |  |

| Fiscal Year Ended June 30,                      | Gross Revenues (4) | Less: Operating Expenses (5) | Net Available Revenues | Debt Service |           | Coverage |
|---|--------------------|------------------------------|------------------------|--------------|-----------|----------|
|   |                    |                              |                        | Principal    | Interest  |          |
| <b>Revenue Bonds - Business-type activities</b> |                    |                              |                        |              |           |          |
| 2000 (3)  | \$ 211,600         | \$ 104,046                   | \$ 107,554             | \$ 36,820    | \$ 17,154 | 1.99%    |
| 2001  | 216,997            | 115,398                      | 101,599                | 46,926       | 14,224    | 1.66%    |
| 2002  | 226,833            | (31,207)                     | 258,040                | 36,204       | 12,440    | 5.30%    |
| 2003  | 225,431            | 121,254                      | 104,177                | 17,840       | 10,242    | 3.71%    |
| 2004  | 223,047            | 119,891                      | 103,156                | 15,445       | 9,695     | 4.10%    |
| 2005  | 233,447            | 133,622                      | 99,825                 | 14,564       | 4,950     | 5.12%    |
| 2006  | 229,337            | 144,627                      | 84,710                 | 12,397       | 6,157     | 4.57%    |
| 2007  | 240,995            | 197,440                      | 43,555                 | 10,944       | 5,737     | 2.61%    |
| 2008  | 246,174            | 158,227                      | 87,947                 | 70,639       | 4,883     | 1.16%    |
| 2009  | 243,147            | 166,589                      | 76,558                 | 70,639       | 4,883     | 1.01%    |

- (1) Gross revenue includes rental income from MBA fund, Class C Funds
- (2) In 2005 all MBA fund revenue bonds were repaid and new Sales tax revenue bonds were issued. Sales tax is included in gross income.
- (3) Excludes depreciation and amortization
- (4) 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.
- (5) Excludes depreciation and amortization
- (6) Beginning in fiscal 2000, principal payments are net of any defeased or refinanced amounts.
- (7) Special Assessment of \$17,350 was refunded in the fiscal year 2005

Salt Lake City Corporation  
Demographic and Economic Statistics  
Last Ten Fiscal Years

| <b>Fiscal Year Ended June 30,</b> | <b>Population (1)</b> | <b>Personal Income (amounts expressed in thousands) (2)</b> | <b>Per Capita Personal Income</b> | <b>Number of residents 18 years and older (1)</b> | <b>High School Graduates (3)</b> | <b>Average Daily School Membership (3)</b> | <b>Unemployment Rate (4)</b> |
|-----------------------------------|-----------------------|---|-----------------------------------|---|----------------------------------|--|------------------------------|
| 2000                              | 174,264               | \$ 7,445,136  | \$ 42,723                         | 120,012   | 1,310                            | 24,823                                     | 3.5%                         |
| 2001                              | 181,743               | 7,027,043   | 38,665                            | 138,773   | 1,277                            | 24,696                                     | 5.0%                         |
| 2002                              | 183,056               | 6,741,062   | 36,825                            | 138,773   | 1,202                            | 23,976                                     | 7.3%                         |
| 2003                              | 181,027               | 6,775,808   | 37,430                            | 138,773   | 1,368                            | 24,190                                     | 6.7%                         |
| 2004                              | 179,894               | 6,841,042   | 38,028                            | 138,773   | 1,176                            | 23,623                                     | 5.4%                         |
| 2005                              | 178,605               | 6,906,825   | 38,671                            | 138,773   | 1,288                            | 23,310                                     | 4.9%                         |
| 2006                              | 178,097               | 7,075,096   | 39,726                            | 138,773   | 1,015                            | 23,283                                     | 4.4%                         |
| 2007                              | 178,858               | 7,805,389   | 43,640                            | 138,773   | 1,036                            | 23,548                                     | 2.9%                         |
| 2008                              | 180,651               | 8,603,388   | 47,624                            | 138,773   | 1,075                            | 23,250                                     | 2.6%                         |
| 2009                              | 181,698               | 9,404,633   | 51,760                            | 140,130   | 1,118                            | 23,880                                     | 3.3%                         |

(1) U.S. Census Bureau

(2) Utah State Tax Commission

(3) Salt Lake City School District

(4) State of Utah Work Force Services -annualized from prior calendar year

Salt Lake City Corporation  
Full-time Equivalent City Government by Functions  
Last Ten Fiscal Years

|  | 2000            | 2001            | 2002            | 2003            | 2004            | 2005            | 2006            | 2007            | 2008            | 2009            |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| <b>Department</b>                                |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| <b>General Fund</b>                              |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Attorney's Office                                | 26.85           | 28.59           | 30.29           | 30.29           | 34.29           | 36.29           | 41.22           | 45.64           | 47.50           | 54.50           |
| City Council                                     | 19.20           | 18.60           | 19.00           | 19.00           | 18.60           | 18.60           | 18.60           | 18.60           | 19.60           | 22.13           |
| Community and Economic Development               | 195.00          | 192.00          | 130.00          | 129.00          | 118.40          | 116.00          | 121.00          | 128.00          | 138.00          | 175.51          |
| Fire   | 354.00          | 366.00          | 366.00          | 365.00          | 359.00          | 359.00          | 362.00          | 362.00          | 369.00          | 365.75          |
| Management Services                              | 85.79           | 90.39           | 126.81          | 119.81          | 118.96          | 117.46          | 119.46          | 120.46          | 123.66          | 127.66          |
| Mayor's Office                                   | 19.00           | 20.00           | 21.00           | 21.00           | 19.00           | 17.00           | 17.00           | 17.00           | 18.00           | 19.00           |
| Office of Internal Audit                         | 4.00            | 4.00            | 2.00            | -               | -               | -               | -               | -               | -               | -               |
| Police   | 578.15          | 578.78          | 581.28          | 586.65          | 577.18          | 574.57          | 585.07          | 594.00          | 595.00          | 594.00          |
| Public Services                                  | 363.64          | 355.47          | 427.68          | 429.04          | 451.01          | 448.83          | 435.29          | 440.04          | 324.84          | 294.71          |
| <b>General Fund Total</b>                        | <b>1,645.63</b> | <b>1,653.83</b> | <b>1,704.06</b> | <b>1,699.79</b> | <b>1,696.44</b> | <b>1,687.75</b> | <b>1,699.64</b> | <b>1,725.74</b> | <b>1,635.60</b> | <b>1,653.26</b> |
| <b>Enterprise Funds</b>                          |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Airport  | 526.80          | 529.80          | 559.80          | 563.80          | 575.80          | 575.80          | 575.80          | 567.80          | 568.80          | 597.80          |
| Golf   | 91.87           | 89.59           | 90.92           | 90.92           | 94.50           | 96.93           | 94.92           | 93.84           | 42.40           | 40.40           |
| Public Utilites                                  | 405.80          | 401.80          | 400.10          | 400.10          | 397.60          | 395.70          | 394.70          | 390.40          | 382.00          | 382.00          |
| Refuse   | 61.95           | 59.86           | 60.88           | 60.88           | 42.16           | 39.72           | 39.72           | 39.72           | 27.05           | 27.05           |
| <b>Enterprise Fund Total</b>                     | <b>1,086.42</b> | <b>1,081.05</b> | <b>1,111.70</b> | <b>1,115.70</b> | <b>1,110.06</b> | <b>1,108.15</b> | <b>1,105.14</b> | <b>1,091.76</b> | <b>1,020.25</b> | <b>1,047.25</b> |
| <b>Internal Service Funds</b>                    |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Information Management Services                  | 54.90           | 55.90           | 57.90           | 57.90           | 59.00           | 59.00           | 60.00           | 60.00           | 62.00           | 60.00           |
| Fleet Management                                 | 52.00           | 50.00           | 41.00           | 40.00           | 42.90           | 42.90           | 43.00           | 43.00           | 43.60           | 48.60           |
| Risk Management                                  | 6.19            | 6.09            | 6.09            | 6.09            | 6.34            | 6.34            | 6.64            | 6.64            | 6.34            | 6.34            |
| Governmental Immunity                            | 5.15            | 5.35            | 4.65            | 4.65            | 4.65            | 4.65            | 2.17            | 0.00            | 0.00            | 0.00            |
| <b>Internal Service Fund Total</b>               | <b>118.24</b>   | <b>117.34</b>   | <b>109.64</b>   | <b>108.64</b>   | <b>112.89</b>   | <b>112.89</b>   | <b>111.81</b>   | <b>109.64</b>   | <b>111.94</b>   | <b>114.94</b>   |
| <b>Weed Abatement Special Revenue Fund Total</b> | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     | <b>1.08</b>     |
| <b>Total Positions</b>                           | <b>2,851.37</b> | <b>2,853.30</b> | <b>2,926.48</b> | <b>2,925.21</b> | <b>2,920.47</b> | <b>2,909.87</b> | <b>2,917.67</b> | <b>2,928.22</b> | <b>2,768.87</b> | <b>2,816.53</b> |

Salt Lake City Corporation  
Principal Employers  
June 30, 2009

| <u>Employer</u>                            | <u>Number of<br/>Employees</u> | <u>Rank</u> | <u>Percent<br/>of all<br/>Employees</u> |
|--|--------------------------------|-------------|---|
| University of Utah *                       | 12,000 - 15,000                | 1           | 6.68% - 7.95%                           |
| State of Utah *                            | 7,000 - 9,000                  | 2           | 3.90% - 4.77%                           |
| Intermountain Health Care *                | 5,000 - 7,000                  | 3           | 2.78% - 3.71%                           |
| L3 Communication Systems West              | 2,700 - 3,200                  | 4           | 1.50% - 1.70%                           |
| Salt Lake City School District *           | 2,800 - 3,300                  | 5           | 1.56% - 1.54%                           |
| Salt Lake City Corporation                 | 2,700 - 2,900                  | 6           | 1.50% - 1.54%                           |
| U.S. Post Office *                         | 2,400 - 2,600                  | 7           | 1.34% - 1.38%                           |
| Skywest Airlines                           | 2,200 - 2,400                  | 8           | 1.22% - 1.27%                           |
| A R U P                                    | 2,100 - 2,300                  | 9           | 1.17% - 1.22%                           |
| O C Tanner                                 | 1,300 - 1,500                  | 10          | .72% - .80%                             |
| <br>Total Employees of Principal Employers | <br>40,200 - 49,200            |             | <br>22.37% - 25.88%                     |

\* Workforce Services -based on yearly averages  
Information from The City's Business Licensing Division  
Prior nine year period Principal Employer information unavailable



Salt Lake City Corporation  
Operating Indicators by Function  
Last Ten Fiscal Years

|   | 2000    | 2001    | 2002    | 2003    | 2004    | 2005    | 2006    | 2007    | 2008    | 2009    |
|---|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| <b>Function</b>   |         |         |         |         |         |         |         |         |         |         |
| <b>Fire</b>   |         |         |         |         |         |         |         |         |         |         |
| Medical Calls   | 19,664  | 18,867  | 19,782  | 18,497  | 18,598  | 19,956  | 20,590  | 21,792  | 22,175  | 21,142  |
| Fire Calls  | 6,085   | 6,354   | 6,426   | 5,508   | 5,704   | 5,114   | 5,481   | 5,754   | 5,900   | 5,711   |
| Total Fire Department Calls   | 25,961  | 29,401  | 28,867  | 26,112  | 26,278  | 27,073  | 28,116  | 29,619  | 31,181  | 29,896  |
| <b>Police (calendar year)</b>   |         |         |         |         |         |         |         |         |         |         |
| Median Priority 1 Response Time (in minutes)                                | 6:40    | 6:33    | 5:57    | 5:51    | 5:35    | 5:36    | 5:43    | 5:47    | 5:40    | TBD     |
| Total Part One Index (crime against person(s))                              | -       | -       | 18,366  | 18,346  | 17,285  | 18,110  | 17,146  | 16,695  | 17,754  | TBD     |
| Narcotic Arrest Offenses  | -       | -       | 1,090   | 1,169   | 1,178   | 1,078   | 1,336   | 1,550   | n/a (1) | n/a (1) |
| <b>Community Development</b>  |         |         |         |         |         |         |         |         |         |         |
| Percent of business license inspections conducted within 30 days            | -       | -       | -       | -       | -       | 58%     | 61%     | 65%     | 99%     | TBD     |
| Number of building inspections conducted per day                            | -       | -       | -       | -       | -       | 117     | 113     | 123     | 112     | TBD     |
| Percent of transportation service requests completed within 10 working days | -       | -       | -       | -       | -       | 98%     | 97.8%   | 100%    | 99%     | TBD     |
| <b>Public Services</b>  |         |         |         |         |         |         |         |         |         |         |
| Engineering - Percent of street network rehabilitated annually              | -       | -       | -       | 2%      | 1.7%    | 1.6%    | 1.4%    | .6%     | .7%     | n/a (1) |
| Parks - Percent of park maintenance completed                               | -       | -       | -       | -       | -       | -       | -       | -       | -       | 90%     |
| Forestry - Number of trees pruned mer month (average)                       | -       | -       | 646     | 1,113   | 919     | 998     | 946     | 756     | 473     | 551     |
| <b>Water</b>  |         |         |         |         |         |         |         |         |         |         |
| Total million gallons water delivered                                       | 36,278  | 35,830  | 34,072  | 30,079  | 31,150  | 28,775  | 31,812  | 32,588  | 31,737  | 31,665  |
| Per capita delivered - gallons per day                                      | 315     | 304     | 286     | 252     | 261     | 241     | 266     | 280     | 272     | 255     |
| <b>Airport</b>  |         |         |         |         |         |         |         |         |         |         |
| Total enplaned passengers (in thousands)                                    | 9,903   | 9,778   | 9,165   | 9,298   | 9,137   | 10,212  | 10,909  | 10,928  | 10,950  | 9,994   |
| Cargo pounds (in thousands)   | 415,065 | 387,509 | 420,560 | 181,337 | 467,034 | 435,715 | 382,826 | 385,126 | 371,322 | 302,989 |
| <b>Sewer</b>  |         |         |         |         |         |         |         |         |         |         |
| Total Plant Flow (million gallons)  | 12,848  | 12,857  | -       | 10,582  | 11,557  | 12,182  | 12,408  | 12,095  | 12,044  | 11,941  |
| Total influent (TBOD) biochemical oxygen demand (in thousand pounds)        | 24,312  | 24,099  | -       | 24,178  | 24,638  | 24,232  | 22,979  | 22,119  | 23,185  | 21,393  |
| <b>Housing</b>  |         |         |         |         |         |         |         |         |         |         |
| Rehab Loans   | 99      | 103     | 88      | 134     | 155     | 142     | 109     | 44      | 85      | 96      |
| Rehab units   | 62      | 72      | 55      | 39      | 34      | 31      | 51      | 44      | 152     | 183     |
| First Time Home Buyer projects  | 28      | 19      | 23      | 30      | 24      | 28      | 20      | 14      | 18      | 20      |
| <b>Storm Water Utility</b>  |         |         |         |         |         |         |         |         |         |         |
| Line Installation (Linear Feet)   | 11,451  | 22,351  | 22,464  | 22,308  | 17,163  | 32,767  | 18,594  | 28,243  | 29,052  | 25,877  |
| <b>Refuse Collection</b>  |         |         |         |         |         |         |         |         |         |         |
| Annual percent compliant decrease related to weekly pickup                  | -       | -       | 25%     | 37%     | 31%     | 10%     | 8%      | -7.4%   | -8.6%   | -8.6%   |
| Percent of contamination in curbside recycling bins                         | -       | -       | -       | -       | 13%     | 18%     | 23%     | 18%     | 23%     | 26%     |
| <b>Golf</b>   |         |         |         |         |         |         |         |         |         |         |
| Percent of Golf maintenance completed as scheduled                          | -       | -       | 100%    | 100%    | 100%    | 100%    | 95%     | 100%    | 98%     | 98%     |

(1) - Indicator no longer measured

Salt Lake City Corporation  
Capital Asset Statistics by Function  
Last Ten Fiscal Years

|  | 2000       | 2001       | 2002       | 2003       | 2004       | 2005       | 2006       | 2007       | 2008       | 2009       |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| <b>Function</b>  |            |            |            |            |            |            |            |            |            |            |
| <b>Fire</b>  |            |            |            |            |            |            |            |            |            |            |
| Number of stations                                     | 13         | 14         | 14         | 14         | 14         | 14         | 14         | 14         | 14         | 14         |
| Sworn/fire fighters                                    | 319        | 331        | 331        | 312        | 322        | 323        | 330        | 335        | 330        | 325        |
| Non-sworn civilian employees.                          | 32         | 31         | 31         | 28         | 37         | 39         | 32         | 34         | 35         | 34         |
| <b>Police protection:</b>                              |            |            |            |            |            |            |            |            |            |            |
| Number of officers with power of arrest                | 409        | 415        | 415        | 399        | 409        | 409        | 424        | 409        | 432        | 427        |
| Number of other police employees                       | 157        | 165        | 165        | 151        | 158        | 158        | 173        | 179        | 163        | 160        |
| <b>Community Development</b>                           |            |            |            |            |            |            |            |            |            |            |
| Number of Street Lights                                | 13,068     | 11,818     | 12,545     | 13,899     | 12,931     | 14,590     | 14,377     | 14,762     | 14,835     | 15,096     |
| <b>Public Services</b>                                 |            |            |            |            |            |            |            |            |            |            |
| <b>Recreation and culture:</b>                         |            |            |            |            |            |            |            |            |            |            |
| Number of municipal parks                              | 126        | 126        | 126        | 134        | 80         | 80         | 80         | 80         | 80         | 80         |
| Number of municipal playgrounds                        | 58         | 58         | 58         | 50         | 59         | 59         | 59         | 59         | 60         | 60         |
| Number of municipal golf courses                       | 8          | 8          | 8          | 8          | 9          | 9          | 9          | 9          | 9          | 9          |
| Number of municipal swimming pools (1)                 | 4          | 4          | 4          | 4          | 4          | 4          | 4          | 4          | 4          | 4          |
| Lane miles of city owned streets                       | 1,787      | 1,743      | 1,741      | 1,754      | 1,770      | 1,776      | 1,776      | 1,825      | 1,823      | 1,843      |
| <b>Municipal water plants:</b>                         |            |            |            |            |            |            |            |            |            |            |
| Number of service connections                          | 90,393     | 90,766     | 91,283     | 91,751     | 92,055     | 92,344     | 77,817     | 78,008     | 90,920     | 90,976     |
| City   | 55,859     | 56,699     | 57,078     | 57,355     | 57,492     | 57,646     | 52,991     | 53,220     | 56,753     | 57,315     |
| County   | 34,534     | 34,067     | 34,205     | 34,396     | 34,563     | 34,698     | 24,826     | 24,788     | 34,167     | 33,661     |
| Water supplied to conduits (gallons/year) per thousand | 32,968,200 | 35,868,100 | 34,072,720 | 30,078,800 | 31,149,640 | 28,774,670 | 31,812,140 | 32,588,000 | 31,736,570 | 31,664,660 |
| Water shed managed (square miles)                      | 190        | 250        | 190        | 190        | 190        | 190        | 190        | 190        | 190        | 190        |
| Number of fire hydrants                                | 8,487      | 8,972      | 8,903      | 8,967      | 9,044      | 9,143      | 9,351      | 9,654      | 9,796      | 9,931      |
| City   | 5,576      | 5,983      | 5,925      | 5,885      | 5,935      | 5,912      | 6,029      | 6,078      | 6,203      | 6,241      |
| County   | 2,911      | 2,989      | 2,978      | 3,082      | 3,109      | 3,231      | 3,322      | 3,576      | 3,593      | 3,690      |
| <b>Sewer Utility</b>                                   |            |            |            |            |            |            |            |            |            |            |
| Number of sewer connections                            | 48,359     | 48,019     | 48,192     | 48,325     | 48,421     | 48,466     | 49,191     | 49,340     | 49,370     | 49,430     |
| Miles of sanitary sewer lines                          | 616        | 627        | 633        | 634        | 636        | 636        | 636        | 640        | 642        | 645        |
| <b>Storm Water Utility:</b>                            |            |            |            |            |            |            |            |            |            |            |
| Miles of storm water lines                             | 433        | 434        | 437        | 444        | 441        | 445        | 445        | 461        | 460        | 465        |
| Public Libraries                                       | 6          | 6          | 6          | 6          | 6          | 6          | 6          | 6          | 6          | 6          |

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

**Miscellaneous Statistics - Most current information only**

|  |                 |
|--|-----------------|
| Date of Incorporation                        | January 5, 1851 |
| Form of government (adopted January 7, 1980) | Council/Mayor   |
| Area (square miles)                          | 112             |
| Election data:                               |                 |
| Registered (active voters), November 2007    | 95,528          |
| Number of votes cast in 2007 local election  | 43,209          |
| Percentage of registered voters voting       | 45.23%          |