

COMPREHENSIVE  
ANNUAL FINANCIAL REPORT



CITY OF SARATOGA SPRINGS, UTAH  
FISCAL YEAR ENDED JUNE 30, 2021

# CITY OF SARATOGA SPRINGS, UTAH

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

(INCLUDING INTERNAL CONTROL, AND COMPLIANCE REPORTS AND  
SUPPLEMENTARY INFORMATION)

FOR FISCAL YEAR ENDED JUNE 30, 2021

PREPARED BY:  
FINANCE DEPARTMENT

**THE CITY OF SARATOGA SPRINGS**  
**Table of Contents**

Page

**INTRODUCTORY SECTION**

Transmittal Letter.....	1-4
Principal Officials .....	5
Organization Chart .....	6
Certificate of Achievement for Excellence in Financial Reporting .....	7

**FINANCIAL SECTION**

Independent Auditor's Report.....	9-10
Management Discussion and Analysis.....	11-24
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position.....	26
Statement of Activities.....	27
Governmental Funds Statements	
Balance Sheet.....	28
Balance Sheet Reconciliation to Statement of Net Position .....	29
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	30
Statement of Changes Reconciliation to Statement of Activities.....	31
Statement of Revenues, Expenditures, and Changes in Fund Balances – General Fund – Budget and Actual .....	32
Proprietary Funds Statements	
Statement of Net Position.....	33
Statement of Revenues, Expenses, and Changes in Fund Net Position .....	34
Statement of Cash Flows.....	35
Notes to the Basic Financial Statements	
Note 1 – Summary of Significant Accounting Policies .....	36-41
Note 2 – Deposits and Investments .....	42-44
Note 3 – Accounts Receivable – Unearned Revenue.....	44
Note 4 – Capital Assets .....	45-46
Note 5 – Compensated Absences .....	46
Note 6 – Retirement Plans.....	46-56
Note 7 – Interfund Transfers .....	56-57
Note 8 – Contingent Liabilities .....	57
Note 9 – Construction Commitments.....	57
Note 10 – Risk Management.....	57
Note 11 – Capital Leases.....	58
Note 12 – Long-term Debt .....	58-63
Note 13 – Restatement of Net Position .....	63
Note 14 – Community Development Agency.....	63
Note 15 – Subsequent Events.....	64

## **REQUIRED SUPPLEMENTARY INFORMATION**

Schedule of Contributions to the Utah State Retirement System .....	66
Schedule of Expenditures of the Proportionate Share of Net Pension Liability of the Utah State Retirement System .....	67
Notes to Required Supplementary Information .....	68

## **THE CITY OF SARATOGA SPRINGS**

### **Table of Contents - Continued**

## **SUPPLEMENTARY INFORMATION**

Schedule of Rev, Expend, and Changes in Fund Balance Capital Projects Fund.....	71
Schedule of Rev, Expend, and Changes in Fund Balance Community Development Agency .....	72
Combining Statement of Net Position Nonmajor Proprietary Funds .....	74
Combining Statement of Revs, Expenses, Changes in Fund Net Position Nonmajor Proprietary Funds ..	75
Combining Statement of Cash Flows Nonmajor Proprietary Funds .....	76

## **STATISTICAL SECTION**

Schedule 1 – Net Position by Component .....	78
Schedule 2 – Changes in Net Position .....	79-80
Schedule 3 – Fund Balances of Governmental Funds .....	81
Schedule 4 – Changes in Fund Balances of Governmental Funds .....	82
Schedule 5 – Governmental Activities Tax Revenues by Source.....	83
Schedule 6 – Assessed Value of Taxable Property Excluding Fee-In-Lieu .....	84
Schedule 7 – Assessed Value of Taxable Property Including Fee-In-Lieu .....	85
Schedule 8 – Taxable Sales by Category .....	86
Schedule 9 – Direct and Overlapping Property Tax Rates .....	87
Schedule 10 – Direct and Overlapping Sales Tax Rate .....	88
Schedule 11 – City Tax Revenue Collected by Utah County.....	89
Schedule 12 – Outstanding Debt by Type .....	90
Schedule 13 – Legal Debt Margin Information .....	91
Schedule 14 – Direct and Overlapping Governmental Activities Debt.....	92
Schedule 15 – Pledged-Revenue Coverage .....	93
Schedule 16 – Demographic and Economic Statistics.....	94
Schedule 17 – Principal Employers.....	95
Schedule 18 – Full-time Equivalent City Government Employees by Function.....	96
Schedule 19 – Operation Indicators by Function.....	97
Schedule 20 – Capital Assets by Function .....	98
Schedule 21 – Five-Year Financial Summaries.....	99

## **INTERNAL CONTROL AND COMPLIANCE REPORTS**

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards .....	100
Report on Auditor’s Report on Compliance and Report of Internal Control over Compliance as required by the State Compliance Audit Guide.....	102

## **Expenditures of Federal Awards**

Schedule of Expenditures of Federal Awards .....	104
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## **INTRODUCTORY SECTION**



# CITY OF SARATOGA SPRINGS

December 7, 2021

To the Honorable City Council, Honorable Mayor, and Citizens of the City of Saratoga Springs, Utah:

These financial statements have been prepared by the City of Saratoga Springs Finance Department in accordance with accounting principles generally accepted in the United States (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB). Utah State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report fulfills that requirement for the fiscal year ended June 30, 2021.

The City's management is responsible for the accuracy of the report, as well as the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the report is complete and accurate in all material respects. To provide a basis for management to make these representations, the City maintains a comprehensive system of internal controls designed to provide reasonable, but not absolute, assurance against loss of assets or material misstatement in the financial statements. This level of assurance is an inherent limitation in a system of internal controls. They should be cost-effective, with cost of such controls not exceeding the related benefit.

Gilbert & Stewart, a firm of licensed certified public accountants, has audited the basic financial statements contained in this report. With this type of audit, the independent auditors render an opinion, with reasonable assurance, as to whether the basic financial statements for the fiscal year ended June 30, 2021, are fairly presented and free of any material misstatement. Audit procedures included extensive testing and analysis of transactions, balances, and systems. The unmodified ("clean") opinion on the basic financial statements signed by Gilbert & Stewart is located at the beginning of the financial section.

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

## **CITY PROFILE**

The City of Saratoga Springs is a municipality governed by a six member legislative body consisting of an elected Mayor and five-member Council. The City was incorporated in 1997 and operates under a Council-Manager form of government established by ordinance. Policy-making and legislative authority are vested in the City Council.

The City Council is responsible for passing ordinances, adopting the budget, appointing committees, and hiring the City's manager, among other things. The City's manager is responsible for carrying out the policies and ordinances of the legislative body, for overseeing the day-to-day operations for the City, and for appointing heads of the various departments. The Council and Mayor are elected on a

non-partisan basis. Council members and the Mayor serve four-year staggered terms.

The City provides many municipal services including police, fire and medical response, parks, recreation, library, water, sewer, garbage, public improvements, streets, planning, zoning, passports and administrative services. This report includes the financial statements of the funds required to report those activities, organizations and functions which are related to the City and are controlled by or financially accountable to the City Council.

## **BUDGETARY CONTROL**

The City Council is required to adopt a final budget no later than June 22 of the fiscal year. The annual budget serves as the foundation of the City's financial planning and control. Budgets are prepared for all governmental fund types including the general fund, capital improvement funds, and debt service funds. The City Council approves all City budgets at the department level (general government, public safety, highways and public improvements, parks and recreation). Budgetary control is maintained at the department level where expenditures may not legally exceed appropriations. Department heads may make transfers within a department. The City Council may amend the budget by ordinance during the budget year but must hold a public hearing after appropriate public notice to increase governmental fund's budget before it can adopt the ordinance.

## **LOCAL ECONOMY AND TRENDS**

The City of Saratoga Springs is located in Utah County, Utah, on the northwest shores of Utah Lake in the center of Utah's Wasatch Front Metropolitan Area. The City is 20 miles south of Salt Lake City and 30 minutes by freeway from the Salt Lake International Airport. It is an exciting pro-development community which boasts a high quality of life that includes beautiful lakeshore living, great air quality, superb views and an excellent central location between the Provo/Orem and Salt Lake City metro areas.

The City's population (2020 Census Estimate) of 37,696 residents is a suburban population that works along the Wasatch Front but desires a quiet suburban area in which to live. The City is among the top ten highest growth cities in Utah. As a region, the northern Utah County area has also experienced rapid development and growth in recent years. The physical infrastructure to continue rapid residential growth is in place and regular planning ensures that transportation expansions map to population growth rates.

Land developed in the City has taken the form of large "master planned" communities with progressive land-use and zoning practices which have resulted in quality and diverse housing styles. Since the incorporation of the city, several ordinances have been adopted and a land development code has been created that encourages planned developments, clustering of residential units, preservation of open space, creation of parks and trail systems, and the maximization of views along Utah Lake shore.

## **LONG-TERM FINANCIAL PLANNING**

### *Revenue Forecasting*

The City has endorsed the recommended practices issued by the *National Advisory Council on State and Local Budgeting* addressing budgeting and financial planning, specifically the six revenue forecasting practices.

- Multi-year revenue/resource projections
- Maintaining an in-depth understanding of revenues/resources
- Assessing the effects of potential changes to revenue source rates and bases
- Periodically estimating the impact and potential foregone revenue/resources as a result of policies that exempt from payment, provide discounts and credits, or otherwise favor a particular category of taxpayers or service users

- Developing a process for achieving consensus on the forecast of revenues used to estimate available resources for a budget
- Preparing and maintaining a revenue manual that documents revenue sources and factors relevant to present and projected future levels of those revenues

### *Forecasting Methodology*

The City uses *qualitative* and *quantitative* approaches to forecasting revenues that include, but are not limited to:

- Trend Analysis
- Economic Reviews and Publications
- Departmental Surveys
- National, State, and Local Policy Changes
- Comparing Revenue Collections against Projections
- Consensus, Expert, and Judgmental Forecasting

Both forecasting methods include global, national, state, and local analysis that may affect revenues and financial planning.

### *Relevant Financial Policies*

The City of Saratoga Springs recognizes its duty to its citizens and other interested parties to account for public funds and resources. The Policies and Objectives hereinafter are set forth to establish guidelines for fiscal accountability, full disclosure, and planning. These financial management policies provide a basic framework for the overall fiscal management of the City. These policies represent a foundation to address changing circumstances and conditions, and to assist in the decision making process. In addition, these policies represent guidelines for evaluating both current and future activities.

The financial policies represent long-standing principles and practices that have enabled the City to maintain financial stability. The policies are reviewed annually to represent current public policy decisions. The Council as part of the budget process adopts these policies annually.

## **MAJOR INITIATIVES**

### *City Council Long-term Strategic Goals*

- Create a sense of community
- Preserve natural beauty and community aesthetics
- Foster high quality, long-term planning, growth and development
- Create a healthy and safe community
- Transportation Planning
- Maintain fiscal sustainability and responsibility

### *Update on Major Projects*

<b>Project</b>	<b>Estimated Cost</b>	<b>Description</b>
Gravity Sewer Outfall	\$7.2 million	Sewer Gravity Outfall, construction in progress.
Knolls Fire Mitigation	\$1.7 million	Improvements to area affected by the Knolls Fire.
N1D Trunk Riverside to Crossing	\$1.6 million	Sewer project, construction in progress.

Purchase of Water Rights	\$2.5 million	Water Rights
Redwood Road Betterments	\$0.8 million	Improvements to Redwood Road
Secondary Ponds Zone 2	\$0.4 million	Secondary Water Ponds, construction in progress.
Water Generator Project	\$0.5 million	Generator project for the water systems.

### *Awards and Acknowledgements*

The City of Saratoga Springs received the Distinguished Budget Presentation Award from the Government Finance Officer's Association (GFOA) for the City's adopted budget beginning for the periods beginning July 1, 2011-2021. In order to qualify for the award program, the City's budget document was judged proficient in several categories including policy documentation, financial planning, and organization.

The City of Saratoga Springs received the Certificate of Achievement for Excellence in Financial Reporting from the GFOA for years 2012-2020. In order to qualify for the award, the staff must prepare comprehensive annual financial reports that evidence the spirit of transparency and full disclosure.

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 Administration and Finance Departments. We would like to express our appreciation to Gilbert & Stewart, certified public accountants, for their professional service and assistance. We would also like to thank the Mayor and members of the City Council for their interest and support in planning and conducting the financial operation of the City in a responsible and progressive manner.

Respectfully submitted,

  
Mark Christensen – City Manager

  
Chelese M. Rawlings – Finance Manager

**CITY OF SARATOGA SPRINGS**  
1307 N. Commerce Drive, Suite 200  
Saratoga Springs, Utah 84045  
801-766-9793

**MAYOR AND CITY COUNCIL AS OF JUNE 30, 2021**

**Mayor Jim Miller**

Email: [jmiller@saratogaspringscity.com](mailto:jmiller@saratogaspringscity.com)

Term: 01/2018 - 01/2022

**Council Member Ryan Poduska**

Email: [rpoduska@saratogaspringscity.com](mailto:rpoduska@saratogaspringscity.com)

Term: 01/2020 - 01/2024

**Council Member Michael McOmber**

Email: [mmcomber@saratogaspringscity.com](mailto:mmcomber@saratogaspringscity.com)

Term: 01/2018 - 01/2022

**Council Member Christopher Carn**

Email: [CCarn@saratogaspringscity.com](mailto:CCarn@saratogaspringscity.com)

Term: 01/2020 - 01/2024

**Council Member Stephen Willden**

Email: [swillden@saratogaspringscity.com](mailto:swillden@saratogaspringscity.com)

Term: 01/2018 - 01/2022

**Council Member Christopher Porter**

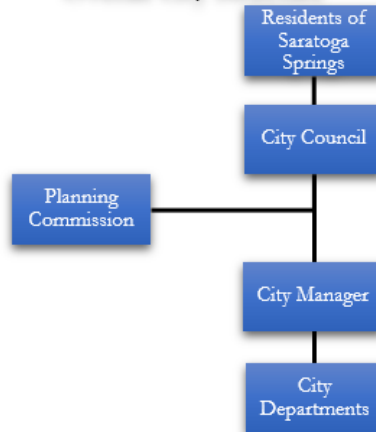
Email: [cporter@saratogaspringscity.com](mailto:cporter@saratogaspringscity.com)

Term: 01/2020 - 01/2024

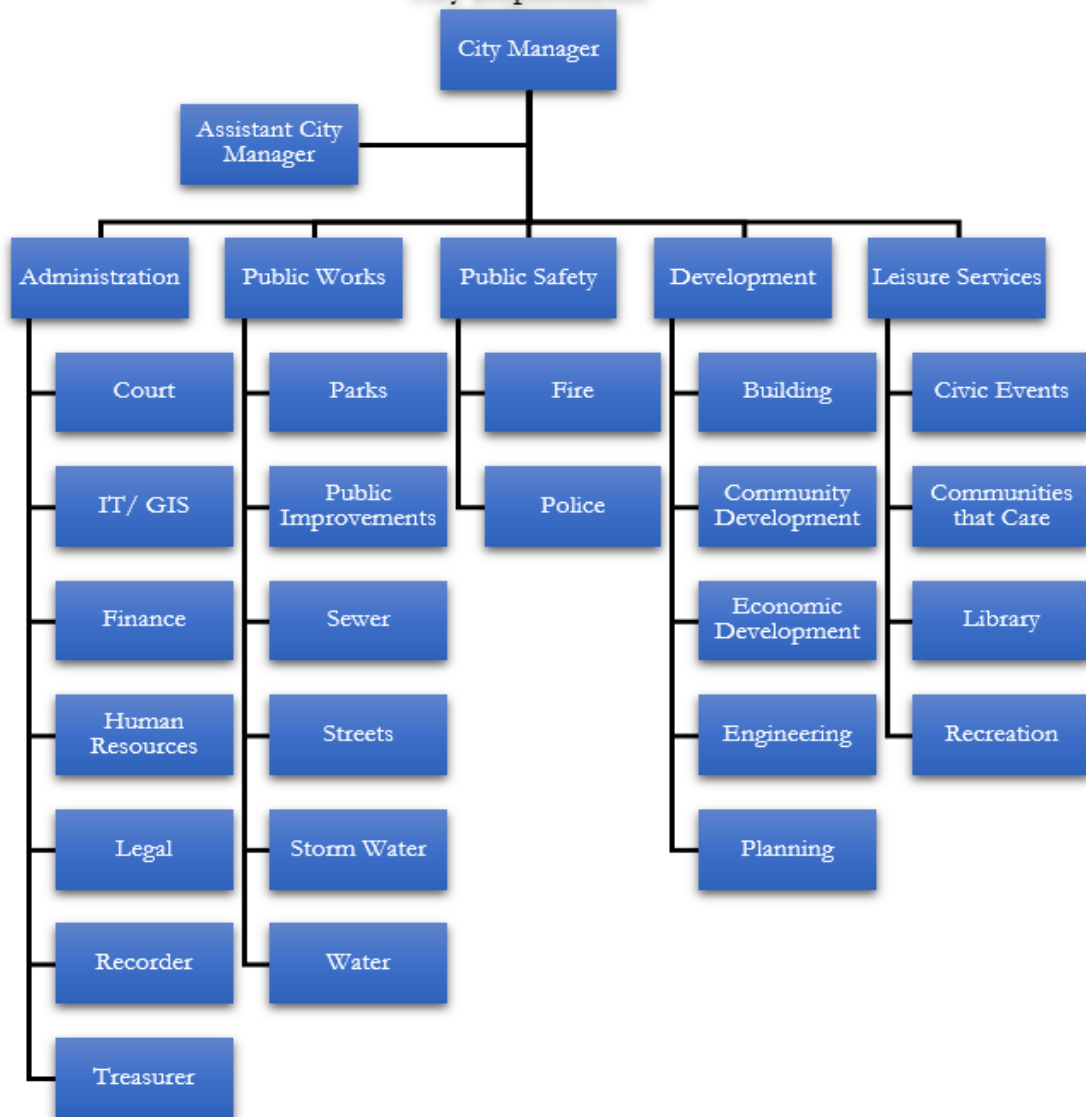
# *CITY OF SARATOGA SPRINGS, UTAH*

## ORGANIZATIONAL CHARTS FY2021

### Overall City Structure



### City Departments





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Saratoga Springs  
Utah**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2020

*Christopher P. Morill*

Executive Director/CEO



## **FINANCIAL SECTION**



## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Council  
City of Saratoga Springs  
Saratoga Springs, Utah

### **Report on the Basic Financial Statements**

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Saratoga Springs, Utah (the City), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Saratoga Springs, as of June 30, 2021 and the respective changes in financial position and where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

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

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, supplemental information, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2021 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

***Gilbert & Stewart***

GILBERT & STEWART, CPA PC  
Provo, Utah  
November 22, 2021

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

The following narrative is presented to facilitate a better understanding of the City's financial position and results of operations for the year ended June 30, 2021. When read in conjunction with the letter of transmittal and the notes to the financial statements, the financial highlights, overview and analysis should assist the reader to gain a more complete knowledge of the City's financial performance.

**FINANCIAL HIGHLIGHTS**

- The City's government-wide net position 15as of June 30, 2021, were \$358,484,810. Of this amount, \$59,369,121 (unrestricted net position) is available to meet ongoing financial obligations. Deferred outflows of resources was \$2,349,554 and deferred inflows of resources was \$6,718,613 as of June 30, 2021.
- The City's government-wide net position increased by \$44,052,312. Of this amount, business-type activities increased by \$25,006,263, a 13.5 percent increase, and the governmental activities increased by \$19,046,049 an increase of 14.9 percent when compared to last fiscal year.
- The City's governmental funds reported a combined ending fund balance of \$31,863,649 an increase of \$11,128,328 (53.7 Percent) compared to the beginning of this year's fund balance amount. The increase in fund balance in comparison to last fiscal year is attributable to an increase in fund balances restricted and committed for capital projects. Of the combined total fund balance, \$9,371,779 is available for spending at the discretion of the City (unassigned fund balance).
- The General Fund is the primary operating fund of the City. The unassigned fund balance of the General Fund at June 30, 2021, totaled \$9,371,779 and is 32.1 percent of the General Fund total revenues for the year and 29.5 percent of total governmental fund balance.
- The City's total debt had a net decrease of \$5,115,356 during fiscal year 2021. This represents a 48.4 percent decrease over the prior year, this is a result from required debt service payments and the addition of a capital lease.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The financial section of this report includes four parts: 1) the independent auditors' report on financial statements and supplementary information; 2) this segment, management's discussion and analysis; 3) the basic financial statements; and 4) supplementary information. Within the basic financial statements are two distinct types of financial statements, 1) the government-wide financial statements, and 2) the fund financial statements. The notes to the financial statements are also an integral part of the basic financial statements. The City's basic financial statements are presented in accordance with Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, as amended.

Immediately following the notes to the financial statements, the supplementary information includes balance sheets and income statements for non-major governmental funds, as well as other budgetary information.

**Government-wide Financial Statements:** The government-wide financial statements provide a view of City finances as a whole, similar to a private-sector business. These statements include the Statement of Net position and the Statement of Activities.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

The **Statement of Net Position** includes all of the City's assets and liabilities, and the resulting difference between the assets and liabilities, or net position. Net position (and the related change in net position from year to year) are probably the most important financial measurement to enable an understanding of the financial position of the City, and whether financial position improves or deteriorates each year. To assess the overall health of the City, additional non-financial factors, such as changes in the property tax base, the condition of the City's infrastructure, etc. should be considered.

The **Statement of Activities** shows how the City's net position changed as a result of its operations during the most recent fiscal year. To understand the basis of how these numbers are determined, it is important to note that changes in net position are reported whenever an event occurs that requires a revenue or expense to be recognized, regardless of when the related cash is received or disbursed (the accrual basis of accounting). For example, most revenues are reported when the revenues are legally due, even though they may not be collected for some time after that date; and an obligation to pay a supplier is reported as an expense when the goods or services are received, even though the bill may not be paid until sometime later.

There are two distinct types of activities reflected in the government-wide statements: governmental activities and business-type activities. Governmental activities are those supported primarily by taxes and intergovernmental revenues, while business-type activities are those in which all costs (or at least a significant portion of costs) are intended to be recovered through user fees and charges. The governmental activities for the City of Saratoga Springs included General Government (Legislative, Administrative, Utility Billing, Treasurer, Recorder, Attorney, Justice Court, Non-Departmental, Buildings and Grounds, Elections, and Planning and Zoning); Public Safety (Communications, Police, and Fire, Building Inspection); Public Works (Building Inspection, Streets, Engineering, Public Improvements and GIS); and Recreation (parks & open spaces, recreation, library, and civic events). The business-type activities include Water, Sewer, Storm Drain, and Garbage.

**Fund Financial Statements:** The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Government resources are allocated to and accounted for in individual funds based on the purposes for which the funds are to be spent as well as how the activities are to be controlled. The two broad categories of funds are: governmental funds and proprietary funds.

**Governmental Funds** – At the fund level, the focus is on changes in short-term spendable resources and the balance available to spend, rather than the long-term focus used for determining government-wide numbers. Because the focus is so different between fund statements and government-wide statements, reconciliations, between the two types of statements is necessary to understand how the numbers differ. Such reconciliations are provided for the reader on pages 29 and 31. The city has three governmental type funds. These are the general fund, the internal service fund and the capital projects funds. Two of these are considered major funds: The basic governmental fund financial statements can be found on pages 26-29 of this report.

- The **General Fund** is used to account for all financial resources of the City that are not accounted for by a specialized fund. More specifically, the general fund is used to account for ordinary operations such as collection of tax revenues and general government expenditures. The City adopts an annual appropriation budget for the general fund. On page 32, a budgetary comparison statement has been provided for the general fund to demonstrate budgetary compliance.
- **Internal Service Fund** is used to account for the central financing of goods or services provided to various departments of the City or other governments on a cost-reimbursement basis. The City currently has one internal service fund. The Street Lighting Fund provides storage, repair, and maintenance.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

- ***Capital Projects Funds*** are used to account for financial resources to be used for the acquisition or construction of major capital improvements. These funds do not account for capital improvements financed by the proprietary funds.

***Proprietary Funds*** provide the same type of information as the government-wide financial statements, only in more detail. The only proprietary fund type used by the City is enterprise funds. The basic proprietary fund financial statements can be found on pages 33-35 of this report.

- ***Enterprise Funds*** are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The City currently operates enterprise funds for the City-owned water system, sewer system, storm drain and garbage.

**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 basic financial statements as listed in the table of contents.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

**FINANCIAL ANALYSIS OF THE CITY AS A – WHOLE**

**Net position** – The following table presents summary information for the Statement of net position for the years ended June 30, 2021 and 2020.

**City of Saratoga Springs**  
**Comparative Summary of Net position**  
**(in millions of dollars)**

	<b>Governmental</b>		<b>Business-Type</b>		<b>Total</b>		<b>Total %</b>
	<b>Activities</b>		<b>Activities</b>				
	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>Change</u></b>
Current and other assets	\$ 55.4	\$ 45.5	\$ 42.2	\$ 35.2	\$ 97.6	\$ 80.7	21.0%
Capital assets	128.3	120.6	202.0	186.1	330.3	306.7	7.7%
Deferred Outflow of Resources	2.1	1.8	0.3	0.3	2.4	2.1	14.3%
<b>Total Assets and Deferred Outflow of resources</b>	<b>\$ 185.8</b>	<b>\$ 167.9</b>	<b>\$ 244.5</b>	<b>\$ 221.6</b>	<b>\$ 430.3</b>	<b>\$ 389.5</b>	<b>10.5%</b>
Long-Term liabilities	13.4	13.3	31.6	31.4	45.0	44.7	0.7%
Other liabilities	18.7	21.5	1.4	3.9	20.1	25.4	-20.9%
<b>Total liabilities</b>	<b>32.1</b>	<b>34.8</b>	<b>33.0</b>	<b>35.3</b>	<b>65.1</b>	<b>70.1</b>	<b>-7.2%</b>
Deferred Inflows of Resources	6.4	4.8	0.3	0.2	6.7	5.0	34.0%
<b>Net Position</b>							
<b>Net investment</b>							
In capital assets	116.6	109.1	173.2	155.3	289.8	264.4	9.6%
Restricted – Impact Fees	-	-	9.3	-	9.3	-	100.0%
Unrestricted	30.8	19.2	28.6	30.8	59.4	50.0	18.8%
<b>Total net Position</b>	<b>147.4</b>	<b>128.3</b>	<b>211.1</b>	<b>186.1</b>	<b>358.5</b>	<b>314.4</b>	<b>14.1%</b>
<b>Total liabilities, deferred inflows of resources and net position</b>	<b>\$ 185.8</b>	<b>\$ 167.9</b>	<b>\$ 244.5</b>	<b>\$ 221.6</b>	<b>\$ 430.3</b>	<b>\$ 389.5</b>	<b>10.5%</b>

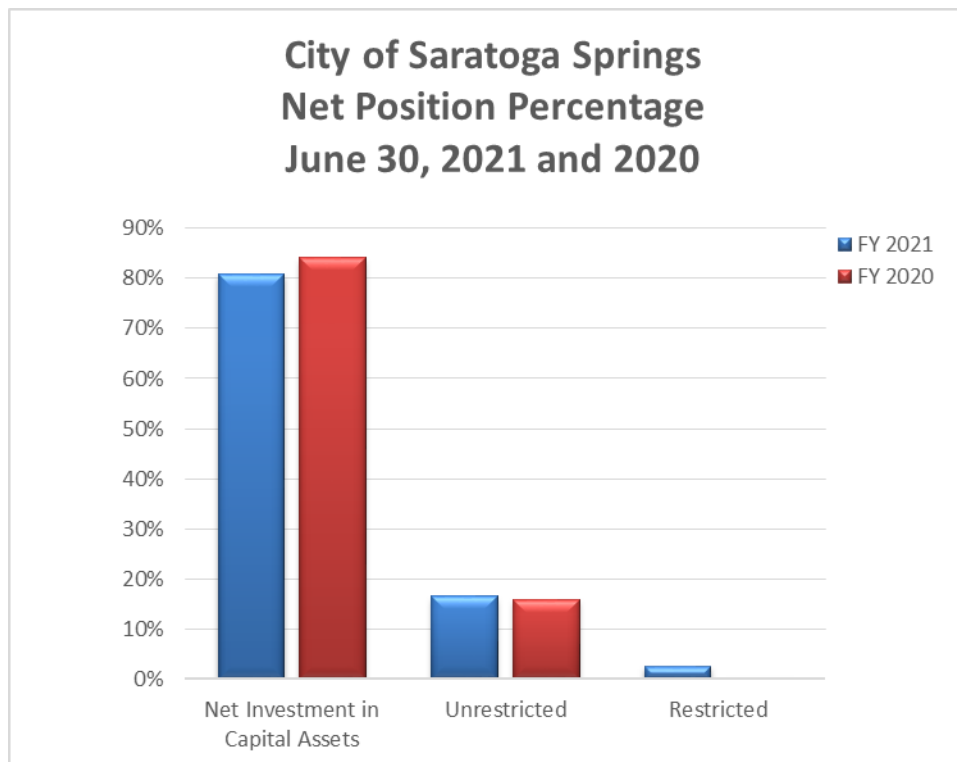
As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At June 30, 2021, the City's assets exceeded liabilities by approximately \$358.5 million (net position) compared to \$314.4 million at June 30, 2020. This would indicate an improved financial position in comparison to last fiscal year. Roughly 64.4 percent at June 30, 2021, and 84.1 percent at June 30, 2020 of these amounts are represented by the investment in capital assets, net of debt still outstanding relating to the acquisition of those assets. Due to the nature of long-term assets (not easily convertible to liquid assets) they are not considered to be available for spending or appropriation. Further, even though the presentation here shows net investment in capital assets, it should be understood that the repayment of this debt does not come from the capital assets themselves, but comes from other resources. The increase in the City's net investment in capital assets \$25.4 million was due to developer capital contributions, routine acquisitions of capital assets, repayments of related debt, and depreciation expense.

The other sub-classification of net position is unrestricted. The balance of \$59.4 million at June 30, 2021 and \$50.0 million at June 30, 2020, which is unrestricted, indicates that this amount may be used to meet

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

general, on-going financial obligations without limitations established by debt covenants or other legal requirements. The increase from last fiscal year is the result of an increase in fund balances in general capital and debt service accounts due to capital acquisitions.

The following graph represents the percentage of restricted and unrestricted net position as discussed above.





**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

***Changes in Net position*** – As taken from the Statement of Activities, the following table signifies the changes in net position for fiscal years 2021 and 2020.

**City of Saratoga Springs**  
**Summary of Change in Net position**  
**(in millions of dollars)**

	<b>Governmental</b>		<b>Business-Type</b>		<b>Total</b>		<b>Total %</b>
	<b>Activities</b>		<b>Activities</b>				
	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>Change</u></b>
Revenues							
Program Revenues							
Charges for Services	\$ 14.0	\$ 10.8	\$ 19.4	\$ 17.1	\$ 33.4	\$ 27.9	19.8%
Operating grants and contributions	0.4	0.2	-	-	0.4	0.2	100.0%
Capital grants and contributions	20.2	16.1	28.4	32.6	48.6	48.7	-0.2%
General Revenues							
Property Tax	4.3	4.3	-	-	4.3	4.3	0%
Other Taxes	9.6	7.3	-	-	9.6	7.3	31.5%
Investment earnings	0.2	0.5	-	-	0.2	0.5	-60.0%
<b>Total Revenues</b>	<b>48.7</b>	<b>39.2</b>	<b>47.8</b>	<b>49.7</b>	<b>96.5</b>	<b>88.9</b>	<b>8.6%</b>
Expenses							
General government	3.3	3.5	-	-	3.3	3.5	-5.8%
Public safety	10.4	9.2	-	-	10.4	9.2	13.1%
Highways and public improvements	8.2	6.6	-	-	8.2	6.6	24.3%
Parks and recreation	6.6	4.6	-	-	6.6	4.6	43.5%
Community Development	0.2	0.0	-	-	0.2	0.0	0.0%
Interest on long-term debt	0.4	0.4	-	-	0.4	0.4	0.0%
Water utility	-	-	10.5	10.1	10.5	10.1	4.0%
Sewer utility	-	-	5.8	5.3	5.8	5.3	9.5%
Storm drain utility	-	-	2.5	1.7	2.5	1.7	47.1%
Garbage	-	-	2.1	1.6	2.1	1.6	31.3%
Street Lights	-	-	0.4	0.3	0.4	0.3	33.4%
<b>Total Expenses</b>	<b>29.1</b>	<b>24.3</b>	<b>21.3</b>	<b>19.0</b>	<b>50.4</b>	<b>43.3</b>	<b>16.4%</b>
Excess or deficiency before transfers							
Change in net position	19.0	14.6	27.1	31.0	46.1	45.6	1.1%
Transfers	-0.6	-0.3	0.6	0.3	-	-	
Net position beginning	128.3	113.7	186.1	155.1	314.4	268.8	17.0%
Net position ending	\$ 147.3	\$ 128.3	\$ 211.2	\$ 186.1	\$ 358.5	\$ 314.4	14.1%

Net position increased from governmental activities in fiscal year 2021 approximately \$19.0 million and increased \$14.6 million in fiscal year 2020. The increase is primarily due to increases in general government revenue, primarily in taxes (sales and franchise taxes). Expenses for governmental activities were lower with a \$0.2 million increase. This is mainly due to decrease in personnel costs because of unfilled positions.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

Net position increased \$27.1 million in fiscal year 2021 and increased \$31.0 million in 2020 for business-type activities. The revenues for business-type activities decreased with an increase in charges for services combined with a decrease in capital grants and contributions.

**Revenues** – For the year ended June 30, 2021, the City’s government-wide revenues are approximately \$96.5 million as compared to the prior year total revenues of \$88.9 million. Key elements of this change were as follows:

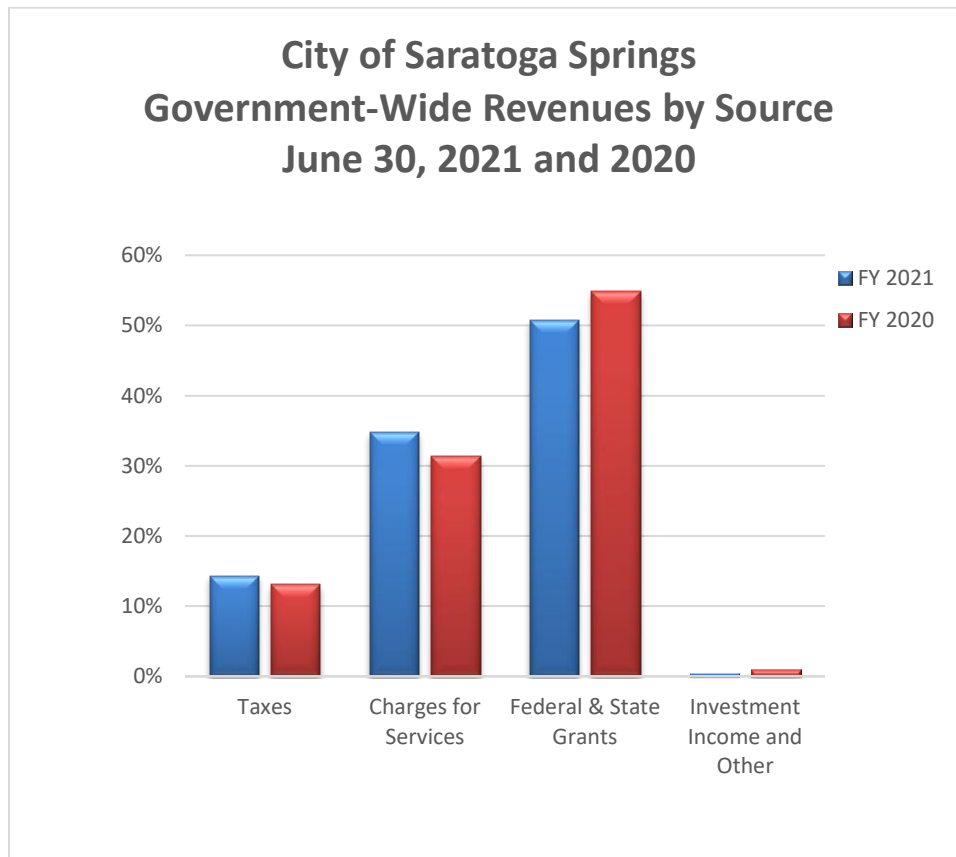
Of the City’s total revenues, about 14.3 percent in fiscal year 2021 and 13.1 percent in fiscal year 2020 resulted from taxes (under half of which is from property taxes) as shown in the following table:

**City of Saratoga Springs**  
**(in millions of dollars)**

	Government wide		
	Tax Revenues		<u>Total %</u>
	<u>2021</u>	<u>2020</u>	<u>Change</u>
Property tax	\$ 4.3	\$ 4.3	0.0%
General sales and use tax	7.3	6.0	21.7%
Franchise fees	0.2	0.2	0.0%
Energy Tax	2.0	1.1	81.9%
Total	<u>\$ 13.8</u>	<u>\$ 11.6</u>	<u>19.0%</u>

- Charges for services increased by \$5.5 million in fiscal year 2021 and was 34.7 percent of total revenues in fiscal year 2021 from 31.4 percent in fiscal year 2020. The increase is due increases in the amount of Charges for services mainly from development fees, recreation fees and ambulance service revenue.
- Operating and capital contributions increased increase by double in fiscal year 2021 from \$0.2 million to \$0.4 million. This was due to more operating grant revenues received in public safety in Fire.
- Investment and other income, which is a combination of interest earnings and gain on the sale of capital assets decreased in fiscal year 2021 by \$0.3 million due to the decrease in interest rates.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**



**Expenses** – The City’s government-wide total expenses cover a range of services. For the year ended June 30, 2021, the City’s total expenses are \$50.4 million compared to the prior year of \$43.3 million. Of the \$7.1 million increase, general government expenses decreased \$0.2 million, public safety increased \$1.2 million, highways and public improvements increased \$1.6 million, parks and recreation increased \$2.0, the Community Development category was created to an increase of \$0.2 million, interest on long-term debt stayed approximately the same, and business-type activities increased by \$2.3 million.

**Governmental Activities:**

*Revenue Highlights:*

- Taxes encompass a sizable source of revenue for the City’s governmental activities: Roughly \$13.8 million or 28.4 percent in fiscal year 2021 and \$11.6 million or 29.9 percent in fiscal year 2020 of total revenues from governmental activities. The \$2.0 million increase is majorly from sales and other taxes.
- Charges for services increased to \$14.0 million or 28.8 percent of total revenues from governmental activities in fiscal year 2021 from \$10.8 million or 27.8 percent of total governmental activities revenues in fiscal year 2020. The increase in fiscal year 2021 is a result increased charges for services in public safety being collected due to the Bluffdale Services Contract, in addition to overall increased revenue from charges from services mainly development fees and ambulance service revenue.
- Grant and contribution revenue denotes approximately \$20.2 million or 41.5 percent in fiscal year 2019 and \$16.1 million or 41.4 percent in fiscal year 2020 of total revenues from governmental

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

activities. The \$4.1 million increase was the effect of more developer contributions received in highways and public works as compared to last fiscal year.

*Expense Highlights:*

- General government expenses of around \$3.3 million in fiscal year 2021 and \$3.5 million in fiscal year 2020 represented 11.4 percent in fiscal year 2021 and 14.4 percent in fiscal year 2020 of total expenses from governmental activities. General government includes: Legislative, Administration, Utility billing, Treasury, Recorder, Attorney, Justice Court, Elections, and non-departmental. The \$0.2 million decrease is due mainly due to a separation of the communications department to the new Community Development category.
- Public safety expenses were \$10.4 million or 35.8 percent in fiscal year 2021 and \$9.2 million or 37.9 percent in fiscal year 2020. The expenses are higher due to increased personnel costs from new positions in conjunction with a new pay plan.
- Highways and public improvements were \$8.2 million or 28.2 percent in fiscal year 2021 and \$6.6 million or 27.2 percent in fiscal year 2020. The \$1.6 million increase is due to increased personnel added to departments in conjunction with the pay plan.
- Parks and recreation expenses were \$6.6 million or 19.0 percent in fiscal year 2021 and \$4.6 million or 19.0 percent in fiscal year 2020. The \$2.0 million increase is due to more capital projects and personnel costs.

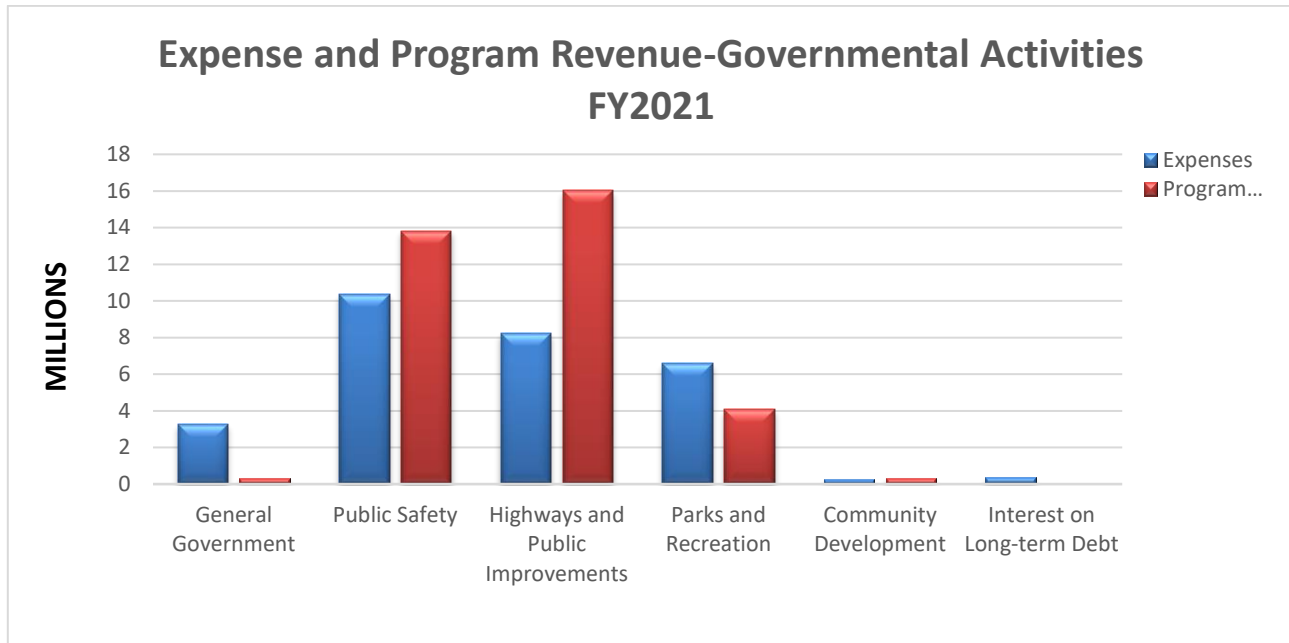
As a result, total net expenses that were funded by general revenues were \$5.5 million. Tax revenues of \$13.8 million were sufficient to fund net expenses in fiscal year 2021.

The following presents the costs and net costs (total cost less fees generated by the activities and intergovernmental aid) of the City's programs:

**City of Saratoga Springs**  
**Costs of Governmental Activities**  
**(in millions of dollars)**

	<b>Total Cost of Services</b>		<b>Net Cost of Services</b>		<b>Total %</b>
	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>Change</u></b>
General government	\$ 3.3	\$ 3.5	\$ (3.0)	\$ (3.2)	6.3%
Public safety	10.4	9.2	3.5	1.5	133.4%
Highways and public improvements	8.2	6.6	7.8	6.8	14.7%
Parks and recreation	6.6	4.6	(2.5)	(1.8)	-38.9%
Community Development	0.2	-	0.1	-	100.0%
Interest on long-term debt	0.4	0.4	(0.4)	(0.4)	0.0%
<b>Total</b>	<b>\$ 29.1</b>	<b>\$ 24.3</b>	<b>\$ 5.5</b>	<b>\$ 2.9</b>	<b>89.7%</b>

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**



Based on Government-Wide Financial Statements. See page 27.

**Business-type Activities:**

The City's business-type activities increased net position by \$25.1 million. Key elements of this increase were as follows:

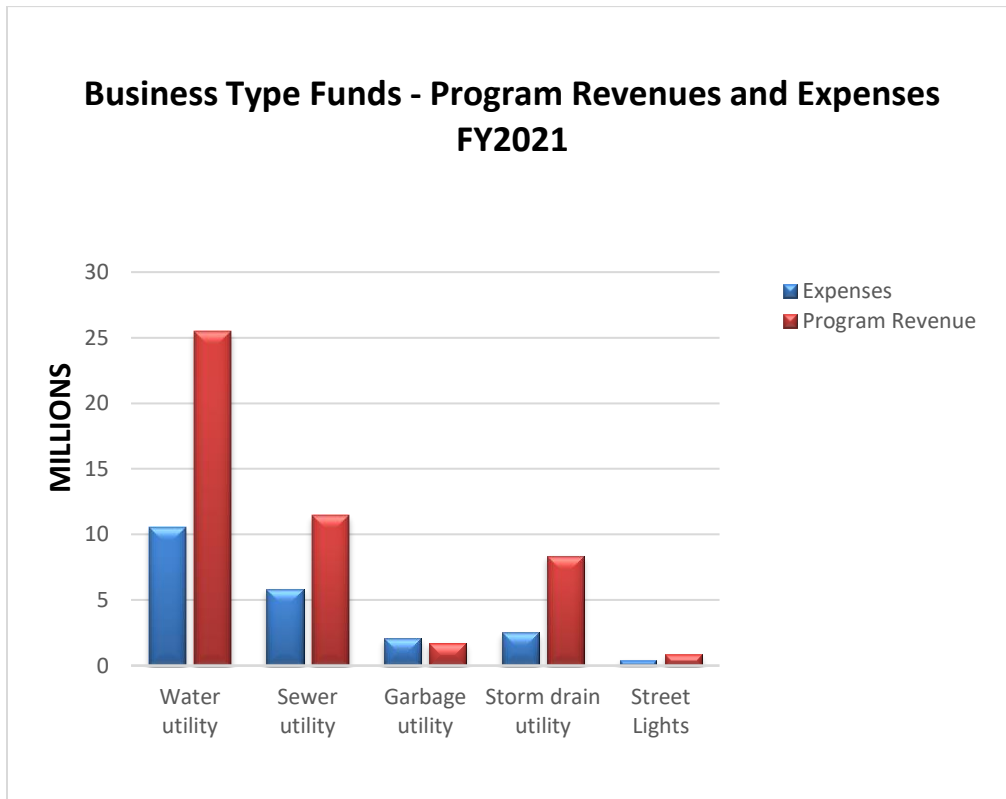
*Revenue Highlights:*

- Charges for services for business-type activities increased by \$2.3 million for fiscal year 2021. This is mainly due to more impact fee revenues for this fiscal year.
- Operating and capital grants and contributions decreased about \$4.2 million in fiscal year 2021. The \$4.2 million increase is due to more developer contributions.

*Expense Highlights:*

- Personnel expenses stayed approximately the same as last fiscal year due to unfilled budgeted positions in the utility funds.
- Supplies and maintenance expenses increased by more than \$1.0 million. The increase is due to a increase of purchase of water meters in addition to the additional PPE that was purchased.
- Professional services expenses increased in the utility funds. The increase is due to more consulting services needed to prepare for various upcoming capital projects in addition to needing consulting services to cover the gap of unfilled positions within the City.
- Treatment and sanitation expenses increased approximately \$0.7 million due to an increase in sewer treatment costs as a result from the continuous growth in housing.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**



**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

**Governmental Funds:** The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of resources available for appropriation. Such information is helpful in assessing the City's financial requirements.

As of June 30, 2021, the aggregate fund balance of the City's governmental funds was \$31.9 million, an increase of \$11.2 million in comparison with the fiscal year ended June 30, 2020. In fiscal year 2021, about \$9.4 million or 29.5 percent of this amount is unassigned fund balance compared to about \$9.3 million or 45.0 percent in fiscal year 2020. Unassigned fund balance categories are available for appropriation by the City Council at their discretion.

Assigned fund balance has limitations on use are not available for new spending and are approximately \$14.5 million in fiscal year 2021 and \$11.4 million in fiscal year 2019. Of the assigned fund balance \$14.5 million is for capital projects. Restricted fund balance has limitations in that it is just used for projects for future growth in the designated impact fee funds. The balance in the restricted is \$8.0 million.

The General Fund is the principal operating fund of the City. Utah State code establishes a 5.0 percent minimum (\$1,463,478) and a 35.0 percent maximum (\$10,244,343) limit to the amount that may be accumulated as the fund balance in the General Fund. As of June 30, 2021 the unassigned fund balance of the General Fund was \$9,371,779 and was \$872,564 below the 35.0 percent limit. The unassigned fund balance increased by \$69,961 in fiscal year 2021. The main reason for increased fund balance is the Cares Act federal monies, increase in taxes collected and charges for services.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

**Proprietary Funds:** The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net position of the City's enterprise funds totaled about \$211.2 million at June 30, 2021, as compared to \$186.1 million at the end of fiscal year 2020. Net position at the end of fiscal year 2021 and 2020 for each of these funds were:

<b>City of Saratoga Springs Proprietary Funds</b>			
<b>Fund</b>	<b>Amount</b>		<b>Change</b>
	<b>2021</b>	<b>2020</b>	
Water Utility	\$ 134,406,443	\$ 119,253,258	\$ 15,153,185
Sewer Utility	40,909,171	35,302,363	5,606,808
Storm Drain Utility	33,272,536	29,486,791	3,785,745
Non Major Funds	2,546,563	2,086,038	460,525
Total	<u>\$ 211,134,713</u>	<u>\$ 186,128,450</u>	<u>\$ 25,006,263</u>

The net increase in net position from the prior year was \$25.0 million as compared to an increase of 31.0 million in fiscal year 2021. Operating revenues increased \$2.8 million as compared to a \$2.5 million increase change in fiscal year 2020 due to increased charges for services, connections and other fees.

The Water Utility operating revenues increased by \$1.8 million due to increased residents and households within the city limits due to continued growth. The Sewer Utility operating revenues increased by \$0.7 million in comparison to the previous fiscal year due the same reason as the Water Utility. The Storm Drain Utility operating revenues increased \$0.1 million.

Water Utility net position invested in capital assets net of related debt increased by \$7.4 million in fiscal year 2021 primarily due to increased accumulated depreciation, routine acquisition and disposition of capital assets, and less total liabilities. Restricted net position increase by \$9.3 million and unrestricted net position decreased about \$1.5 million.

Sewer utility net position invested in capital assets net of related debt increased by \$5.6 million, unrestricted net position stayed approximately the same. The increase in net position invested in capital assets net of related debt was due to the net acquisition of capital assets, disposition of capital assets and depreciation expense.

Storm Drain Utility net position invested in capital assets net of related debt increased by \$4.6 million, unrestricted net position decreased by \$0.8 million resulting in a net increase of total net position of a little more than \$3.8 million.

**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Differences between the original budget and the final amended budget for expenditures of more than \$1.6 million (net increase) can be summarized as follows:

- More than \$0.7 million increase in general government resulting from increases in general government consulting, grant expenditures, and personnel.
- More than \$0.3 million increase in public safety from public safety personnel for the Bluffdale contract and the Saratoga Springs police department.
- More than \$0.2 million increase in highways and streets mainly for new position in personnel.
- More than \$0.4 million increase in Parks and recreation for increased personnel and equipment.

Total actual expenditures came in \$4.4 million below the final budget. The differences between actual and the final budget can be briefly summarized as follows:

- The final budget was \$2.1 million more than the actual expenditures in general government. This difference was attributed to spending coming in under budget in salaries and wages, supplies, education and training, and contract services.
- The final budget was \$0.8 million more than the actual expenditures in public safety. This difference was attributed to actuals less than budget in salaries and wages, equipment and professional contract services.
- The final budget was \$1.4 million more than the actual expenditures in highways and public improvements. This difference was attributed to coming in under budget in salaries and wages, employee benefits, street maintenance equipment and vehicle lease payments.
- The final budget was \$0.1 million more than actual expenditures in parks and recreation. The difference was coming in under budget in salaries and wages, employee benefits, vehicle lease payments, and supplies.

Actual revenues of \$29.3 million were above the final budgeted revenues of \$22.5 million by \$6.8 million. This is mainly due to taxes, increased charges for services, CARES Act federal monies and licenses and permits.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets:** The City's investment in capital assets for is governmental and business-type activities totaled \$330.3 million (net of \$147.8.6 million accumulated depreciation) at June 30, 2021, as compared to \$306.8 million (net of \$132.6 million accumulated depreciation) at June 30, 2020. This investment in capital assets includes land, water rights, buildings, equipment, infrastructure, water capacities, culinary water system, secondary water irrigation system, sewer system, storm drain system, and construction in progress. Major capital asset additions during the year ended June 30, 2021 include:

*Governmental Activities:*

- \$0.9 million Fire Ladder Truck
- \$0.2 million Redwood Road Betterments
- \$12.3 million for Developer Contributions for Road Infrastructure
- \$0.2 million Jordan River Boat Ramp



**CITY OF SARATOGA SPRINGS, UTAH**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)**  
**June 30, 2021**

*Business-type Activities:*

- \$1.6 million Storm Drain Knolls Fire Mitigation
- \$6.8 million Developer Water Infrastructure Contributions
- \$3.2 million Developer Sewer Infrastructure Contributions
- \$2.7 million N1D Trunk Riverside to Crossing
- \$10.7 million Sewer Gravity Outfall
- \$2.3 million South SSD Sewer Upsize
- \$5.6 million Developer Storm Drain Infrastructure Contributions

Additional information on the City's capital assets can be found in Note 4 – Capital Assets on page 45 of this report.

**Long-Term Liabilities:** Long-term debt for governmental activities decreased by more than \$0.8 million in comparison with fiscal year 2021 due to reductions from bond payments. Business-type activities debt decreased in fiscal year 2021 by \$4.3 million when compared with fiscal year 2020. Please see note 12 for details concerning long-term debt on Page 58.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

- The unemployment rate for Utah County was 1.4 percent compared with the State unemployment rate of 2.2 percent and a national rate of 1.6 percent.
- The fiscal year 2021 City budget does not include a property tax increase. The City Council adopted the certified tax rate for the General Fund. In accordance with Utah Statutes, the certified tax rate is intended to generate the same amount of property tax revenue as was received the prior year plus revenue for "new growth" occurring in the City. All other revenue sources have been estimated on a conservative basis using a multi-year trend analysis and assuming no significant changes in the local economy. The City's approach to budgeting includes preparation of a five-year capital plan. The long-term nature of the City's financial planning system allows decision makers to better understand the true effect of policy decisions. One of the most powerful aspects of the multi-year financial planning is its capability to recognize trends over time and begin at an early point to consider necessary steps to alter the long-term forecasted position of the City.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the City of Saratoga Springs' finances to everyone with an interest. Questions concerning any of the information provided in this report requests for additional information should be addressed to:

City of Saratoga Springs  
Attn: Finance Department  
1307 N. Commerce Drive, Suite 200  
Saratoga Springs, Utah 84045-5302

## **BASIC FINANCIAL STATEMENTS**

# CITY OF SARATOGA SPRINGS

## Statement of Net Position

June 30, 2021

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 40,111,960	\$ 28,515,209	\$ 68,627,169
Cash restricted	8,001,930	12,162,747	20,164,677
Investments	-	-	-
Accounts receivable - net	2,398,973	1,662,041	4,061,014
Internal balances	146,814	(146,814)	-
Due from other governmental units	4,026,492	-	4,026,492
Special assessment receivable	-	-	-
Net pension asset	748,645	54,335	802,980
Prepaid expenses	200	-	200
Land	24,758,078	2,618,629	27,376,707
Water rights	-	21,945,947	21,945,947
Construction in progress	1,588,338	2,036,194	3,624,532
Buildings and improvements	14,686,484	-	14,686,484
Equipment	8,888,972	2,672,826	11,561,798
Infrastructure	154,677,937	244,163,671	398,841,608
Accumulated Depreciation	(76,297,739)	(71,484,072)	(147,781,811)
Total assets	<u>183,737,084</u>	<u>244,200,713</u>	<u>427,937,797</u>
<b>DEFERRED OUT FLOW OF RESOURCES</b>			
Pension related costs	2,056,241	293,313	2,349,554
Total Deferred outflow of resources	<u>2,056,241</u>	<u>293,313</u>	<u>2,349,554</u>
Total assets and deferred outflows of resources	<u>\$ 185,793,325</u>	<u>\$ 244,494,026</u>	<u>\$ 430,287,351</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 1,137,946	\$ 812,167	\$ 1,950,113
Accrued liabilities	1,117,477	-	1,117,477
Deposits payable	16,406,818	574,911	16,981,729
Accrued interest payable	36,451	71,468	107,919
Long-term liabilities			
Due within one year	987,923	2,438,185	3,426,108
Due in more than one year	12,365,526	29,135,056	41,500,582
Total liabilities	<u>32,052,141</u>	<u>33,031,787</u>	<u>65,083,928</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension related costs	2,364,595	327,526	2,692,121
Property taxes levied for future years	4,026,492	-	4,026,492
Total deferred inflow of resources	<u>6,391,087</u>	<u>327,526</u>	<u>6,718,613</u>
<b>NET POSITION</b>			
Net investment in capital assets	116,588,211	173,215,505	289,803,716
Restricted			
Impact fees	8,001,930	9,311,973	17,313,903
Unrestricted	22,759,956	28,607,235	51,367,191
Total net position	<u>147,350,097</u>	<u>211,134,713</u>	<u>358,484,810</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 185,793,325</u>	<u>\$ 244,494,026</u>	<u>\$ 430,287,351</u>

*See accompanying notes to the financial statements.*

# CITY OF SARATOGA SPRINGS

## Statement of Activities For the Year Ended June 30, 2021

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>							
Governmental activities:							
General government	\$ 3,287,711	\$ 301,230	\$ -	\$ -	\$ (2,986,481)	\$ -	\$ (2,986,481)
Public safety	10,352,752	12,662,170	60,525	1,099,723	3,469,666	-	3,469,666
Highways and public works	8,221,400	213,640	-	15,818,225	7,810,465	-	7,810,465
Parks and recreation	6,584,555	813,532	-	3,254,487	(2,516,536)	-	(2,516,536)
Community Development	238,844	-	310,000	-	71,156	-	71,156
Interest on long-term debt	358,760	-	-	-	(358,760)	-	(358,760)
Total governmental activities	29,044,022	13,990,572	370,525	20,172,435	5,489,510	-	5,489,510
Business-type activities:							
Major Funds							
Water	10,518,219	10,630,176	-	14,827,364	-	14,939,321	14,939,321
Sewer	5,831,784	5,639,087	-	5,799,505	-	5,606,808	5,606,808
Storm Drain	2,498,172	1,033,431	-	7,318,172	-	5,853,431	5,853,431
Non Major Funds							
Garbage	2,090,946	1,716,697	-	-	-	(374,249)	(374,249)
Street Lights	431,539	430,613	-	435,700	-	434,774	434,774
Total business-type activities	21,370,660	19,450,004	-	28,380,741	-	26,460,085	26,460,085
Total primary government	\$ 50,414,682	\$ 33,440,576	\$ 370,525	\$ 48,553,176	5,489,510	26,460,085	31,949,595
General revenues:							
Property taxes					\$ 4,329,318	\$ -	\$ 4,329,318
General sales and use tax					7,306,384	-	7,306,384
Franchise taxes					164,979	-	164,979
Energy taxes					1,998,451	-	1,998,451
Interest earnings					244,031	-	244,031
Gain (loss) on sale of capital assets					127,240	-	127,240
Transfers					(613,864)	613,864	-
Total general revenues and transfers					13,556,539	613,864	14,170,403
Change in net Position					19,046,049	27,073,949	46,119,998
Net position- beginning					128,304,048	186,128,450	314,432,498
Net position as restated (see note13)					-	(2,067,686)	(2,067,686)
Net position - ending					\$ 147,350,097	\$ 211,134,713	\$ 358,484,810

See accompanying notes to the financial statements.

**CITY OF SARATOGA SPRINGS**

Balance Sheet  
Governmental Funds  
June 30, 2021

	Major Funds		Community Development Renewal Agency	Total Governmental Funds
	General Fund	Capital Projects		
<b>ASSETS</b>				
Cash and cash equivalents	\$ 25,046,617	\$ 14,994,187	\$ 71,156	\$ 40,111,960
Cash - restricted	-	8,001,930	-	8,001,930
Accounts receivable - net	2,398,973	-	-	2,398,973
Special Assessments	-	-	-	-
Due from other funds	146,814	-	-	146,814
Due from other governments	4,026,492	-	-	4,026,492
Prepays	200	-	-	200
Total assets	<u>\$ 31,619,096</u>	<u>\$ 22,996,117</u>	<u>\$ 71,156</u>	<u>\$ 54,686,369</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 722,567	\$ 415,379	\$ -	\$ 1,137,946
Due to other funds	-	-	-	-
Accrued liabilities	1,117,477	-	-	1,117,477
Deposits	16,317,950	88,868	-	16,406,818
Total liabilities	<u>18,157,994</u>	<u>504,247</u>	<u>-</u>	<u>18,662,241</u>
Deferred inflows of Resources:				
Property taxes levied for future years	4,160,479	-	-	4,160,479
Total deferred inflows of resources	<u>4,160,479</u>	<u>-</u>	<u>-</u>	<u>4,160,479</u>
Fund Balances:				
Fund balances Restricted for:				
Impact fees	-	8,001,930	-	8,001,930
Fund balances				
Committed for:	-	-		-
Assigned, for:				
Capital projects	-	14,489,940	-	14,489,940
Unassigned:	9,300,623	-	71,156	9,371,779
Total fund balances	<u>9,300,623</u>	<u>22,491,870</u>	<u>71,156</u>	<u>31,863,649</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 31,619,096</u>	<u>\$ 22,996,117</u>	<u>\$ 71,156</u>	<u>\$ 54,686,369</u>

*See accompanying notes to the financial statements.*

**CITY OF SARATOGA SPRINGS**

Balance Sheet Reconciliation to

Statement of Net Assets

June 30, 2021

Total fund balances - governmental fund types: \$ 31,863,649

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 128,302,070

Net pension assets and deferred outflows of resources are not available financial resources and are not reported in the governmental funds. 2,804,886

Deferred inflows of resources from unearned revenue are not available financial resources and are not reported in the governmental funds. 133,987

Net pension liabilities and deferred inflows of resources are not available financial resources and are not reported in the governmental funds. (3,298,536)

Long-term liabilities, including bonds payable and pension liabilities, are not due and payable in the current period and therefore are not reported in the funds.

Bonds payable	\$ (10,655,000)	
Capital lease payable	(815,487)	
Bond premium	(243,372)	
Accrued interest	(36,451)	
Compensated absences	(705,649)	(12,455,959)

Net assets of government activities		<u>\$ 147,350,097</u>
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*See accompanying notes to the financial statements.*

**CITY OF SARATOGA SPRINGS**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2021

	Major Funds		Community	Total
	General	Capital Projects	Development	Governmental
	Fund	Fund	Renewal	Funds
<b>REVENUES</b>				
Taxes	\$ 13,835,661	\$ -	\$ -	\$ 13,835,661
Licenses and permits	3,269,807	-	-	3,269,807
Intergovernmental	3,049,009	75,000	310,000	3,434,009
Charges for services	8,454,174	-	-	8,454,174
Fines and forfeitures	384,368	-	-	384,368
Investment earnings	138,745	105,286	-	244,031
Impact fees	-	6,409,858	-	6,409,858
Other	137,787	119,309	-	257,096
Total revenues	29,269,551	6,709,453	310,000	36,289,004
<b>EXPENDITURES</b>				
Current:				
General government	3,211,765	-	-	3,211,765
Public safety	10,059,952	12,622	-	10,072,574
Highways and public works	1,849,973	1,552,095	-	3,402,068
Parks and recreation	3,159,015	1,671,458	-	4,830,473
Community Development	-	-	238,844	238,844
Capital expenditures	-	2,827,328	-	2,827,328
Debt service:	-	-	-	-
Principal retirement	190,000	651,429	-	841,429
Interest and fiscal charges	104,673	262,392	-	367,065
Developer Reimbursement	-	-	-	-
Total expenditures	18,575,378	6,977,324	238,844	25,791,546
Excess revenues over (under) expenditures	10,694,173	(267,871)	71,156	10,497,458
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of capital assets	177,818	-	-	177,818
Proceeds from Capital Lease	-	1,066,916	-	1,066,916
Transfers in	78,024	10,473,176	-	10,551,200
Transfers out	(10,951,200)	(213,864)	-	(11,165,064)
Total other financing sources and uses	(10,695,358)	11,326,228	-	630,870
Net change in fund balance	(1,185)	11,058,357	71,156	11,128,328
Fund balances - beginning of year	9,301,808	11,433,513	-	20,735,321
Fund balances - end of year	\$ 9,300,623	\$ 22,491,870	\$ 71,156	\$ 31,863,649

*See accompanying notes to the financial statements.*

**CITY OF SARATOGA SPRINGS**  
Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balance of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2021

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

Net changes in fund balances - total governmental funds	\$	11,128,328
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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 outlays exceeded depreciation in the current period.

Capitalized Expenditures	\$ 3,220,136	
Depreciation Expense	(7,800,420)	
		(4,580,284)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, transfers and donations) is to increase (decrease) net assets.

Current year capital contributions from developers	12,324,220	
Gain on Sale of Assets	(50,578)	
		12,273,642

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

Change in pension related costs	563,254	
Change in accrued compensated absences	(85,180)	
		478,074

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Delinquent Property Taxes		(36,529)
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The issuance of long-term debt (e.g., bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Issuance of capital lease	(1,066,916)	
Principal repayments on bonds	590,000	
Principal repayments of capital leases	251,429	
Accrued interest	(6,906)	
Bond premium amortization	15,211	
		(217,182)

Change in net assets of governmental activities	\$	19,046,049
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*See accompanying notes to the financial statements.*



**CITY OF SARATOGA SPRINGS**  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget to Actual  
**General Fund**  
For the Year Ended June 30, 2021

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual Totals	Positive (Negative)
REVENUES				
Taxes:				
Property	\$ 4,031,471	\$ 4,031,471	\$ 4,365,847	\$ 334,376
Sales	5,666,000	5,666,000	7,306,384	1,640,384
Franchise	222,360	222,360	164,979	(57,381)
Energy	1,170,068	1,170,068	1,998,451	828,383
Licenses and permits	1,062,756	1,062,756	3,269,807	2,207,051
Intergovernmental	1,768,828	1,768,828	3,049,009	1,280,181
Charges for services	7,843,765	7,843,765	8,454,174	610,409
Fines and forfeitures	452,836	452,836	384,368	(68,468)
investment earnings	226,126	226,126	138,745	(87,381)
Other	72,136	72,136	137,787	65,651
Total revenues	22,516,346	22,516,346	29,269,551	6,753,205
EXPENDITURES				
Current:				
General government	4,606,638	5,338,304	3,211,765	2,126,539
Public safety	10,547,678	10,868,322	10,059,952	808,370
Highways and public works	3,036,932	3,247,219	1,849,973	1,397,246
Parks and recreation	2,893,925	3,242,375	3,159,015	83,360
Debt Service:				
Principal retirement	190,000	190,000	190,000	-
Interest and fiscal charges	103,500	103,500	104,673	(1,173)
Total expenditures	21,378,673	22,989,720	18,575,378	4,414,342
Excess (deficit) of revenues over (under) expenditures				
	1,137,673	(473,374)	10,694,173	11,167,547
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	170,000	170,000	177,818	7,818
Transfers in	78,027	78,027	78,024	(3)
Transfers out	(1,413,154)	(12,223,154)	(10,951,200)	1,271,954
Total other financing sources (uses)	(1,165,127)	(11,975,127)	(10,695,358)	1,279,769
Net change in fund balance				
	(27,454)	(12,448,501)	(1,185)	12,447,316
Fund balances - beginning	6,098,269	6,098,269	6,098,269	-
Fund balances - ending	\$ 6,070,815	\$ (6,350,232)	\$ 6,097,084	\$ 12,447,316

# CITY OF SARATOGA SPRINGS

## Statement of Net Position

### Proprietary Funds

June 30, 2021

	Business-Type Activities - Enterprise				
	Major Funds			Non Major	Total
	Water	Sewer	Storm Drain	Funds	
<b><u>ASSETS</u></b>					
Current assets:					
Cash and cash equivalents	\$ 20,365,058	\$ 5,181,150	\$ 2,405,763	\$ 563,238	\$ 28,515,209
Restricted cash and cash equivalents	12,162,747	-	-	-	12,162,747
Accounts receivable - net	782,066	555,228	104,078	220,669	1,662,041
Due from other funds	-	4,500	-	-	4,500
Total current assets	33,309,871	5,740,878	2,509,841	783,907	42,344,497
Noncurrent assets:					
Capital Assets					
Water rights	21,945,947	-	-	-	21,945,947
Land	1,682,729	935,900	-	-	2,618,629
Construction in progress	1,009,316	443,847	583,031	-	2,036,194
Water capacities	10,950,988	-	-	-	10,950,988
Culinary water system	105,886,072	-	-	-	105,886,072
Secondary water system	25,575,185	-	-	-	25,575,185
Sewer system	-	56,055,100	-	-	56,055,100
Storm drain system	-	-	40,819,759	-	40,819,759
Street light system	-	-	-	4,876,567	4,876,567
Equipment	1,172,349	1,211,859	143,115	145,503	2,672,826
Less: Accumulated depreciation	(45,719,348)	(13,764,041)	(8,788,102)	(3,212,581)	(71,484,072)
Total capital assets	122,503,238	44,882,665	32,757,803	1,809,489	201,953,195
Net pension asset	43,390	10,945	-	-	54,335
Total noncurrent assets	122,546,628	44,893,610	32,757,803	1,809,489	202,007,530
Total assets	155,856,499	50,634,488	35,267,644	2,593,396	244,352,027
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>					
Pension related costs	236,232	57,081	-	-	293,313
Total deferred outflow of resources	236,232	57,081	-	-	293,313
Total assets & deferred outflows of resources	\$ 156,092,731	\$ 50,691,569	\$ 35,267,644	\$ 2,593,396	\$ 244,645,340
<b><u>LIABILITIES</u></b>					
Current liabilities:					
Accounts Payable	\$ 370,793	\$ 388,576	\$ 5,965	\$ 46,833	\$ 812,167
Due to other funds	56,100	47,607	47,607	-	151,314
Compensated absences	17,553	2,756	1,876	-	22,185
Customer deposits payable	527,951	46,960	-	-	574,911
Accrued interest payable	46,322	25,146	-	-	71,468
Bonds and contracts payable - current	2,001,000	415,000	-	-	2,416,000
Total current liabilities	3,019,719	926,045	55,448	46,833	4,048,045
Noncurrent liabilities:					
Compensated absences	22,159	7,041	1,095	-	30,295
Net pension liability	38,787	5,385	-	-	44,172
Bonds and contracts payable	18,342,873	8,779,151	1,938,565	-	29,060,589
Total noncurrent liabilities	18,403,819	8,791,577	1,939,660	-	29,135,056
Total liabilities	21,423,538	9,717,622	1,995,108	46,833	33,183,101
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>					
Pension related costs	262,750	64,776	-	-	327,526
Total deferred outflow of resources	262,750	64,776	-	-	327,526
<b><u>NET POSITION</u></b>					
Net investment in capital assets	104,898,264	35,688,514	30,819,238	1,809,489	173,215,505
Restricted - impact fees	9,311,973	-	-	-	9,311,973
Unrestricted	20,196,206	5,220,657	2,453,298	737,074	28,607,235
Total net position	134,406,443	40,909,171	33,272,536	2,546,563	211,134,713
Total liabilities, deferred inflows of resources and net position	\$ 156,092,731	\$ 50,691,569	\$ 35,267,644	\$ 2,593,396	\$ 244,645,340

See accompanying notes to the financial statements.

# CITY OF SARATOGA SPRINGS

## Statement of Revenues, Expenses, and Changes in Fund Net Position

### Proprietary Funds

For the Year Ended June 30, 2021

	Business-Type Activities - Enterprise Funds				
	Major Funds			Non Major	
	Water	Sewer	Storm Drain	Funds	Total
<b>Operating revenues:</b>					
Charges for services	\$ 6,485,979	\$ 5,069,885	\$ 1,012,424	\$ 2,139,135	\$ 14,707,423
Connection and other fees	3,946,875	535,500	-	-	4,482,375
Other	-	-	-	-	-
Total operating revenues	10,432,854	5,605,385	1,012,424	2,139,135	19,189,798
<b>Operating expenses:</b>					
Personnel Services	722,832	203,690	76,424	-	1,002,946
Supplies and maintenance	1,797,967	345,742	816,512	391,472	3,351,693
Professional services	78,778	-	55,303	-	134,081
Administration	1,592,546	848,370	414,446	162,912	3,018,274
Power and pumping	601,054	36,226	5,855	-	643,135
Treatment and sanitation	-	2,050,900	-	1,881,183	3,932,083
Depreciation	5,023,376	1,520,054	1,129,573	86,918	7,759,921
Other	1,525	362	-	-	1,887
Total operating expenses	9,818,078	5,005,344	2,498,113	2,522,485	19,844,020
Operating income	614,776	600,041	(1,485,689)	(383,350)	(654,222)
<b>Nonoperating revenues (expenses):</b>					
Interest revenue	197,322	33,702	21,007	8,175	260,206
Developer reimbursements	(130,570)	(522,656)	(59)	-	(653,285)
Interest expense and fiscal charges	(569,571)	(303,784)	-	-	(873,355)
Total nonoperating revenues (expenses)	(502,819)	(792,738)	20,948	8,175	(1,266,434)
<b>Net income (loss) before contributions and transfers</b>	111,957	(192,697)	(1,464,741)	(375,175)	(1,920,656)
<b>Capital contributions</b>	11,326,833	4,527,010	6,972,940	435,700	23,262,483
Impact fees	3,500,531	1,272,495	345,232	-	5,118,258
Transfers in	213,864	-	-	400,000	613,864
Transfers out	-	-	-	-	-
Total contributions and transfers	15,041,228	5,799,505	7,318,172	835,700	28,994,605
<b>Change in net position</b>	15,153,185	5,606,808	5,853,431	460,525	27,073,949
Total net position - beginning	119,253,258	35,302,363	29,486,791	2,086,038	186,128,450
Restatement of net position (see Note 18)			(2,067,686)		(2,067,686)
Total net position - ending	\$ 134,406,443	\$ 40,909,171	\$ 33,272,536	\$ 2,546,563	\$ 211,134,713

See accompanying notes to the financial statements.

**CITY OF SARATOGA SPRINGS**  
Statement of Cash Flows  
**Proprietary Funds**  
For the Year Ended June 30, 2021

	Business-Type Activities - Enterprise Funds				
	Major Funds			Non Major	Total BTAs
	Water	Sewer	Storm Drain	Funds	
<b>Cash Flows From Operating Activities</b>					
Receipts from customers	\$ 10,286,161	\$ 5,569,572	\$ 1,008,923	\$ 2,118,497	\$ 18,983,153
Payments to suppliers	(2,355,294)	(2,593,634)	(880,799)	-	(5,829,727)
Payments to interfund services	(1,592,546)	(848,370)	(414,446)	(2,448,839)	(5,304,201)
Payments to employees	(714,516)	(203,190)	(73,453)	-	(991,159)
Net cash provided (used) by operating activities	5,623,805	1,924,378	(359,775)	(330,342)	6,858,066
<b>Cash Flows From Noncapital Financing Activities</b>					
Advance from other funds	213,864	-	-	400,000	613,864
Advance to other funds	-	-	-	-	-
Net cash provided (used) by noncapital financing activities	213,864	-	-	400,000	613,864
<b>Cash Flows From Capital and Related Financing Activities</b>					
Purchases of capital assets	(2,001,059)	(3,549,148)	(2,075,358)	-	(7,625,565)
Impact fees collected	3,500,531	1,272,495	345,232	-	5,118,258
Payments for Grant Proceeds	-	-	1,386,805	-	1,386,805
Payment for developer reimbursements	(130,570)	(522,656)	(59)	-	(653,285)
Payments for developer contributions	4,521,532	1,344,096	-	-	5,865,628
Principal paid on capital debt	(3,587,380)	(405,000)	(129,121)	-	(4,121,501)
Interest and fees paid on capital debt	(594,623)	(310,161)	-	-	(904,784)
Net cash provided (used) by capital and related financing activities	1,708,431	(2,170,374)	(472,501)	-	(934,444)
<b>Cash Flows From Investing Activities</b>					
Interest and dividends received	197,322	33,702	21,007	8,175	260,206
Net increase (decrease) in cash and cash equivalents	7,743,422	(212,294)	(811,269)	77,833	6,797,692
Cash and cash equivalents - beginning	24,784,383	5,393,444	3,217,032	485,405	33,880,264
Cash and cash equivalents - ending	\$ 32,527,805	\$ 5,181,150	\$ 2,405,763	\$ 563,238	\$ 40,677,956
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>					
Operating income	\$ 614,776	\$ 600,041	\$ (1,485,689)	\$ (383,350)	\$ (654,222)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation and amortization expense	5,023,376	1,520,054	1,129,573	86,918	7,759,921
(Increase)/decrease in accounts receivable	(146,693)	(35,813)	(3,501)	(20,638)	(206,645)
(Increase)/decrease in prepaid expenses	-	-	-	-	-
(Increase)/decrease in due from other funds	-	-	-	-	-
(Increase)/decrease in deferred outflows	(22,565)	(5,692)	-	-	(28,257)
Increase/(decrease) in accounts payable	34,444	(143,031)	(1,098)	(13,272)	(122,957)
Increase/(decrease) in due to other funds	-	-	-	-	-
Increase/(decrease) in compensated absences	25,208	4,761	2,971	-	32,940
Increase/(decrease) in net pension liability	(122,240)	(30,836)	-	-	(153,076)
Increase/(decrease) in deferred inflows	127,913	32,267	-	-	160,180
Increase/(decrease) in deposits	89,586	(17,373)	(2,031)	-	70,182
Total adjustments	5,009,029	1,324,337	1,125,914	53,008	7,512,288
Net cash provided (used) by operating activities	\$ 5,623,805	\$ 1,924,378	\$ (359,775)	\$ (330,342)	\$ 6,858,066
<b>Noncash investing, capital, and financing activities</b>					
Contributions by developers	\$ 6,805,302	\$ 3,182,914	\$ 5,590,860	\$ -	\$ 15,579,076

See accompanying notes to the financial statements.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 1 - Summary of Significant Accounting Policies**

The City of Saratoga Springs (City) was incorporated in December 1997. The City operates under a council manager form of government and provides the following services as authorized by its charter: public safety (police, fire, inspection and animal control), streets and highways, public utilities (refuse collection, water sewer, and storm drain), parks and recreation and general administrative services. The financial statements of the City of Saratoga Springs have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

**A. Reporting Entity**

The City of Saratoga Springs is a municipal corporation governed by an elected mayor and six council members. The accompanying financial statements present the financial affairs of the government and its operations.

In evaluating how to define the City for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in the related Governmental Accounting Standards. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body, or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable for an organization if that organization is fiscally dependent on the City.

**Blended component units**

Blended component units, although legally separate entities, are in substance part of the government's operations. They are reported as part of the primary government and blended with the appropriate funds. The reporting entity of these financial statements includes the Saratoga Springs Community Development Agency (CDA)

The CDA is governed by a board comprised of the Mayor and City Council. Its sole purpose is a financing tool that allows the City to allocate sales tax collected within the City to provide incentives for incoming businesses within the designated project area. Separate financial statements are not issued or required for the CDA. The CDA is considered to be a blended component unit because the City's governing body is also the governing body and they exist exclusively to accomplish the specific purposes of the City Council.

**B. Government-wide and Fund Financial Statements**

The City's basic financial statements consist of both government-wide statements (the statement of net position and the statement of activities) and fund statements. The government-wide statements focus on the City as a whole, while the fund statements focus on individual funds. Primary government activities are distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The effects of inter-fund activity have been eliminated from the governmentwide statements except for the residual amounts due between governmental and business-type activities and inter-fund services provided.

The Statement of Net Position presents the City's assets, deferred outflows, liabilities and deferred inflows, with the difference reported as net position. Net position is restricted when constraint placed upon it is either externally imposed or is imposed by constitutional provisions or enabling legislation.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 1 - Summary of Significant Accounting Policies – Continued**

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. The City does not allocate general government (indirect) expenses to other functions. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function. Taxes and other revenues not meeting the definition of program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The use of financial resources to acquire capital assets are shown as assets in the government-wide financial statements, rather than reported as expenditures in the governmental fund financial statements. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as another financing source in the governmental fund financial statements. Amounts paid to reduce long-term debt in the government-wide financial statements are reported as a reduction of the related liability, rather than expenditures in the governmental fund statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter (generally within sixty days) to pay liabilities of the current period. Expenditures are generally recorded when a liability is incurred, as under the accrual method of accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded when payment is due.

Sales and use taxes, franchise taxes and earned but un-reimbursed state and federal grants associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. Property taxes are measurable as of the date levied and available only when cash is received by the county treasurer prior to the City's fiscal year end and remitted to the City within sixty days of its fiscal year end.

The City reports the following governmental funds:

**General Fund** - The General Fund is the primary operating fund. It is used to account for all financial resources of the City not accounted for by a separate, specialized fund.

**Capital Projects Fund** - The Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital improvements (other than those financed by proprietary funds.)

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 1 - Summary of Significant Accounting Policies – Continued**

**Community Development Agency** – This special revenue fund accounts for all the Saratoga Springs Community Development Agency. This fund's revenue source is sales tax assigned by the City to provide community development within the designated project area.

The City reports the following proprietary fund types as enterprise funds:

**Water Utility Fund** - The Water Utility Fund accounts for the water distribution system of the City for its residents.

**Sewer Utility Fund** - The Sewer Utility Fund accounts for the sewage collection systems of the City for its residents.

**Storm Drain Utility Fund** - The Storm Drain Utility Fund accounts for the various storm drain collection and retention systems in the City for its residents.

**Garbage Collection Utility Fund** - The Garbage Collection Utility Fund accounts for the collection and disposal of garbage for City residents.

**Street Light Utility Fund** – The Street Light Utility Fund accounts for the street light services of the City for its residents.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments to the General Fund by the Enterprise Funds for providing administrative, billing, and facility costs for such funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Enterprise funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operation. The principal operating revenues of the enterprise funds are charges to customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**D. Budgets**

Annual budgets are prepared and adopted before June 22 for the fiscal year commencing the following July 1, in accordance with the Uniform Fiscal Procedures Act for Utah Cities. State law requires budgeted revenues to equal budgeted expenditures, and legal control is exercised at the department level, administration, public safety, public works, etc. Once a budget has been adopted, it remains in effect until it has been formally revised. Budgets for the general fund, special revenue, and capital projects funds are legally required and prepared and adopted on the modified accrual basis of accounting. Therefore, no reconciliation between budgetary schedules and the GAAP statements is required.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 1 - Summary of Significant Accounting Policies – Continued**

The Budgetary Comparison schedules presented in this section of the report are for the City's general fund and special revenue funds. Original budgets represent the revenue estimates and spending authority authorized by the City Council prior to July 1. Final budgets represent the original budget amounts plus any amendments made to the budget during the year by the City Council through formal resolution. Final budgets do not include unexpended balances from the prior year because such balances automatically lapse to unassigned fund balance at the end of each year.

Utah State allows for any unassigned fund balances in excess of 5% of total revenue of the general fund to be utilized for budget purposes. The law also allows for the accumulation of a fund balance in the general fund in an amount equal to 25% of the total estimated revenue of the general fund. In the event that the fund balance, at the end of the fiscal year, is in excess of that allowed, the City has one year to determine an appropriate use and then the excess must be included as an available resource in the general fund budget.

**E. Taxes**

In connection with budget adoption, an annual tax ordinance establishing the tax rate is adopted before June 22 and the City Recorder is to certify the tax rate to the County Auditor before June 22. Budgets for the general, special revenue, and capital projects funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The above procedures are authorized by the Utah Code Sections 10-6-109 through 10-6-135.

All property taxes levied by the City are assessed and collected by Utah County. Taxes are attached as an enforceable lien as of January 1, are levied as of October 1, and are due November 30; any delinquent taxes are subject to a penalty. Unless the delinquent taxes and penalties are paid before January 15, a lien is attached to the property, and the amount of taxes and penalties bears interest from January 1 until paid. If after five years, delinquent taxes have not been paid, the County sells the property at a tax sale. Tax collections are remitted to the City from the County monthly.

**F. Capital Assets**

Capital assets, which include land, buildings, property, plant, equipment, water rights, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets and capital assets received in a concession arrangement should be reported at acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets are carried at cost or estimated historical cost. Depreciation of these assets is computed by use of the straight-line method over their estimated useful lives as follows:

Buildings and improvements	40 Years
Sewer collection system	30 Years
Water distribution systems	40 Years
Infrastructure and improvements	10-25 Years
Machinery and equipment	5-20 Years
Other improvements	10-40 Years



**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 1 - Summary of Significant Accounting Policies – Continued**

**G. Long-Term Obligation**

In the government-wide financial statements and proprietary fund types, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

**H. Equity Classifications**

Equity is classified in the government-wide financial statements as net assets and is displayed in three components:

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

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as Nonspendable, Restricted, Committed, Assigned or Unassigned.

**Nonspendable fund balance** classification includes amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact.

**Restricted fund balance** classifications are restricted by enabling legislation. Also reported if, (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

**Committed fund balance** classification includes those funds that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision making authority, the City Council. Fund balance commitments can only be removed or changed by the same type of action (for example, resolution) of the City Council.

**Assigned fund balance** classification includes amounts that are constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed. Also includes all remaining amounts that are reported in governmental funds, other than the general fund that are not classified as non-spendable, restricted nor committed in the General Fund, that are intended to be used for specific purposes. It is the City’s policy to require City Council action for the assignment of funds.

**Unassigned fund balance** classification is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 1 - Summary of Significant Accounting Policies – Continued**

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted. It is the City's policy to use committed funds first then assigned funds and lastly use unassigned funds when all are available for use in satisfying the expenditure.

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

**I. Cash and Cash Equivalents**

Cash includes amounts in demand deposits as well as short-term investments with a maturity date of three months or less when acquired by the City.

**J. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**K. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources which represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City also records deferred outflows for changes to the net pension liability as provided by the cost sharing defined benefit pension systems administered by Utah State Retirement System (URS).

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The governmental fund has two items which qualifies for reporting in this category. First, unavailable revenues, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from one source: property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Second, the city recognizes deferred inflows for changes to the net pension liability as provided by the URS.

**L. Pensions**

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

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 2 – Cash, Deposits, and Investments**

The City maintains a cash and investment pool that is available to use by all funds. At June 30, 2021, the City's cash balance consisted of the following:

**Cash on hand and on deposit:**

Petty Cash	\$ 5,283
Cash on Deposit	6,788,805
PTIF Investment	81,997,758
<b>Total cash and investments</b>	<b><u>\$ 88,791,846</u></b>

**Cash and investments are included in the accompanying combined statement of net position as follows:**

Cash and cash equivalents	\$ 68,627,169
Restricted cash and cash equivalents	20,164,677
<b>Total Cash and investments</b>	<b><u>\$ 88,791,846</u></b>

**A. Custodial Credit Risk**

Deposits and investments for the City are governed by the Utah Money Management Act (*Utah Code Annotated*, Title 51, Chapter 7, "the Act") and by rules of the Utah Money Management Council ("the Council"). Following are discussions of the City's exposure to various risks related to its cash management activities.

**Deposits.** 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 City's policy for managing custodial credit risk is to adhere to the Money Management Act. The Act requires all deposits of City funds to be in a *qualified depository*, defined as any financial institution whose deposits are insured by an agency of the federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council. The City's deposits in the bank in excess of the insured amount are uninsured and are not collateralized, nor do state statutes require them to be. The City's bank balances at June 30, 2021 were \$6,773,332 of which \$6,523,332 were uninsured and uncollateralized.

**Investments.** Custodial credit risk for investments is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments that are in the possession of an outside party. The City policy to minimize custodial credit risk is to follow the Utah Money Management Act and the City's approved investment policy. The City currently invests only in the State of Utah PTIF as discussed below.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 2 - Deposits and Investments – Continued**

**B. Credit Risk**

Credit risk is the risk that the counterparty to an investment transaction will not fulfill its obligations. The City's policy for limiting the credit risk of investments is to comply with the Money Management Act. The Act requires investment transactions to be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities. Permitted investments include deposits of qualified depositories; repurchase agreements; commercial paper that is classified as "first- tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard & Poors; bankers acceptances; obligations of the U.S. Treasury and U.S. government sponsored enterprises; bonds and notes of political subdivisions of the State of Utah; fixed rate corporate obligations and variable rate securities rated "A" or higher by two nationally recognized statistical rating organizations; and shares in a money market fund as defined in the Act. The City is also authorized to invest in the Utah Public Treasurer's Investment Fund (PTIF), an external pooled investment fund managed by the Utah State Treasurer and subject to the Act and Council requirements. The PTIF is not registered with the SEC as an investment company, and deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah. The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses, net of administration fees, of the PTIF are allocated based upon the participants' average daily balances. The fair value of the PTIF investment pool exceeded its amortized cost basis by \$264,441 at June 30, 2021. The following are the City's Investments at June 30, 2021:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Quality Ratings</u>
PTIF Investments	\$ 81,997,758	85 days *	Not Rated
<b>Total</b>	<u><u>\$ 81,997,758</u></u>		

**C. Interest Rate Risk**

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 manages its exposure to declines in fair value by following its investment policy by investing mainly in the PTIF and by adhering to the Money Management Act. The Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act limits the remaining term to maturity of commercial paper to 270 days or less and fixed rate negotiable deposits and corporate obligations to 365 days or less. Maturities of the City's investments are noted in the table at the beginning of Note 2.

**D. Fair Value of Investments**

The City measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy as follows:

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

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 2 - Deposits and Investments – Continued**

As of June 30, 2021, the City had the following recurring fair value measurements:

- PTIF Investments totaling \$81,997,758 valued using the application of the June 30, 2021, fair value factor, as calculated by the Utah State Treasurer which is therefore valued under level 2.

**E. Restricted Cash**

The City maintains cash in accounts held by third party custodians that are restricted for the use of bond payments and construction costs. The City also maintains cash restricted for unspent impact fees. The amount of restricted cash at June 30, 2021 was \$20,164,468.

**Note 3 - Accounts Receivable – Unearned and Unavailable Revenue**

Accounts receivable are recorded net of the allowance for doubtful accounts of \$16,788 in the enterprise funds. The governmental funds also report two types of unavailable resources:

1. Property taxes of \$4,026,492 as deferred inflows of resources due to property taxes being recognized as receivables prior to the period for which the taxes are levied. This amount is also reported as deferred inflows of resources on the Government-wide statement of net position.
2. Delinquent taxes of \$133,803 as deferred inflows of resources due to property taxes being recognized as receivables and deferred because they are available during the current period. Since they have been earned they will be reported as revenue on the Government-wide statement of activities.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 4 - Capital Assets**

Capital asset activity for the year ended June 30, 2021 was as follows:

	Balance June 30, 2020	Increases	Decreases	Balance June 30, 2021
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 24,758,078	\$ -	\$ -	\$ 24,758,078
Construction in progress	546,051	1,042,287	-	1,588,338
Total capital assets not being depreciated	25,304,129	1,042,287	-	26,346,416
Capital assets being depreciated:				
Buildings	14,665,356	21,128	-	14,686,484
Machinery and equipment	7,558,048	1,742,267	(411,343)	8,888,972
Infrastructure	141,939,263	12,738,674	-	154,677,937
Total capital assets being depreciated	164,162,667	14,502,069	(411,343)	178,253,393
Less accumulated depreciation for:				
Buildings	(3,065,969)	(571,462)	-	(3,637,431)
Machinery and equipment	(4,603,601)	(603,612)	360,765	(4,846,448)
Infrastructure	(61,188,514)	(6,625,346)	-	(67,813,860)
Total accumulated depreciation	(68,858,084)	(7,800,420)	360,765	(76,297,739)
Total capital assets, being depreciated, net	95,304,583	6,701,649	(50,578)	101,955,654
Governmental activities capital assets, net	\$ 120,608,712	\$ 7,743,936	\$ (50,578)	\$ 128,302,070
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land	\$ 2,618,629	\$ -	\$ -	\$ 2,618,629
Water rights	21,026,348	919,599	-	21,945,947
Construction in Progress	13,737,199	903,555	(12,604,560)	2,036,194
Total capital assets not being depreciated	37,382,176	1,823,154	(12,604,560)	26,600,770
Capital assets being depreciated:				
Water capacity	10,950,988	-	-	10,950,988
Culinary water system	99,045,396	6,840,675	-	105,886,071
Secondary water system	25,185,363	389,822	-	25,575,185
Sewer system	37,027,689	19,027,410	-	56,055,099
Storm drain system	33,586,288	7,233,472	-	40,819,760
Street light system	4,440,868	435,700	-	4,876,568
Equipment	2,262,092	435,606	(24,872)	2,672,826
Total capital assets being depreciated	212,498,684	34,362,685	(24,872)	246,836,497
Less accumulated depreciation for:				
Water capacity	(8,376,638)	(547,551)	-	(8,924,189)
Culinary water system	(26,405,765)	(3,290,292)	-	(29,696,057)
Secondary water system	(5,315,398)	(1,095,005)	-	(6,410,403)
Sewer system	(11,645,930)	(1,435,560)	-	(13,081,490)
Storm drain system	(7,515,415)	(1,129,572)	-	(8,644,987)
Street light system	(3,123,239)	(72,368)	-	(3,195,607)
Equipment	(1,366,639)	(189,572)	24,872	(1,531,339)
Total accumulated depreciation	(63,749,024)	(7,759,920)	24,872	(71,484,072)
Total capital assets, being depreciated, net	148,749,660	26,602,765	-	175,352,425
Business-type capital assets, net	\$ 186,131,836	\$ 28,425,919	\$ (12,604,560)	\$ 201,953,195

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 4 - Capital Assets – Continued**

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

Governmental activities:	
General government	\$ 337,285
Public safety	364,622
Public works	4,596,365
Parks and Rec	2,017,584
Total depreciation expense - governmental activities	<u>\$ 7,315,857</u>
Business-type activities:	
Water	\$ 5,023,376
Sewer	1,520,054
Strom Drain	1,129,573
Street Lights	86,918
Total depreciation expense - business-type activities	<u>\$ 7,759,920</u>
Total depreciation expense	<u>\$ 15,075,777</u>

**Note 5 - Compensated Absences**

Accumulated unpaid vacation, compensatory leave pay and other employee benefit amounts are accrued when incurred in proprietary funds (using the accrual basis of accounting). In the governmental funds (using the modified accrual basis of accounting) only the unpaid amounts due to retired or terminated employees are recorded as liabilities. All City employees are paid from the general fund. The total compensated absences liability is reported in the government wide financial statements as long-term debt in accordance with the Governmental Accounting Standards. Based on historical estimates, the City estimates that \$286,063 of the compensated absences balance will be due in the next year.

**Note 6 - Retirement Plans**

**General Information about the Pension Plans**

**Plan description:** Eligible plan participants are provided with pensions through the Utah retirement Systems. The Utah Retirement Systems are comprised of the following pension trust funds:

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

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

The Tier 2 Public Employees System became effective July 1, 2011. All eligible employees beginning service on or after July 1, 2011, who have no previous service credit with any of the Utah Retirement Systems, are members of the Tier 2 Retirement System.

The Utah Retirement Systems (Systems) are established and governed by the respective sections of Title 49 of the Utah Code Annotated 1953, as amended. The Systems' defined benefit plans are amended statutorily by the State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the Systems under the direction of the Board, whose members are appointed by the Governor. The Systems are fiduciary funds defined as pension (and other employee benefit) trust funds. URS is a component unit of the State of Utah. Title 49 of the Utah Code grants the authority to establish and amend the benefit terms. URS issues a publicly available financial report that can be obtained by writing Utah Retirement Systems, 560 E. 200 S, Salt Lake City, Utah 84102 or visiting the website: [www.urs.org](http://www.urs.org).

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

**Summary of Benefits by System**

System	Final Average Salary	Years of service required and/or age eligible for	Benefit percent per year of service	COLA**
Noncontributory System	Highest 3 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65*	2.0% per year all years	Up to 4%
Public Safety System	Highest 3 years	20 years any age 10 years age 60 4 years age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 2.5% to 4% depending on the employer
Firefighters System	Highest 3 years	20 years any age 10 years age 60 4 years age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 4%
Tier 2 Public Employees System	Highest 5 years	35 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%
Tier 2 Public Safety and Firefighter System	Highest 5 years	35 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%

\*with actuarial reductions

\*\*All post-retirement cost-of-living adjustments are non-compounding and are based on the original benefit except for Judges, which is a compounding benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (CPI) increase for the year,



**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans - Continued**

**Contributions:** As a condition of participation in the Systems, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the URS Board. Contributions are actuarially determined as an amount that, when combined with employees contributions (where applicable) is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates are as follows:

<u>Utah Retirement Systems</u>	<u>Employee</u>	<u>Employer</u>	<u>401(k)</u>
<b>Contributory System</b>			
111 Local Government Div - Tier 2	N/A	15.80%	0.89%
<b>Noncontributory System</b>			
15 Local Government Div. Tier 1	N/A	18.47%	N/A
<b>Public Safety System</b>			
Contributory			
122 tier 2 DB Hybrid Public Safety N//A	2.27	23.74%	N/A
Noncontributory			
49 Other Div B Tier 1	N/A	32.28%	N/A
<b>Firefighters Retirement System</b>			
31 Other Division B	16.71%	7.24%	N/A
132 Tier 2 DB Hybrid Firefighters	2.27	14.08%	N/A
<b>Tier 2 DC Only</b>			
211 Local Government	N/A	6.69%	10.00%
222 Public Safety	N/A	9.74%	14.00%
232 Firefighters	N/A	0.08%	14.00%

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

**Utah Retirement Systems**

For fiscal year ended June 30, 2021, the employer and employee contributions to the Systems were as follows:

<u>System</u>	<u>Employer Contributions</u>	<u>Employee Contributions</u>
Noncontributory System	\$ 468,326	N/A
Public Safety System	370,789	-
Firefighters System	36,503	84,249
Tier 2 Public Employees System	390,267	-
Tier 2 Public Safety and Firefighter	320,694	37,641
Tier 2 DC Only System	28,863	N/A
Tier 2 DC Public Safety and Firefighter System	9,102	N/A
Total Contributions	<u>\$ 1,624,544</u>	<u>\$ 121,890</u>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

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

**Combined Pension Assets, Liabilities, Expenses, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions**

At June 30, 2021, we reported a net pension asset of \$802,979 and a net pension liability of \$978,113.

	Net Pension Asset	Net Pension Liability	Proportionate Share	Proportionate Share December 31, 2019	Change (Decrease)
Noncontributory System	\$ -	\$ 175,947	0.3430151%	0.3350093%	0.0080058%
Public Safety System	-	719,066	2.0000007%	1.8502266%	0.1497741%
Firefighters System	802,979	-	0.5959690%	0.5488766%	0.0470924%
Tier 2 Public Employees System	-	20,689	0.1438459%	0.1307647%	0.0130812%
Tier 2 Public Safety and Firefighter	-	62,411	0.6958170%	0.6651502%	0.0306668%
	<u>\$ 802,979</u>	<u>\$ 978,113</u>			

The net pension asset and liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2020 and rolled-forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the employer's actual contributions to the Systems during the plan year over the total of all employer contributions to the System during the plan year.

For the year ended June 30, 2021, we recognized pension expense of \$984,682. At June 30, 2021, we reported deferred outflows of resources and deferred inflows of resources related to pensions for the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,129,049	\$ 37,429
Changes in assumptions	205,225	65,034
Net difference between projected and actual earnings on pension plan investments	-	2,577,898
Changes in proportion and differences between contributions and proportionate share of contributions	175,127	11,760
Contributions subsequent to the measurement date	840,152	-
	<u>\$ 2,349,553</u>	<u>\$ 2,692,121</u>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

\$840,152 was reported as deferred outflows of resources and deferred inflows of resources relating to pension results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2020.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions expense as follows:

<u>Year ended December 31,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2021	\$ (66,883)
2022	1,244
2023	(782,540)
2024	(413,679)
2025	10,582
Thereafter	68,557
	<u>\$ (1,182,719)</u>

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

For the year ended June 30, 2021 we recognized pension expense of \$243,988.

At June 30, 2021, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 236,045	\$ -
Changes in assumptions	-	23,015
Net difference between projected and actual earnings on pension plan investments	-	1,284,776
Changes in proportion and differences between contributions and proportionate share of contributions	78,502	-
Contributions subsequent to the measurement date	244,047	-
	<u>\$ 558,594</u>	<u>\$ 1,307,791</u>

\$244,047 was reported as deferred outflows of resources and deferred inflows of resources relating to pension results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2020.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions expense as follows:

<b><u>Year ended December 31,</u></b>	<b><u>Net Deferred Outflows (Inflows) of Resources</u></b>
2021	\$ (231,464)
2022	(104,758)
2023	(444,022)
2024	(213,000)
2025	-
Thereafter	-
	<b><u>\$ (993,244)</u></b>

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

For the year ended June 30, 2021 we recognized pension expense of \$570,008.

At June 30, 2021, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between expected and actual experience	\$ 814,786	\$ -
Changes in assumptions	76,736	34,579
Net difference between projected and actual earnings on pension plan investments	-	735,116
Changes in proportion and differences between contributions and proportionate share of contributions	49,985	-
Contributions subsequent to the measurement date	183,744	-
	<b><u>\$ 1,125,251</u></b>	<b><u>\$ 769,695</u></b>

\$183,744 was reported as deferred outflows of resources and deferred inflows of resources relating to pension results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2020.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions expense as follows:

<b><u>Year ended December 31,</u></b>	<b><u>Net Deferred Outflows (Inflows) of Resources</u></b>
2021	\$ 283,254
2022	172,824
2023	(162,061)
2024	(122,205)
2025	-
Thereafter	-
	<b><u>\$ 171,812</u></b>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

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

For the year ended June 30, 2021 we recognized pension expense of (\$221,658).

At June 30, 2021, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 26,902	\$ 27,935
Changes in assumptions	87,616	-
Net difference between projected and actual earnings on pension plan investments	-	457,647
Changes in proportion and differences between contributions and proportionate share of contributions	1,565	10,805
Contributions subsequent to the measurement date	18,354	-
	<u>\$ 134,437</u>	<u>\$ 496,387</u>

\$18,354 was reported as deferred outflows of resources and deferred inflows of resources relating to pension results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2020.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions expense as follows:

<b><u>Year ended December 31,</u></b>	<b><u>Net Deferred Outflows (Inflows) of Resources</u></b>
2021	\$ (100,876)
2022	(55,752)
2023	(152,587)
2024	(70,889)
2025	-
Thereafter	-
	<u>\$ (380,104)</u>

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

For the year ended June 30, 2021 we recognized pension expense of \$202,633.

At June 30, 2021, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

	<b>Deferred Outflows of</b>	<b>Deferred Inflows of</b>
	<b>Resources</b>	<b>Resources</b>
Differences between expected and actual experience	\$ 19,045	\$ 9,474
Changes in assumptions	26,169	753
Net difference between projected and actual earnings on pension plan investments	-	60,474
Changes in proportion and differences between contributions and proportionate share of contributions	33,623	-
Contributions subsequent to the measurement date	211,630	-
	<u>\$ 290,467</u>	<u>\$ 70,701</u>

\$211,630 reported as deferred outflows of resources and deferred inflows of resources relating to pension results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2020.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions expense as follows:

<b><u>Year ended December 31,</u></b>	<b><u>Net Deferred Outflows</u></b>
	<b><u>(Inflows) of Resources</u></b>
2021	\$ (10,245)
2022	(5,996)
2023	(13,966)
2024	(4,017)
2025	7,135
Thereafter	35,226
	<u>\$ 8,137</u>

**Tier 2 Public Safety and Firefighter Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2021 we recognized pension expense of \$189,992.

At June 30, 2021, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	<b>Deferred Outflows of</b>	<b>Deferred Inflows of</b>
	<b>Resources</b>	<b>Resources</b>
Differences between expected and actual experience	\$ 32,271	\$ 20
Changes in assumptions	14,504	6,687
Net difference between projected and actual earnings on pension plan investments	-	39,885
Changes in proportion and differences between contributions and proportionate share of contributions	11,452	955
Contributions subsequent to the measurement date	182,377	-
	<u>\$ 240,604</u>	<u>\$ 47,547</u>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 6 - Retirement Plans – Continued**

\$182,377 was reported as deferred outflows of resources and deferred inflows of resources relating to pension results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2020.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions expense as follows:

<u>Year ended December 31,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2021	\$ (7,552)
2022	(5,074)
2023	(9,905)
2024	(3,568)
2025	3,447
Thereafter	33,331
	<u>\$ 10,679</u>

Actuarial assumptions: The total pension liability in the December 31, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 Percent
Salary increases	3.25 – 9.75 percent, average, including inflation
Investment rate of return	6.95 percent, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the January 1, 2020; valuation was based on the results of an actuarial experience study for the five year period ending December 31, 2019.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

<b>Asset Class</b>	<b>Expected Return Arithmetic Basis</b>		
	<b>Target Asset Allocation</b>	<b>Real Return Arithmetic Basis</b>	<b>Long Term expected portfolio real rate of return</b>
Equity securities	37.00%	6.30%	2.33%
Debt securities	20.00%	0.00%	0.00%
Real assets	15.00%	6.19%	0.93%
Private equity	12.00%	9.50%	1.14%
Absolute return	16.00%	2.75%	0.44%
Cash and cash equivalents	0.00%	0.00%	0.00%
Totals	100%		4.84%
		Inflation	2.50%
		Expected arithmetic nominal return	7.34%

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

Discount rate: The discount rate used to measure the total pension liability was 6.95 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate does not use the Municipal Bond Index Rate. The discount rate was reduced to 6.95 percent from 7.20 percent from the prior measurement period.

Sensitivity of the proportionate share of the net pension asset and liability to changes in the discount rate: The following presents the proportionate share of the net pension liability calculated using the discount rate at 6.95 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.95 percent) or 1-percentage-point higher (7.95 percent) than the current rate:

<b>System</b>	<b>1% Decrease -5.95%</b>	<b>Discount Rate 6.95%</b>	<b>1% Increase 7.95%</b>
Noncontributory System	\$ 3,050,401	\$ 175,947	\$(2,220,342)
Public Safety System	2,628,708	719,065	(836,940)
Firefighters System	105,420	(802,979)	(1,548,642)
Tier 2 Public Employees System	348,135	20,689	(229,798)
Tier 2 Public Safety and Firefighter	294,247	62,411	(122,493)
Total	<u>\$ 6,426,911</u>	<u>\$ 175,133</u>	<u>\$(4,958,215)</u>

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued URS financial report.



**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 6 - Retirement Plans – Continued**

**Defined Contribution Savings Plan**

The Defined Contribution Savings Plans are administered by the Utah Retirement Systems Board and are generally supplemental plans to the basic requirements benefits of the Retirement Systems, but may also be used as a primary retirement plan. These plans are voluntary tax-advantaged retirement savings programs authorized under sections 401(k), 457(b), and 408 of the Internal Revenue code. Detailed information regarding plan provision is available in the separately issued URS financial report.

City of Saratoga Springs participates in the following Defined Contribution Savings Plans with Utah Retirement Systems: 401(k) Plan, 457(b) Plan, Roth IRA Plan.

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

	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b>401(k) Plan</b>			
Employer Contributions	\$763,353	\$734,848	\$658,995
Employee Contributions	197,727	159,050	138,580
<b>457(b) Plan</b>			
Employer Contributions	\$ -	\$ -	\$ -
Employee Contributions	141,336	88,593	65,165
<b>Roth IRA Plan</b>			
Employer Contributions	N/A	N/A	N/A
Employee Contributions	\$ 66,234	\$ 47,328	\$ 39,446
<b>Traditional IRA Plan</b>			
Employer Contributions	N/A	N/A	N/A
Employee Contributions	\$ 6,830	\$ 3,390	\$ -

**Note 7 - Interfund Transfers**

Transfers were made which will not be repaid. Such amounts for the fiscal year ended June 30, 2021 were as follows:

	<u>In</u>	<u>Out</u>
Governmental:		
General Fund	\$ 78,024	\$ 11,261,200
Debt Service	-	-
Capital Projects	10,473,176	213,864
Community Development	310,000	
Business-type		
Water	213,864	-
Grabage	400,000	-
Total Transfers	<u>\$11,475,064</u>	<u>\$11,475,064</u>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 7 - Interfund Transfers – Continued**

The purpose of the inter-fund transfers is to meet the City's ongoing cash needs for capital projects. In addition to the transfers, the General Fund charged \$3,018,274 to the enterprise funds for personnel and administrative services and facility costs during the year.

**Note 8 - Contingent Liabilities**

Amounts received or receivables from grantor agencies are subject to audit and adjustment by those grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial. The City is also involved in various claims and litigation that should be covered by insurance.

On March 30, 2010 the City entered into an agreement with a neighboring municipality to provide police services. For the year ended June 30, 2021 the City received \$1,908,169 for the service.

The City has entered into an agreement with a developer to reimburse the developer for installing added improvements to the sewer system. The City will pay the developer \$700 for each connection to the north sewer system service area until the year 2021 up to a maximum of \$2,200,396. The City makes payments to the developer as fees are collected. The total amount paid to the developer for the year ended June 30, 2021 was \$23,082. The agreement was terminated on June 30, 2021

**Note 9 - Construction Commitments**

The City has active construction projects as of June 30, 2020. The projects include construction of roads and utility system upgrades.

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>	<u>Estimated Completion</u>
All projects	\$21,353,395	\$12,031,433	June 2022

**Note 10 - Risk Management**

The City is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties and participation in the Local Governments Trust, a public entity risk pool. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. The City carries \$2,000,000 of liability coverage and \$1,000,000 of fidelity bond coverage for the treasurer.

The City participates in the public entity risk pool's general liability insurance program. This program requires annual premiums based on the City's level of insurance and previous claims experience. The payment of the premium indemnifies the City for claims that exceed its deductible amount. The risk pool is governed by the inter-local risk pool agreement.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 11 – Capital Leases**

The City has entered into a lease agreement to purchase a fire truck. The equipment will become the property of the City when the terms of the lease agreement are met. The contract contains a fiscal non-funding clause that allows the City Council the option of terminating the lease at the end of any fiscal year. In the opinion of City management, the likelihood of this clause being exercised is remote. The original lease amount was for \$1,239,610 the amount drawn down and used was \$1,066,916. The difference was used to reduce the balance of the lease.

Capital lease as well as the present value of the net minimum lease payments as of June 30, 2021:

<u>Year Ending June 30,</u>	<u>Amounts</u>
2022	\$ 261,336
2023	261,336
2024	261,336
2025	65,741
Total minimum lease payments	849,749
Less: amount representing interest	(34,261)
Present value of minimum lease payments	<u>\$815,488</u>
Cost of equipment	\$ 1,083,019
Accumulated Depreciation	(31,107)
Difference	<u>\$ 1,051,912</u>

**Note 12 – Long-term debt**

**A. Special Assessment Bonds**

The 2012 series bonds will be repaid from assessments levied against the property owners benefited by the improvements made by the City in the special improvement district area. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time a debt service payment is due, the government may draw from the established reserve fund to cover the deficiency. The bonds have a stated rate of interest of 0.75% -4.45% with a maturity date of April 1, 2029.

The 2012 series special assessment bond is recorded in the enterprise fund with annual debt service requirements to maturity for special assessment bonds as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 81,000	\$ 34,287	\$ 115,287
2023	83,000	31,540	114,540
2024	86,000	28,533	114,533
2025	89,000	25,055	114,055
2026	92,000	20,820	112,820
2027-2028	300,000	32,921	332,921
<b>Total</b>	<u>\$ 731,000</u>	<u>\$ 173,156</u>	<u>\$ 904,156</u>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 12 – Long-term debt – Continued**

**B. Revenue Bonds**

The government has issued bonds where the government pledged revenues derived from the operation of the utility system to pay the outstanding debt service. Revenue bonds are the obligations of the enterprise funds.

**2014 Water Revenue Bonds**

On October 22, 2014, the City issued \$9,995,000 in Series 2014 Water Revenue Bonds with a maturity date of December 1, 2033 with an average coupon rate of 3.051%. The bonds were issued to (1) finance the costs associated with acquiring, constructing, and equipping portions of the City's culinary water system, (2) refund the Series 2005, 2006, and 2009 Water Revenue Bonds, and (3) finance the cost of issuance of the Series 2014 Bonds. Each principal payment is subject to prepayment and redemption at any time, in whole or in part, in inverse order, at the election of the City. The redemption price is equal to 100% of the principal amount to be prepaid or redeemed, plus accrued interest, if any, to the date of redemption, with annual debt service requirements to maturity for special assessment bonds as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 475,000	\$ 223,626	\$ 698,626
2023	485,000	214,124	699,124
2024	495,000	202,000	697,000
2025	510,000	189,626	699,626
2026	525,000	174,326	699,326
2027-2031	2,885,000	625,330	3,510,330
2032-2035	1,970,000	139,476	2,109,476
<b>Total</b>	<b>\$ 7,345,000</b>	<b>\$ 1,768,508</b>	<b>\$ 9,113,508</b>

**2016 Water Revenue Bonds**

On November 22, 2016, the City issued \$9,710,000 in Series 2016 Water Revenue Bonds with a maturity date of June 1, 2037 with an average coupon rate of 2.50%. The bonds were issued to finance the costs associated with acquiring, constructing, and equipping portions of the City's culinary water system. Each principal payment is subject to prepayment and redemption at any time, in whole or in part, in inverse order, at the election of the City. The redemption price is equal to 100% of the principal amount to be prepaid or redeemed, plus accrued interest, if any, to the date of redemption. The annual debt service requirements to maturity for revenue bonds are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 395,000	\$ 290,275	\$ 685,275
2023	410,000	275,200	685,200
2024	425,000	258,425	683,425
2025	445,000	236,675	681,675
2026	470,000	213,800	683,800
2027-2031	2,650,000	784,050	3,434,050
2032-2036	3,080,000	328,450	3,408,450
2037	675,000	10,625	685,625
<b>Total</b>	<b>\$ 8,550,000</b>	<b>\$ 2,397,500</b>	<b>\$ 10,947,500</b>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 12 - Long-term Debt – Continued**

The City has pledged all water utility net revenues to pay the debt service costs through maturity in 2037. During the year, the net revenue before depreciation was \$5,638,152 and the debt service requirement was \$1,384,976.

**2018 Sewer Revenue Bonds**

On May 17, 2018, the City issued \$9,970,000 in Series 2018 Sewer Revenue Bonds with a maturity date of June 1, 2038 with an average coupon rate of 3.25%. The bonds were issued to finance the costs associated with acquiring, constructing, and equipping portions of the City's sewer system. Each principal payment is subject to prepayment and redemption at any time, in whole or in part, in inverse order, at the election of the City. The redemption price is equal to 100% of the principal amount to be prepaid or redeemed, plus accrued interest, if any, to the date of redemption. The annual debt service requirements to maturity for revenue bonds are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 415,000	\$ 291,412	\$ 706,412
2023	430,000	278,962	708,962
2024	440,000	266,062	706,062
2025	455,000	252,862	707,862
2026	470,000	239,212	709,212
2027-2031	2,570,000	975,860	3,545,860
2032-2036	2,985,000	550,826	3,535,826
2037-2038	1,345,000	71,052	1,416,052
<b>Total</b>	<b>\$ 9,110,000</b>	<b>\$ 2,926,248</b>	<b>\$ 12,036,248</b>

The City has pledged all sewer utility net revenues to pay the debt service costs through maturity in 2038. During the year, the net revenue before depreciation was \$2,120,095 and the debt service requirement was \$708,562.

**Sales Tax Revenue Bonds**

Sales tax revenue bonds are special limited obligations of the City backed by the portion of sales and use taxes levied by the City under the Local Sales and Use Tax Act. The bonds are obligations of the governmental funds.

**2011 Sales Tax Revenue Bonds**

On June 1, 2011, the city issued \$4,000,000 in Series 2011 Sales Taxes Revenue Bonds at interest rates ranging from 3.0% to 4.125% with a maturity date of June 1, 2031. The bonds were issued to finance the costs associated with acquiring, constructing, renovating, equipping, and furnishing the City's facilities (including a public works facility, fire station, and city well improvements) and to exercise a purchase option under an outstanding financing lease for the City Hall building. Bond proceeds were also used to pay the cost of issuance of the Bonds. The Bonds maturing on or after June 1, 2021 are subject to redemption prior to maturity, in whole or in part, at the option of the City on December 31, 2020 or on any date thereafter, from such maturities or parts thereof as selected by the City. The redemption price will equal 100% of the principal amount to be repaid or redeemed, plus accrued interest, if any, to the date of redemption. The City has pledged all sales tax revenues

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 12 - Long-term Debt – Continued**

to pay the debt service costs through maturity in 2031. The City has pledged all of its sales tax revenues. Revenue bond debt service requirements to maturity are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 200,000	\$ 92,250	\$ 292,250
2023	205,000	85,750	290,750
2024	210,000	79,088	289,088
2025	220,000	70,688	290,688
2026	230,000	61,888	291,888
2027-2031	1,300,000	163,102	1,463,102
<b>Total</b>	<b>\$ 2,365,000</b>	<b>\$ 552,766</b>	<b>\$ 2,917,766</b>

**2017 Sales Tax Revenue Bonds**

On December 1, 2016, the city issued \$4,000,000 in Series 2017 Sales Taxes Revenue Bonds at interest rates ranging from 3.0% to 3.50% with a maturity date of June 1, 2037. The bonds were issued to finance the costs associated with acquiring, constructing, renovating, equipping, and furnishing the City's facilities (including a regional park complex). Bond proceeds were also used to pay the cost of issuance of the Bonds. The Bonds maturing on or after June 1, 2037 are subject to redemption prior to maturity, in whole or in part, at the option of the City on December 31, 2020 or on any date thereafter, from such maturities or parts thereof as selected by the City. The redemption price will equal 100% of the principal amount to be repaid or redeemed, plus accrued interest, if any, to the date of redemption. The City has pledged all sales tax revenues to pay the debt service costs through maturity in 2037. Revenue bond debt service requirements to maturity are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 410,000	\$ 261,026	\$ 671,026
2023	425,000	248,726	673,726
2024	435,000	235,976	670,976
2025	450,000	222,926	672,926
2026	460,000	209,426	669,426
2027-2031	2,525,000	831,130	3,356,130
2032-2036	2,935,000	419,936	3,354,936
2037-2040	650,000	22,750	672,750
<b>Total</b>	<b>\$ 8,290,000</b>	<b>\$ 2,451,896</b>	<b>\$ 10,741,896</b>

During the year the sales tax revenue was \$7,306,384 and the debt service requirement was \$774,776 or 11% of the sales tax revenue. The City has pledged all of its sales tax revenues.

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 12 - Long-term Debt – Continued**

**C. Note Payable**

**Culinary Water System**

Prior to the City being established in December 1997, a water company had built a water system in the area covered by the City. On February 2, 2005, the city entered into a settlement agreement to purchase the water system and the rights to the unused water capacity. The City's obligation of \$21,000,000 is to be serviced by paying two-thirds, presently \$2,000, of each connection or impact fee collected. By agreement, the obligation bears no interest. If the City has not paid the full obligation by February 2, 2025, then the remaining, unpaid balance becomes due at that date. The note is an obligation of the water enterprise fund. Based on the projection of 525 connections annually, the remaining obligation is expected to be retired as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 1,050,000	\$ -	\$ 1,050,000
2023	1,050,000	-	1,050,000
2024	1,050,000	-	1,050,000
2025	242,390	-	242,390
<b>Total</b>	<b>\$ 3,392,390</b>	<b>\$ -</b>	<b>\$ 3,392,390</b>

**Note Payable – Developer**

In 2017 the City entered into an agreement to reimburse a developer for work performed on the storm drain system. The developer placed improvements to the storm drain infrastructure in the amount of \$3,136,549. The City agreed to reimburse the developer with impact fees collected and credits used. Because reimbursement is contingent upon impact fees assigned, there is no amortization schedule for this note.

**D. Changes in Long-term Debt**

During the year ended June 30, 2021, the following activity occurred in liabilities reported as long-term:

	<u>Balance at June 30, 2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at June 30, 2021</u>	<u>Due within one year</u>
<b>Governmental activities</b>					
Bonds payable:					
2011 Sales Tax Revenue Bond	\$ 2,555,000	\$ -	\$ (190,000)	\$ 2,365,000	\$ 200,000
2017 Sales Tax Revenue Bond	8,690,000	-	(400,000)	8,290,000	410,000
Unamortized Bond Premium	258,583	-	(15,211)	243,372	-
Total bonds payable	11,503,583	-	(605,211)	10,898,372	610,000
Capital lease payable	-	1,066,916	(251,428)	815,488	122,155
Net pension liability	2,076,158		(1,142,217)	933,941	-
Compensated absences	620,469	462,468	(377,289)	705,648	255,768
<b>Total Governmental Long-Term Obligations</b>	<b>\$ 14,200,210</b>	<b>\$ 1,529,384</b>	<b>\$ (2,376,145)</b>	<b>\$ 13,353,449</b>	<b>\$ 987,923</b>

**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

**Note 12 - Long-term Debt – Continued**

	Balance at June 30, 2020	Additions	Reductions	Balance at June 30, 2021	Due within one year
<b>Business-Type Activities</b>					
Bonds payable:					
2012 Special Assessment Bond	\$ 1,002,000	\$ -	\$ (271,000)	\$ 731,000	\$ 81,000
2014 Water Revenue Bond	7,810,000	-	(465,000)	7,345,000	475,000
2016 Water Revenue Bond	8,935,000	-	(385,000)	8,550,000	395,000
Unamortized Bond Premium	347,181	-	(21,699)	325,482	-
2018 Sewer Revenue Bond	9,515,000	-	(405,000)	9,110,000	415,000
Unamortized Bond Premium	89,411	-	(5,259)	84,152	-
Total bonds payable	27,698,592	-	(1,552,958)	26,145,634	1,366,000
Contract Payable	5,858,770	-	(2,466,380)	3,392,390	1,050,000
Note payable - developer (as restated see note 13)	2,067,686	-	(129,121)	1,938,565	-
Net pension liability	197,248	-	(153,076)	44,172	-
Compensated absences	19,540	55,425	(22,485)	52,480	22,185
<b>Total Business-Type Long-Term Obligations</b>	<b>\$ 35,841,836</b>	<b>\$ 55,425</b>	<b>\$ (4,324,020)</b>	<b>\$ 31,573,241</b>	<b>\$ 2,438,185</b>

Net Pension Liability in the governmental activities is liquidated using current resources from the fund that the employee worked, typically the General fund.

**Note 13 – Restatement of net position**

During 2017 The City has entered into an agreement to reimburse a developer for work performed. The developer placed improvements to the storm drain infrastructure in the amount of \$3,136,549. This amount was not reflected as a note payable at that time. The net position of the storm drain enterprise fund is restated to reflect the outstanding balance of the note of \$2,067,686.

**Note 14 – Community Development Agency**

The City Community Development Agency (CDA) was created in fiscal year 2020 to target a community project area. The CDA receives a percentage of the point of sale sales tax collected within the City. These funds are used to help offset the cost of construction and initial operations for incoming businesses within the project area.

In accordance with Utah State Code Section 17C-1-605(1) the City's CDA is required to disclose the following:

**Intergovernmental Revenue**

Project Area 1:	\$ 310,000
Total intergovernmental received by CDA	<u>\$ 310,000</u>

**Revenues Expended:**

Administrative costs	\$ 7,000
Developer Agreements	231,844
Total funds expended by CDA	<u>\$ 238,844</u>



**CITY OF SARATOGA SPRINGS**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**Note 15 – Subsequent Events**

During 2020 and 2021, the world economy was significantly affected by a global pandemic called COVID 19. While the City received financial assistance in the amount of \$2,437,404 the ongoing financial impact of this pandemic on the City is currently unknown.

## REQUIRED SUPPLEMENTARY INFORMATION

# CITY OF SARATOGA SPRINGS

## Required Supplementary Information

### Schedule of Contributions

June 30, 2021

Last 10 Fiscal Years\*

	Fiscal year ended June 30,	Actuarial Determined Contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered employee payroll	Contribution as a percentage of covered employee payroll
<b>Noncontributory System</b>	2014	\$ 376,272	\$ 376,272	\$ -	\$ 2,181,974	17.24%
	2015	410,152	410,152	-	2,234,890	18.35%
	2016	398,883	398,883	-	2,159,626	18.47%
	2017	422,199	422,199	-	2,295,957	18.39%
	2018	439,512	439,512	-	2,406,599	18.26%
	2019	456,481	456,481	-	2,485,898	18.36%
	2020	462,434	462,434	-	2,516,868	18.37%
	2021	468,326	468,326	-	2,540,626	18.43%
<b>Public Safety System</b>	2014	301,111	301,111	-	1,134,533	26.54%
	2015	272,932	272,932	-	1,138,990	23.96%
	2016	279,168	279,168	-	1,175,484	23.75%
	2017	284,450	284,450	-	1,190,696	23.89%
	2018	306,295	306,295	-	1,286,043	23.82%
	2019	332,460	332,460	-	1,286,651	25.84%
	2020	353,586	353,586	-	1,298,806	27.22%
	2021	370,789	370,789	-	1,359,194	27.28%
<b>Firefighters System</b>	2014	14,208	14,208	-	233,012	6.10%
	2015	18,440	18,440	-	279,810	6.59%
	2016	23,989	23,989	-	355,634	6.75%
	2017	26,859	26,859	-	403,277	6.66%
	2018	28,456	28,456	-	424,716	6.70%
	2019	30,989	30,989	-	429,077	7.22%
	2020	34,509	34,509	-	476,642	7.24%
	2021	36,503	36,503	-	504,181	7.24%
<b>Tier 2 Public Employees System</b>	2016	112,743	112,743	-	756,062	41.91%
	2017	156,900	156,900	-	1,052,316	14.91%
	2018	229,355	229,355	-	1,517,905	15.11%
	2019	251,427	251,427	-	1,618,073	15.54%
	2020	321,216	321,216	-	2,051,192	15.86%
	2021	390,267	290,267	-	2,471,484	15.79%
<b>Tier 2 Public Safety and Firefighters System*</b>	2014	30,095	30,095	-	214,501	14.03%
	2015	57,532	57,532	-	385,088	14.94%
	2016	112,743	112,743	-	756,062	14.91%
	2017	77,557	77,557	-	465,913	16.65%
	2018	127,672	127,672	-	773,055	16.52%
	2019	185,331	185,331	-	1,026,493	18.05%
	2020	216,163	216,163	-	1,234,416	17.51%
	2021	320,694	320,694	-	1,657,881	19.34%
<b>Tier 2 Public Employees DC Only System*</b>	2014	1,163	1,163	-	25,982	4.47%
	2015	2,254	2,254	-	52,502	4.29%
	2016	2,376	2,376	-	35,507	6.69%
	2017	3,517	3,517	-	52,577	6.69%
	2018	7,011	7,011	-	104,797	6.69%
	2019	13,925	13,925	-	208,148	6.69%
	2020	21,390	21,390	-	319,731	6.69%
	2021	28,863	28,863	-	430,494	6.70%
<b>Tier 2 Public Safety and Fire Fighter DC Only System*</b>	2014	-	-	-	-	-
	2015	-	-	-	-	-
	2016	-	-	-	-	-
	2017	-	-	-	-	-
	2018	-	-	-	-	-
	2019	1,137	1,137	-	11,676	9.74%
	2020	4,602	4,602	-	47,249	9.74%
	2021	9,102	9,102	-	115,367	7.89%

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

\*\* The amounts presented were determined for the Calendar year January 1-December 31. In accordance with GASB 68, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**CITY OF SARATOGA SPRINGS**  
Required Supplementary Information  
Schedule of the Proportionate Share of the Net Pension Liability  
June 30, 2021  
Last 10 Fiscal Years\*

	Fiscal Year	Proportion of the net liability (asset)	Proportionate share of the net pension liability (asset)	Covered employee payroll	Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability
<b>Noncontributory System</b>						
	2015	0.2635465%	\$ 1,144,381	\$ 2,236,578	51.20%	90.20%
	2016	0.2668688%	1,510,073	2,164,610	69.76%	87.80%
	2017	0.2917979%	1,873,700	2,353,876	79.60%	87.30%
	2018	0.2958139%	1,296,049	2,266,730	57.18%	91.90%
	2019	0.3162762%	2,328,971	2,433,749	95.69%	87.00%
	2020	0.3350093%	1,262,606	2,526,865	49.97%	93.70%
	2021	0.3430151%	175,947	2,458,606	7.16%	99.20%
<b>Public Safety System</b>						
	2015	0.2635465%	574,927	1,140,839	50.40%	89.00%
	2016	1.3970959%	681,715	1,149,462	59.31%	87.60%
	2017	1.4915100%	929,654	1,235,277	75.26%	86.10%
	2018	1.5064946%	727,943	1,202,686	60.53%	90.50%
	2019	1.7780179%	1,401,071	1,287,130	108.85%	85.60%
	2020	1.8502266%	918,822	1,277,023	71.95%	91.70%
	2021	2.0000007%	719,065	1,345,049	53.46%	94.50%
<b>Firefighters retirement system</b>						
	2015	0.3034621%	(33,395)	252,495	-13.20%	101.30%
	2016	0.3757619%	63,939	316,691	20.19%	98.10%
	2017	0.4743030%	70,158	410,102	17.11%	98.40%
	2018	0.4811169%	(107,932)	402,462	-26.82%	102.30%
	2019	0.5103655%	206,265	417,313	49.43%	96.10%
	2020	0.5488766%	(234,220)	451,447	-76.03%	105.80%
	2021	0.5959690%	-802979	491949	-163.22%	112.00%
<b>Tier 2 Public Employees Retirement System</b>						
	2015	0.0561807%	(1,703)	275,889	-0.60%	103.50%
	2016	0.0886421%	(194)	572,836	-0.03%	100.20%
	2017	0.1129970%	12,605	926,665	1.36%	95.10%
	2018	0.1337068%	11,789	1,306,770	0.90%	97.40%
	2019	0.1257648%	53,862	1,470,210	3.66%	90.80%
	2020	0.1307647%	29,410	1,817,220	1.62%	96.50%
	2021	0.1438459%	20,689	2,299,270	0.90%	98.30%
<b>Tier 2 Public Safety and Firefighters retirement system</b>						
	2015	0.5381763%	(7,961)	222,627	-3.60%	120.50%
	2016	0.4654713%	(6,801)	276,945	-2.46%	110.70%
	2017	0.5354597%	(4,648)	442,409	-1.05%	103.60%
	2018	0.5385951%	(6,232)	568,236	-1.10%	103.00%
	2019	0.7115034%	17,827	950,988	1.87%	95.60%
	2020	0.6651502%	62,567	1,096,302	5.71%	89.60%
	2021	0.6958170%	62,411	1,381,658	4.52%	93.10%

\* The amounts presented for each fiscal year were determined as of December 31. In accordance with GASB 68, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**CITY OF SARATOGA SPRINGS**  
**Notes to Required Supplementary Information**  
**For the year ended June 30, 2021**

Change in Assumptions

There were a number of demographic assumptions (e.g. rates of termination, disability, retirement, as well as an updated mortality and salary increase assumption) updated for use in the January 1, 2020 actuarial valuation. These assumption updates were adopted by the Utah State Retirement Board as a result of an Actuarial Experience Study performed for the Utah Retirement Systems. In aggregate, those assumption changes resulted in a \$201 million increase in the Total Pension Liability, which is about 0.50% of the Total Pension Liability of as December 31, 2019 for all systems combined. The Actuarial Experience Study report as of December 31, 2019 provides detailed information regarding those assumption changes, which may be accessed online at [newsroom.urs.org](https://newsroom.urs.org) under the “Retirement Office” column using the “Reports and Stats” tab.

## SUPPLEMENTARY INFORMATION

**CITY OF SARATOGA SPRINGS**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget to Actual**

**Capital Projects Fund** – The Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital improvements (other than those financed by proprietary funds.)

**Community Development Fund** – The special revenue fund accounts for all of the Saratoga Springs Community Development Agency.

**CITY OF SARATOGA SPRINGS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget to Actual  
**Capital Projects Fund**  
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Totals	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 4,844,916	\$ 75,000	\$ (4,769,916)
Investment earnings	-	-	105,286	105,286
Impact fees	2,000,000	2,000,000	6,409,858	4,409,858
Miscellaneous	-	-	119,309	119,309
Total Revenues	<u>2,000,000</u>	<u>6,844,916</u>	<u>6,709,453</u>	<u>(135,463)</u>
<b>EXPENDITURES</b>				
General government	-	-	-	-
Public safety	-	15,351	12,622	2,729
Highways and public works	-	1,903,383	1,552,095	351,288
Parks and recreation	-	1,863,809	1,671,458	192,351
Capital expenditures	1,072,204	18,192,863	2,827,328	15,365,535
Debt service	-	-	-	-
Principal retirement	400,000	400,000	651,429	(251,429)
Interest and fiscal charges	271,025	273,025	262,392	10,633
Total expenditures	<u>1,743,229</u>	<u>22,648,431</u>	<u>6,977,324</u>	<u>15,671,107</u>
Excess (deficit) of revenues over (under) expenditures	<u>256,771</u>	<u>(15,803,515)</u>	<u>(267,871)</u>	<u>15,535,644</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital lease proceeds	-	-	1,066,916	1,066,916
Transfers in	843,229	11,343,229	10,473,176	(870,053)
Transfers out	(1,326,975)	(726,975)	(213,864)	513,111
Total other financing sources (uses)	<u>(483,746)</u>	<u>10,616,254</u>	<u>11,326,228</u>	<u>709,974</u>
Net change in fund balance	(226,975)	(5,187,261)	11,058,357	16,245,618
Fund balances - beginning	<u>11,433,513</u>	<u>11,433,513</u>	<u>11,433,513</u>	<u>-</u>
Fund balances - ending	<u>\$ 11,206,538</u>	<u>\$ 6,246,252</u>	<u>\$ 22,491,870</u>	<u>\$ 16,245,618</u>



**CITY OF SARATOGA SPRINGS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget to Actual  
**Community Development Agency**  
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with
	Original	Final	Totals	Final Budget - Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 310,000	\$ 310,000	\$ 310,000	\$ -
Total revenues	310,000	310,000	310,000	-
<b>EXPENDITURES</b>				
Community Development	310,000	310,000	238,844	71,156
Total expenditures	310,000	310,000	238,844	71,156
Excess (deficit) of revenues over (under) expenditures	-	-	71,156	71,156
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Net change in fund balance	-	-	71,156	71,156
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ 71,156	\$ 71,156

**CITY OF SARATOGA SPRINGS**  
**Combining Financial Statements**  
**Nonmajor Proprietary Funds**

**Garbage Collection Utility Fund** – The Garbage Collection Utility Fund accounts for the collection and disposal of garbage for City residents.

**Street Light Utility Fund** – The Street Light Utility Fund accounts for the street light services of the City for its residents.

# CITY OF SARATOGA SPRINGS

## Combining Statement of Net Position

### Nonmajor Proprietary Funds

June 30, 2021

	Garbage	Street Lights	Total
<b><u>ASSETS</u></b>			
Current assets:			
Cash and cash equivalents	\$ 19,744	\$ 543,494	\$ 563,238
Accounts receivable - net	182,246	38,423	220,669
Due from other funds	-	-	-
Total current assets	<u>201,990</u>	<u>581,917</u>	<u>783,907</u>
Noncurrent assets:			
Capital Assets			
Equipment		145,503	145,503
Street light system		4,876,567	4,876,567
Less: Accumulated depreciation		<u>(3,212,581)</u>	<u>(3,212,581)</u>
Total capital assets	<u>-</u>	<u>1,809,489</u>	<u>1,809,489</u>
Total noncurrent assets	<u>-</u>	<u>1,809,489</u>	<u>1,809,489</u>
 Total assets	 <u>201,990</u>	 <u>2,391,406</u>	 <u>2,593,396</u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>			
Pension related costs	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred outflow of resources	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets & deferred outflows of resources	 <u>\$ 201,990</u>	 <u>\$ 2,391,406</u>	 <u>\$ 2,593,396</u>
<b><u>LIABILITIES</u></b>			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 44,374	\$ 2,459	\$ 46,833
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>44,374</u>	<u>2,459</u>	<u>46,833</u>
Noncurrent liabilities:			
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>44,374</u>	<u>2,459</u>	<u>46,833</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>			
Pension related costs	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>NET POSITION</u></b>			
Net investment in capital assets	-	1,809,489	1,809,489
Unrestricted	<u>157,616</u>	<u>579,458</u>	<u>737,074</u>
Total net Position	<u>157,616</u>	<u>2,388,947</u>	<u>2,546,563</u>
 Total liabilities, deferred inflows of resources and net position	 <u>\$ 201,990</u>	 <u>\$ 2,391,406</u>	 <u>\$ 2,593,396</u>

# CITY OF SARATOGA SPRINGS

## Combining Statement of Revenues, Expenses, and Changes in Fund Net Position

### Nonmajor Proprietary Funds

For the Year Ended June 30, 2021

	Garbage	Street Lights	Total
<b>Operating revenues:</b>			
Charges for services	\$ 1,712,864	\$ 426,271	\$ 2,139,135
Other	-	-	-
Total operating revenues	<u>1,712,864</u>	<u>426,271</u>	<u>2,139,135</u>
 Operating expenses:			
Supplies and Maintenance	89,463	302,009	391,472
Administration	120,300	42,612	162,912
Treatment and sanitation	1,881,183	-	1,881,183
Depreciation	-	86,918	86,918
Total operating expenses	<u>2,090,946</u>	<u>431,539</u>	<u>2,522,485</u>
Operating income	<u>(378,082)</u>	<u>(5,268)</u>	<u>(383,350)</u>
 <b>Nonoperating revenues (expenses):</b>			
Interest revenue	<u>3,833</u>	<u>4,342</u>	<u>8,175</u>
Total nonoperating revenues (expenses)	<u>3,833</u>	<u>4,342</u>	<u>8,175</u>
 Net income (loss) before contributions and transfers	<u>(374,249)</u>	<u>(926)</u>	<u>(375,175)</u>
 Contributions and transfers			
Contributions from developers		435,700	435,700
Operating transfers in	400,000	-	400,000
Total contributions and transfers	<u>400,000</u>	<u>435,700</u>	<u>835,700</u>
 Change in net Position	25,751	434,774	460,525
 Total net position - beginning	<u>131,865</u>	<u>1,954,173</u>	<u>2,086,038</u>
Total net position - ending	<u><u>\$ 157,616</u></u>	<u><u>\$ 2,388,947</u></u>	<u><u>\$ 2,546,563</u></u>

**CITY OF SARATOGA SPRINGS**  
Combining Statement of Cash Flows  
**Nonmajor Proprietary Funds**  
For the Year Ended June 30, 2020

	Garbage	Street Lights	Total
<b>Cash Flows From Operating Activities</b>			
Receipts from customers	\$ 1,695,946	\$ 422,551	\$ 2,118,497
Payments to employees	-	-	-
Payments to suppliers	(2,081,151)	(367,688)	(2,448,839)
Net cash provided (used) by operating activities	(385,205)	54,863	(330,342)
<b>Cash Flows From Noncapital Financing Activities</b>			
Advance from other funds	400,000	-	400,000
Transfers Out	-	-	-
Net cash provided (used) by noncapital financing activities	400,000	-	400,000
<b>Cash Flows From Capital and Related Financing Activities</b>			
Net cash provided (used) by capital and related financing activities	-	-	-
<b>Cash Flows From Investing Activities</b>			
Interest and dividends received	3,833	4,342	8,175
Net cash provided (used) by investing and related financing activities	3,833	4,342	8,175
Net increase (decrease) in cash and cash equivalents	18,628	59,205	77,833
Cash and cash equivalents - beginning	1,116	484,289	485,405
Cash and cash equivalents - end	<u>\$ 19,744</u>	<u>\$ 543,494</u>	<u>\$ 563,238</u>
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>			
Operating income	\$ (378,082)	\$ (5,268)	\$ (383,350)
Adjustments to reconcile operating income to net cash provided (used) by			
Depreciation expense	-	86,918	86,918
Increase/ (decrease) in accounts receivable	(16,918)	(3,720)	(20,638)
Increase/(decrease) in accounts payable	9,795	(23,067)	(13,272)
Total adjustments	(7,123)	60,131	53,008
Net cash provided (used) by operating activities	<u>\$ (385,205)</u>	<u>\$ 54,863</u>	<u>\$ (330,342)</u>
Capital assets contributed by developers		\$ 435,700	\$ 435,700

## STATISTICAL SECTION

The Statistical Section presents detailed comparative data to assist with understanding what the information in the financial statements, note disclosures, and required supplementary information express about the government's overall financial health.

### Financial Trends

*Those schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.*

### Revenue Capacity

*These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.*

### Debt Capacity

*These schedules contain information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.*

### Demographic and Economic Information

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.*

### Operating Information

*These schedules contain service data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.*

**Schedule 1**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**NET POSITION BY COMPONENT**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>Governmental Activities</b>										
Net investment in										
capital assets	\$ 75,648,247	\$ 72,106,589	\$ 74,598,446	\$ 73,222,615	\$ 86,379,952	\$ 84,573,253	\$ 99,816,127	\$ 110,194,198	\$ 109,105,129	\$ 116,588,211
Restricted	7,890,183	600,591	95,687							
Unrestricted	<u>4,941,530</u>	<u>15,171,267</u>	<u>15,320,390</u>	<u>17,070,401</u>	<u>16,492,718</u>	<u>17,926,208</u>	<u>8,084,211</u>	<u>3,464,154</u>	<u>19,198,919</u>	<u>30,761,886</u>
<b>Total Governmental Activities</b>										
<b>Net Position</b>	<u><b>\$ 88,479,960</b></u>	<u><b>\$ 87,878,447</b></u>	<u><b>\$ 90,014,523</b></u>	<u><b>\$ 90,293,016</b></u>	<u><b>\$ 102,872,670</b></u>	<u><b>\$ 102,499,461</b></u>	<u><b>\$ 107,900,338</b></u>	<u><b>\$ 113,658,352</b></u>	<u><b>\$ 128,304,048</b></u>	<u><b>\$ 147,350,097</b></u>
<b>Business-Type Activities</b>										
Net investment in										
capital assets	\$ 80,775,067	\$ 79,541,530	\$ 83,658,220	\$ 87,124,624	\$ 104,205,965	\$ 112,772,271	\$ 123,848,895	\$ 130,346,977	\$ 155,298,414	\$ 173,215,505
Restricted	5,079,787	-	-	2,814,571	2,787,320	-	-	-	-	9,311,973
Unrestricted	<u>1,733,791</u>	<u>8,625,624</u>	<u>8,122,994</u>	<u>8,754,227</u>	<u>14,074,089</u>	<u>14,063,076</u>	<u>18,342,889</u>	<u>24,750,785</u>	<u>30,830,036</u>	<u>28,607,235</u>
<b>Total Business-Type Activities</b>										
<b>Net Position</b>	<u><b>\$ 87,588,645</b></u>	<u><b>\$ 88,167,154</b></u>	<u><b>\$ 91,781,214</b></u>	<u><b>\$ 98,693,422</b></u>	<u><b>\$ 121,067,374</b></u>	<u><b>\$ 126,835,347</b></u>	<u><b>\$ 142,191,784</b></u>	<u><b>\$ 155,097,762</b></u>	<u><b>\$ 186,128,450</b></u>	<u><b>\$ 211,134,713</b></u>
<b>Primary Government</b>										
Net investment in										
capital assets	\$ 156,423,314	\$ 151,648,119	\$ 158,256,666	\$ 160,347,239	\$ 190,585,917	\$ 197,345,524	\$ 223,665,022	\$ 240,541,175	\$ 264,403,543	\$ 289,803,716
Restricted	12,969,970	600,591	95,687	5,814,571	2,787,320					9,311,973
Unrestricted	<u>6,675,321</u>	<u>23,796,891</u>	<u>23,443,384</u>	<u>25,824,628</u>	<u>30,566,807</u>	<u>31,989,284</u>	<u>26,427,100</u>	<u>28,214,939</u>	<u>50,028,955</u>	<u>59,369,121</u>
<b>Total Primary Government</b>										
<b>Net Position</b>	<u><b>\$ 176,068,605</b></u>	<u><b>\$ 176,045,601</b></u>	<u><b>\$ 181,795,737</b></u>	<u><b>\$ 191,986,438</b></u>	<u><b>\$ 223,940,044</b></u>	<u><b>\$ 229,334,808</b></u>	<u><b>\$ 250,092,122</b></u>	<u><b>\$ 268,756,114</b></u>	<u><b>\$ 314,432,498</b></u>	<u><b>\$ 358,484,810</b></u>

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

**Schedule 2**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**CHANGES IN NET POSITION**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>Expenses</b>										
<b>Governmental Activities:</b>										
General Government	\$ 1,998,497	\$ 2,609,093	\$ 2,171,825	\$ 2,096,762	\$ 2,462,795	\$ 2,740,131	\$ 2,454,741	\$ 2,787,352	\$ 3,493,773	\$ 3,287,711
Public Safety	4,833,686	4,966,496	5,018,488	5,240,399	6,012,919	6,654,993	7,398,839	8,379,318	9,167,799	10,352,752
Highways and Public Improvements	4,022,464	4,722,390	2,666,666	5,384,522	5,966,661	5,850,964	6,463,171	5,829,164	6,556,569	8,221,400
Parks and Recreation	1,899,678	2,438,028	2,635,964	2,701,630	2,023,421	3,532,875	3,351,597	4,156,484	4,618,654	6,584,555
Community Development										238,844
Interest on Long-Term Debt	157,437	141,240	142,332	137,882	133,171	392,392	726,526	571,051	429,622	358,760
<b>Total Governmental Activities</b>	<u><b>12,911,762</b></u>	<u><b>14,877,247</b></u>	<u><b>12,635,275</b></u>	<u><b>15,561,195</b></u>	<u><b>16,598,967</b></u>	<u><b>19,171,355</b></u>	<u><b>20,394,874</b></u>	<u><b>21,723,369</b></u>	<u><b>24,266,417</b></u>	<u><b>29,044,022</b></u>
<b>Business-Type Activities:</b>										
Water Utility	4,649,685	5,102,548	5,001,698	5,477,856	6,353,950	7,828,265	8,902,476	9,484,321	10,080,829	10,518,219
Sewer Utility	2,434,510	3,066,436	3,005,658	3,244,648	4,203,587	3,541,052	4,989,823	4,888,210	5,303,150	5,831,784
Garbage Utility	702,476	822,106	1,028,024	1,080,662	1,059,777	1,171,046	1,557,791	1,518,045	1,746,278	2,090,946
Storm Drain Utility	756,772	691,410	880,773	908,198	901,351	954,935	1,303,165	1,324,079	1,581,290	2,498,172
Street Lighting						-		477,347	323,199	431,539
<b>Total Business-Type Activities</b>	<u><b>8,543,443</b></u>	<u><b>9,682,500</b></u>	<u><b>9,916,153</b></u>	<u><b>10,711,364</b></u>	<u><b>12,518,665</b></u>	<u><b>13,495,298</b></u>	<u><b>16,753,255</b></u>	<u><b>17,692,002</b></u>	<u><b>19,034,746</b></u>	<u><b>21,370,660</b></u>
<b>Total Primary Government Expenses</b>	<u><b>\$ 21,455,205</b></u>	<u><b>\$ 24,559,747</b></u>	<u><b>\$ 22,551,428</b></u>	<u><b>\$ 26,272,559</b></u>	<u><b>\$ 29,117,632</b></u>	<u><b>\$ 32,666,653</b></u>	<u><b>\$ 37,148,129</b></u>	<u><b>\$ 39,415,371</b></u>	<u><b>\$ 43,301,163</b></u>	<u><b>\$ 50,414,682</b></u>
<b>Revenues</b>										
<b>Governmental Activities:</b>										
Charges for Services										
General Government	\$ 2,473,625	\$ 4,081,953	\$ 2,778,204	\$ 3,379,235	\$ 4,985,982	\$ 257,321	\$ 254,635	\$ 223,274	\$ 253,021	\$ 301,230
Public Safety	\$ 1,894,515	\$ 1,039,947	\$ 1,101,415	\$ 1,214,388	\$ 1,372,884	\$ 5,175,558	\$ 6,008,513	\$ 6,743,052	\$ 9,850,079	\$ 12,662,170
Highways & Public Improvements	\$ 1,179,069	\$ 1,268,709	\$ 1,105,971	\$ 1,541,709	\$ 1,641,262	\$ 285,091	\$ 346,534	\$ 196,987	\$ 223,305	\$ 213,640
Parks & Recreation	\$ 888,193	\$ 886,054	\$ 652,831	\$ 2,519,097	\$ 2,555,462	\$ 415,750	\$ 450,249	\$ 531,525	\$ 493,681	\$ 813,532
Operating Grants and Contributions	1,118,658	172,388	123,870	764,283	239,028	242,108	98,790	114,655	184,054	370,525
Capital Grants and Contributions	2,664,043	672,095	2,502,760	1,545,870	10,796,710	6,756,688	10,431,394	9,393,472	16,142,169	20,172,435
<b>Total Governmental Activities</b>	<u><b>10,218,103</b></u>	<u><b>8,121,146</b></u>	<u><b>8,265,051</b></u>	<u><b>10,964,582</b></u>	<u><b>21,591,328</b></u>	<u><b>13,132,516</b></u>	<u><b>17,590,115</b></u>	<u><b>17,202,965</b></u>	<u><b>27,146,309</b></u>	<u><b>34,533,532</b></u>
<b>Business-Type Activities</b>										
Charges for Services										
Water Utility	6,393,708	6,154,942	5,976,789	6,512,923	10,473,751	7,934,650	9,707,208	9,112,844	9,084,610	10,630,176
Sewer Utility	2,488,427	2,674,392	2,720,120	3,047,088	4,675,210	4,255,070	5,342,114	5,252,833	5,091,969	5,639,087
Garbage Utility	596,706	639,307	893,984	641,802	961,029	1,203,403	1,488,613	1,362,947	1,512,900	1,716,697
Storm Drain Utility	808,855	895,505	579,827	913,322	958,500	755,522	1,335,382	1,216,128	975,497	1,033,431
Street Lighting								360,270	404,398	430,613
Capital Grants and Contributions	1,238,142		3,070,714	6,587,528	17,769,209	5,152,013	13,322,518	14,445,356	32,641,062	28,380,741
<b>Total Business-Type Activities</b>	<u><b>11,525,838</b></u>	<u><b>10,364,146</b></u>	<u><b>13,241,434</b></u>	<u><b>17,702,663</b></u>	<u><b>34,837,699</b></u>	<u><b>19,300,658</b></u>	<u><b>31,195,835</b></u>	<u><b>31,750,378</b></u>	<u><b>49,710,436</b></u>	<u><b>47,830,745</b></u>
<b>Total Primary Government Revenues</b>	<u><b>\$ 21,743,941</b></u>	<u><b>\$ 18,485,292</b></u>	<u><b>\$ 21,506,485</b></u>	<u><b>\$ 28,667,245</b></u>	<u><b>\$ 56,429,027</b></u>	<u><b>\$ 32,433,174</b></u>	<u><b>\$ 48,785,950</b></u>	<u><b>\$ 48,953,343</b></u>	<u><b>\$ 76,856,745</b></u>	<u><b>\$ 82,364,277</b></u>



<b>Schedule 2, Continued</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
<b>Net (Expense)/Revenue</b>	\$ (2,693,659)	\$ (6,756,101)	\$ (4,370,224)	\$ (4,596,613)	\$ 4,992,361	\$ (6,038,839)	\$ (2,804,759)	\$ (4,520,403)	\$ 2,879,892	\$ 5,489,510
Governmental Activities	2,982,395	681,646	3,325,281	6,991,299	22,319,034	5,805,360	14,442,580	14,058,376	30,675,690	26,460,085
Business-Type Activities	<u>\$ 288,736</u>	<u>\$ (6,074,455)</u>	<u>\$ (1,044,943)</u>	<u>\$ 2,394,686</u>	<u>\$ 27,311,395</u>	<u>\$ (233,479)</u>	<u>\$ 11,637,821</u>	<u>\$ 9,537,973</u>	<u>\$ 33,555,582</u>	<u>\$ 31,949,595</u>
<b>Total Primary Government Net Expense</b>										
<b>Expenses</b>										
<b>General Revenues and Other Changes in Net Assets</b>										
<b>Governmental Activities:</b>										
Taxes										
Property Taxes	2,758,185	2,659,844	2,686,612	2,844,496	2,969,689	2,849,626	3,154,305	3,555,528	4,277,816	4,329,318
Sales and Use Taxes	2,162,610	2,360,544	2,653,278	2,939,653	3,215,928	3,639,272	4,146,681	4,708,384	5,954,505	7,306,384
Franchise Fees	212,494	199,838	221,085	207,142	212,144	227,184	223,363	205,177	190,220	164,979
Energy Taxes	655,845	793,113	870,992	877,695	953,656	1,003,254	1,067,046	1,097,410	1,187,128	1,998,451
Interest Earnings	73,233	89,897	74,332	89,800	137,752	107,325	528,098	663,435	511,135	244,031
Gain on Sale of Capital Assets	-	51,352		15,799	8,043	183,719				127,240
Transfers	309,789	-	-	-	37,387	-	(913,857)	48,483	(355,000)	(613,864)
<b>Total Governmental Activities</b>	<u>6,172,156</u>	<u>6,154,588</u>	<u>6,506,299</u>	<u>6,974,585</u>	<u>7,534,599</u>	<u>8,010,380</u>	<u>8,205,636</u>	<u>10,278,417</u>	<u>11,765,804</u>	<u>13,556,539</u>
<b>Business-Type Activities:</b>										
Interest Earnings	57,343	45,004	56,267	109,205	92,225	463,620	-	-	-	-
Transfers	6,569	-	-	-	(37,387)	-	913,857	(48,483)	355,000	613,864
<b>Total Business-Type Activities</b>	<u>63,912</u>	<u>45,004</u>	<u>56,267</u>	<u>109,205</u>	<u>54,838</u>	<u>463,620</u>	<u>913,857</u>	<u>(48,483)</u>	<u>355,000</u>	<u>613,864</u>
<b>Total Primary Government General Revenue</b>	<u>6,236,068</u>	<u>6,199,592</u>	<u>6,562,566</u>	<u>7,083,790</u>	<u>7,589,437</u>	<u>8,474,000</u>	<u>9,119,493</u>	<u>10,229,934</u>	<u>12,120,804</u>	<u>14,170,403</u>
<b>Change in Net Position</b>										
Governmental Activities	\$ 4,559,799	\$ (601,513)	\$ 2,136,075	\$ 2,377,972	\$ 12,579,654	\$ 2,023,294	\$ 5,400,877	\$ 5,758,014	\$ 14,645,696	\$ 19,046,049
Business-Type Activities	3,039,738	726,650	3,381,548	7,100,504	22,373,953	5,767,973	15,356,437	14,009,893	31,030,690	27,073,949
<b>Total Primary Government</b>	<u>\$ 7,599,537</u>	<u>\$ 125,137</u>	<u>\$ 5,517,623</u>	<u>\$ 9,478,476</u>	<u>\$ 34,953,607</u>	<u>\$ 7,791,267</u>	<u>\$ 20,757,314</u>	<u>\$ 19,767,907</u>	<u>\$ 45,676,386</u>	<u>\$ 46,119,998</u>

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

**Schedule 3**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Fund										
Unreserved, undesignated	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	2,478,911	2,508,347	2,068,425	2,989,076	2,768,845	3,662,232	4,588,582	6,098,269	9,301,808	9,300,623
All other governmental funds										
Reserved										
Roads and impact fees										
Roads and capital improvements										
Advance to sewer fund										
Unreserved, undesignated										
Special revenue funds										
Capital Project Fund										
Nonspendable - prepaid expenses	7,628	6,277	737				120,000			
Restricted										
Capital project funds	7,271,642									
General fund	610,913	600,591	95,687							
Committed										
Capital project funds		10,946,127	11,783,336	13,435,477	12,492,157	25,395,322	15,497,215	9,990,176	11,433,513	22,491,870
Assigned										
Debt Service	1,406,121					5,926,731	2,681,248	1,610,508		71,156
Street lighting	305,725	282,980				431,449				
Total all other governmental Funds	\$ 9,602,029	\$ 11,835,975	\$ 11,879,760	\$ 13,435,477	\$ 12,492,157	\$ 31,753,502	\$ 18,298,463	\$ 11,600,684	\$ 11,433,513	\$ 22,563,026

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

(1) Difference from prior year is revenues exceeded expenditures to increase unassigned fund balance and in the Committed capital projects fund we bonded for funds for parks projects.

**Schedule 4**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>Revenues</b>										
Taxes	\$ 5,789,134	\$ 5,988,153	\$ 6,320,529	\$ 6,692,613	\$ 7,141,996	\$ 7,719,336	\$ 8,591,396	\$ 9,566,499	\$ 11,439,153	\$ 13,835,661
Licenses and Permits	563,917	648,974	583,374	749,910	1,231,004	1,267,524	1,440,007	1,360,909	1,893,642	3,269,807
Intergovernmental	1,063,618	844,483	2,626,630	2,310,153	1,114,882	1,463,080	1,255,756	1,552,581	3,258,249	3,434,009
Fees/Charges for Services	5,589,526	6,545,780	4,975,201	7,429,506	8,699,519	4,787,332	5,593,339	5,978,648	9,642,354	8,454,174
Fines & Forfeitures	-	-	-	427,554	514,587	480,309	456,796	505,381	435,075	384,368
Developer Contributions	-	-	-	-	-	-	-	-	-	-
Interest Earnings	66,551	89,897	74,332	89,800	190,746	289,201	528,099	663,435	511,135	244,031
Impact Fees	-	-	-	-	-	2,912,619	3,360,807	2,676,903	4,119,847	6,409,858
Other	534,896	81,909	79,846	47,459	110,180	101,372	346,534	30,845	76,265	257,096
<b>Total Revenues</b>	<b>\$ 13,607,642</b>	<b>\$ 14,199,196</b>	<b>\$ 14,659,912</b>	<b>\$ 17,746,995</b>	<b>\$ 19,002,914</b>	<b>\$ 19,020,773</b>	<b>\$ 21,572,734</b>	<b>\$ 22,335,201</b>	<b>\$ 31,375,720</b>	<b>\$ 36,289,004</b>
<b>Expenditures</b>										
General Government	1,919,556	2,294,465	2,118,559	2,266,424	2,345,329	2,462,576	2,287,597	2,541,928	3,358,672	3,211,765
Public Safety	4,582,135	5,392,426	5,295,083	5,724,366	6,276,346	6,554,146	8,113,915	11,958,418	12,175,918	10,072,574
Highways and Public Improvements	3,545,121	2,521,683	1,589,359	2,003,657	4,959,389	1,442,102	4,310,738	1,720,616	2,336,804	3,402,068
Parks and Recreation	2,665,475	953,329	1,379,264	2,777,486	3,961,206	2,501,142	8,842,946	6,654,564	3,078,358	4,830,473
Community Development	-	-	-	-	-	-	-	-	-	238,844
Capital Expenditures	-	-	4,135,524	2,339,204	2,319,328	1,310,587	4,916,714	12,198,330	1,523,760	2,827,328
Debt Service:	-	-	-	-	-	-	-	-	-	-
Principal Retirement	-	-	-	-	-	165,000	922,000	1,012,000	4,986,000	841,429
Interest & Fiscal Charges	-	-	-	-	-	241,318	767,873	593,838	532,650	367,065
Capital Lease Payments	365,282	533,463	129,099	155,000	160,000	-	-	-	-	-
Developer Reimbursement	-	-	-	-	-	-	-	1,066,279	-	-
Bond Issuance Costs and Trustee Fees	291,000	291,800	292,332	137,882	133,171	197,504	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 13,368,569</b>	<b>\$ 11,987,166</b>	<b>\$ 14,939,220</b>	<b>\$ 15,404,019</b>	<b>\$ 20,154,769</b>	<b>\$ 14,874,375</b>	<b>\$ 30,161,783</b>	<b>\$ 37,745,973</b>	<b>\$ 27,992,162</b>	<b>\$ 25,791,546</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>\$ 239,073</b>	<b>\$ 2,212,030</b>	<b>\$ (279,308)</b>	<b>\$ 2,342,976</b>	<b>\$ (1,151,855)</b>	<b>\$ 4,146,398</b>	<b>\$ (8,589,049)</b>	<b>\$ (15,410,772)</b>	<b>\$ 3,383,558</b>	<b>\$ 10,497,458</b>
<b>Other Financing Sources (Uses)</b>										
Proceeds From Obligations Under Capital I	119,100	-	211,322	120,119	8,043	-	-	11,978	-	1,066,916
Developer Reimbursement	-	-	-	-	-	-	(3,545,575)	-	-	-
Bond Proceeds	-	-	-	15,799	-	15,399,427	-	-	-	-
Bond Premium	-	-	-	-	-	-	-	-	-	-
Proceeds From Sales of Capital Assets	200,743	51,352	-	-	-	183,719	-	-	7,810	177,818
Transfers In	2,538,216	2,428,616	2,231,485	1,344,074	3,621,247	2,372,046	2,450,242	3,040,448	4,837,753	10,551,200
Transfers Out	(2,538,216)	(2,428,616)	(2,231,485)	(1,344,074)	(3,583,860)	(2,334,659)	(2,844,307)	(2,991,965)	(5,192,753)	(11,165,064)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 319,843</b>	<b>\$ 51,352</b>	<b>\$ 211,322</b>	<b>\$ 135,918</b>	<b>\$ 45,430</b>	<b>\$ 15,620,533</b>	<b>\$ (3,939,640)</b>	<b>\$ 60,461</b>	<b>\$ (347,190)</b>	<b>\$ 630,870</b>
<b>Net Change in Fund Balances</b>	<b>\$ 558,916</b>	<b>\$ 2,263,382</b>	<b>\$ (67,986)</b>	<b>\$ 2,478,894</b>	<b>\$ (1,106,425)</b>	<b>\$ 19,766,931</b>	<b>\$ (12,528,689)</b>	<b>\$ (15,350,311)</b>	<b>\$ 3,036,368</b>	<b>\$ 11,128,328</b>
<b>Ratio of Total Debt Service Expenditures to total non capital expenditures</b>	<b>5.2%</b>	<b>7.4%</b>	<b>4.1%</b>	<b>2.3%</b>	<b>1.7%</b>	<b>4.7%</b>	<b>7.2%</b>	<b>11.7%</b>	<b>26.3%</b>	<b>5.6%</b>

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

**Schedule 5**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**Governmental Activities Tax Revenues by Source**  
**Last TEN Fiscal Years**  
**(modified accrual basis of accounting)**

<b>Fiscal Year</b>	<b>Property Tax</b>	<b>Sales and Use Tax</b>	<b>Franchise Fees</b>	<b>Energy Taxes</b>	<b>Total</b>
2012	2,758,185	2,162,610	212,494	655,845	5,789,134
2013	2,659,844	2,360,544	199,838	793,113	6,013,339
2014	2,686,612	2,653,278	221,085	870,992	6,431,967
2015	2,844,496	2,939,652	207,142	877,695	6,868,985
2016	2,668,123	2,939,653	212,143	953,656	6,773,575
2017	2,649,626	3,639,272	227,184	1,003,254	7,519,336
2018	2,643,303	4,146,681	223,362	1,019,126	8,034,490
2019	3,555,528	4,708,384	205,177	1,097,410	9,566,499
2020	3,632,061	5,498,198	190,220	1,595,598	10,916,077
2021	3,699,663	6,520,646	157,999	1,978,840	12,357,147

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

**Schedule 6**

**CITY OF SARATOGA SPRINGS, UTAH**

**Assessed Value of Taxable Property Excluding Fee-In-Lieu**

**Last Ten Calendar Years**

**(modified accrual basis of accounting)**

<b>Calendar Year</b>	<b>Residential Property</b>	<b>Commerical Property</b>	<b>Miscellaneous Property</b>	<b>Total Assessed Value</b>	<b>Total Taxable Assessed Value</b>
2011	613,123,034	104,439,630	39,673,599	757,236,263	744,534,001
2012	554,081,621	88,261,615	134,695,645	777,038,881	763,106,508
2013	625,910,515	90,163,478	115,855,901	831,929,894	818,244,896
2014	826,502,262	111,913,600	122,397,289	1,060,813,151	969,656,009
2015	842,160,029	91,446,400	139,318,209	1,072,924,638	1,065,166,371
2016	999,046,165	97,612,900	161,893,154	1,258,552,219	1,206,364,927
2017	1,181,544,415	121,605,600	213,810,120	1,516,960,135	1,502,170,172
2018	1,367,830,802	149,607,200	259,689,568	1,747,776,365	1,800,541,461
2019	1,635,832,232	189,540,592	320,784,687	2,146,157,511	2,206,687,827
2020	1,913,958,653	232,681,750	487,048,285	2,633,688,688	2,702,426,064

Source: Utah State Tax Commission and Utah County Treasurer

<https://propertytax.utah.gov/general/final-values/>

**Schedule 7****CITY OF SARATOGA SPRINGS, UTAH****Assessed Value of Taxable Property Including Fee-In-Lieu****Last Ten Calendar Years****(modified accrual basis of accounting)**

<b>Calendar Year</b>	<b>Residential Property</b>	<b>Commerical Property</b>	<b>Miscellaneous Property</b>	<b>Fee-In-Lieu Value</b>	<b>Total Assessed Value</b>
2011	613,123,034	104,439,630	39,673,599	190,534	757,426,797
2012	554,081,621	88,261,615	134,695,645	208,986	777,247,867
2013	625,910,515	90,163,478	115,855,901	15,136,367	847,066,261
2014	826,505,262	111,913,600	131,237,187	15,728,392	969,656,099
2015	892,160,029	91,446,400	139,318,209	15,640,297	1,155,908,456
2016	999,046,165	97,612,900	161,893,154	16,309,114	1,296,364,927
2017	1,181,544,415	121,605,600	213,810,120	18,375,999	1,535,336,134
2018	1,367,830,802	149,607,200	259,689,568	20,093,297	1,820,634,758
2019	1,635,832,232	189,540,592	320,784,687	20,895,397	2,227,583,224
2020	1,913,958,653	232,681,750	487,048,285	20,550,078	2,722,976,142

Source: Utah State Tax Commission

**Schedule 8**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**TAXABLE SALES BY CATEGORY**  
**Last Five Calendar Years**

	Calendar Year					
	2016	2017	2018	2019	2020	
Retail Trade	\$ 134,903,638	\$ 141,021,664	\$ 194,756,492	\$ 232,941,810	\$ 352,616,468	
Accommodation and Food Services	24,272,362	25,687,334	70,000	38,875,044	46,183,192	
Utilities	14,520,668	14,750,136	16,500	16,750	19,250,000	
Information	9,020,018	9,130,021	9,420,083	10,513,027	12,642,585	
Wholesale Trade	3,880,350	4,160,248	6,273,824	7,264,164	14,083,186	
Motor Vehicle Sales Tax	7,645,128	8,128,123	11,000,000	12,000,000	15,500,000	
Other Services (except Public Administration)	5,592,281	5,907,622	8,309,872	10,139,654	10,992,444	
Miscellaneous	7,980,524	6,687,151	10,119,962	15,998,428	17,690,778	
All others	9,604,431	8,843,201	20,697,314	18,462,494	30,717,275	
<b>Total</b>	<b>\$ 217,419,400</b>	<b>\$ 224,315,500</b>	<b>\$ 260,664,047</b>	<b>\$ 346,211,371</b>	<b>\$ 519,675,928</b>	
City direct sales tax rate	2.20%	2.20%	2.20%	2.20%	2.20%	

Source: Utah State Tax Commission website: Wasatch Front Zip Code Taxable Sales by Major Industry

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

**Schedule 9**

**CITY OF SARATOGA SPRINGS, UTAH**

**Direct and Overlapping Property Tax Rates**

**Last Ten Calendar Years**

**(rate per \$1,000 of assessed value)**

Calendar Year	City Direct Rate	Overlapping Rates				Alpine School District	Total Levy for Saratoga Springs Residents
		Utah County Levy	Local Assessment Levy	State Assessment/ Collecting	Cent Ut Levy		
2011	0.003120	0.001143	0.000027	0.000172	0.000436	0.008812	0.013710
2012	0.003054	0.001127	0.000029	0.000168	0.000455	0.008828	0.013661
2013	0.002761	0.001006	0.000095	0.000158	0.000447	0.008699	0.013166
2014	0.002233	0.000916	0.000022	0.000013	0.000447	0.008096	0.011727
2015	0.002083	0.000870	0.000028	0.000228	0.000405	0.008070	0.011684
2016	0.001994	0.000834	0.000025	0.000190	0.000400	0.007718	0.011161
2017	0.001731	0.000732	0.000170	0.000200	0.000419	0.007310	0.010094
2018	0.001731	0.000732	0.000170	0.000009	0.000420	0.007033	0.010095
2019	0.001570	0.000672	0.000158	0.000009	0.000419	0.006699	<b>0.009527</b>
2020	0.001359	0.000853	0.000142	0.000012	0.000400	0.006904	<b>0.009670</b>

Source: Utah County Assessors Office

Note: Table represents data available since implementation of GASB Statement 44

[http://www.utahcounty.gov/Dept/Treas/TaxRates/TaxRatesYear.asp?tax\\_year=2016&button=Search](http://www.utahcounty.gov/Dept/Treas/TaxRates/TaxRatesYear.asp?tax_year=2016&button=Search)



**Schedule 10****CITY OF SARATOGA SPRINGS, UTAH****Direct and Overlapping Sales Tax Rate****Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>City Direct Rate</b>	<b>Utah County</b>	<b>State of Utah</b>	<b>Total</b>
2012	1.80	0.25	4.70	6.75
2013	1.80	0.25	4.70	6.75
2014	1.80	0.25	4.70	6.75
2015	1.80	0.25	4.70	6.75
2016	1.80	0.25	4.70	6.75
2017	1.80	0.25	4.70	6.75
2018	1.80	0.25	4.70	6.75
2019	2.05	0.25	4.85	7.15
2020	2.05	0.25	4.85	7.15
2021	2.05	0.25	4.85	7.15

Source: Utah State Tax Commission

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

**Schedule 11**

**CITY OF SARATOGA SPRINGS, UTAH**

**City Tax Revenue Collected by Utah County**

**Last Ten Calendar Years**

<b>Tax Year End 12/31</b>	<b>Total Taxes Levied</b>	<b>Treasurer's Relief (1)</b>	<b>Net Taxes Assessed</b>	<b>Current Collections</b>	<b>Delinquent, Personal Property, and Misc. Collections (2)</b>	<b>Total Collections</b>	<b>% of Current Collections to Net Taxes Assessed</b>	<b>% of Total Collections to Net Taxes Assessed (3)</b>
2011	\$ 2,322,946	\$ 19,180	\$ 2,303,766	\$ 2,079,374	\$ 575,767	\$ 2,655,141	90.26%	115.25%
2012	2,330,527	15,364	2,315,163	2,134,668	678,428	2,813,096	92.20%	121.51%
2013	2,300,968	151,612	2,149,356	2,149,356	226,980	2,376,336	100.00%	110.56%
2014	2,888,902	156,192	2,732,710	2,132,709	193,021	2,325,730	78.04%	85.11%
2015	2,409,970	111,248	2,298,722	2,292,722	142,890	2,435,612	99.74%	105.96%
2016	2,586,315	162,703	2,423,612	2,423,612	103,163	2,526,775	100.00%	104.26%
2017	2,840,276	196,973	2,643,303	2,643,303	490,547	3,133,850	100.00%	118.56%
2018	3,118,867	231,874	2,886,993	2,886,993	642,906	3,529,900	100.00%	122.27%
2019	3,468,549	204,623	3,263,926	3,263,926	824,771	4,088,696	100.00%	125.27%
2020	3,911,332	331,893	3,579,440	3,579,440	694,665	4,274,104	100.00%	119.41%

Source: Utah County Treasurer

Note: Table represents data available since implementation of GASB Statement 44, and will increase to ten years over time

(1) "Treasurer's Relief" includes abatements. These "Treasurer's Relief" items are levied against the property, but are never collected and paid to the City.

(2) "Delinquent, Personal Property, and Miscellaneous Collections" include interest, sales of real and personal property, and miscellaneous delinquent collections.

(3) Due to collections of Delinquent, Personal Property, Miscellaneous, and interest from prior years, collections may exceed 100%.

**Schedule 12**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities			Business-Type Activities						Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Sales Tax Revenue Bonds	Special Assessment Bonds	Capital Leases	Water Interim Warrant Certificate	Water Revenue Bonds	Sewer Revenue Bonds	Special Assessment Bonds	Culinary Water System Contract Payable	Capital Leases			
2012	3,860,000		382,431		4,918,000		3,114,374 (11)	15,003,460	37,974	27,316,239	6.07%	1,526
2013	3,835,270		349,923		4,634,000		2,898,500	13,946,960	17,267	25,681,920	4.58%	1,212
2014	3,565,000		376,227 (12)		4,340,000		2,110,000	13,334,960	6,325	23,732,512	5.20%	1,193
2015	3,410,000		373,755		9,995,000 (13)		1,957,000	12,658,960	4,612	28,399,327	5.77%	1,166
2016	3,250,000		219,583		9,575,000		1,837,000	11,526,540	2,983	26,411,106	5.12%	1,180
2017	12,865,000 (15)	5,300,000 (14)	108,543		18,855,000 (14)		1,515,000	10,365,660	1,120	49,010,323	7.00%	2,073
2018	12,365,000	4,878,000	17,360		18,265,000	10,069,929 (16)	1,375,000	8,779,750	-	55,750,039	7.97%	2,359
2019	12,088,794	4,416,000	-		17,948,888	9,894,670	1,264,000	7,723,750	-	53,336,102	7.24%	2,272
2020	11,503,583	-	-		17,092,181	9,693,822	1,002,000	5,858,770	-	45,150,356	5.37%	1,786
2021	10,898,372	0	815,488		16,220,482	9,194,152	731,000	5,330,955	-	43,190,449	4.71%	1,595

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

(1) See Schedule 16 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(2) The City issued Water Revenue Bonds Series 2004 for \$2,244,000 in fiscal year 2004.

(3) The City entered into a capital lease agreement for office building for \$1,343,410 in fiscal year 2005.

(4) The City issued Water Revenue Bonds Series 2006 for \$3,500,000 in fiscal year 2006, but had drawn only \$600,000 by June 30,2006.

(5) The City entered into a contract to pay \$21,000,000 for the purchase of an existing water system. There is no interest on the debt.

Principal payments are made for each new culinary water connection sold by the City.

(6) The City entered into capital lease agreements for a dump truck, a street sweeper, an ambulance, and police vehicles for \$625,000 in fiscal year 2007.

(7) The City issued an Interim Warrant Certificate for \$6,000,000 in fiscal year 2007, but had drawn only \$2,675,534 as of June 30,2007.

(8) The City drew the remaining \$2,900,000 of the Water Revenue Bonds Series 2006.

(9) The City issued Special Assessment Bonds Series 2009 for \$4,669,539 and retired the Interim Warrant Certificate in fiscal year 2010.

(10) The City issued Sales Tax Revenue Bonds Series 2011 for \$4,000,000 and retired the lease on the office building in fiscal year 2011.

(11) The City issued Special Assessment Bonds Series 2012 for \$3,114,374 and retired the Special Assessment Bonds Series 2009 in fiscal year 2012.

(12) The City Entered into capital lease agreements for police vehicles for \$211,322 in fiscal year 2014.

(13) The City entered into capital lease agreements for police vehicles for \$120,000 and issued water revenue bond \$9,995,000 retirin all issues of water bonds, in fiscal year 2015.

(14) The City issued Water Revenue Bonds for \$9,710,000 and Special Assessment Bonds for \$5,300,000 in 2016

(15) The City issued Sales Tax Revenue Bonds for \$9,780,000 in 2017

(16) The City issued Sewer Revenue Bonds for \$9,970,000 in 2018

Schedule 13  
City of Saratoga Springs  
Legal Debt Margin Information  
Last Ten Calendar Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt limit	\$ 30,289,451	\$ 31,081,555	\$ 40,873,471	\$ 46,402,900	\$ 46,192,426	\$ 60,067,207	\$ 63,029,814	\$ 72,021,658	\$ 88,267,513	\$ 108,097,043
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 30,289,451</u>	<u>\$ 31,081,555</u>	<u>\$ 40,873,471</u>	<u>\$ 46,402,900</u>	<u>\$ 46,192,426</u>	<u>\$ 60,067,207</u>	<u>\$ 63,029,814</u>	<u>\$ 72,021,658</u>	<u>\$ 88,267,513</u>	<u>\$ 108,097,043</u>
Total net debt applicalbe to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

<u>\$ 2,702,426,064</u>
108,097,043
<u>-</u>
<u>\$ 108,097,043</u>

Source: Utah County Treasurer

Notes: Under Utah State Law, the City of Saratoga Springs' outsdanding debt should not exceed 4 percent of total assessed property value.  
The general obligation debt subject to the limitaion may be offset by resources set aside for the repayment of the principal that are externally restricted.

Schedule 14  
CITY OF SARATOGA SPRINGS, UTAH  
Direct and Overlapping Governmental Activities Debt  
As of June 30 2020

Government Unit	Debt Outstanding	Estimated %	Estimated Share of Overlapping Debt
Alpine School District	\$ 629,440,311	5%	\$ 31,472,016
CUWCD	729,316,059	3%	21,879,482
Subtotal, Overlapping debt	1,358,756,370	8%	53,351,497
Saratoga Springs Direct Debt	10,898,372		10,898,372
Total Direct and overlapping debt	\$ 1,369,654,742		\$ 64,249,869

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Saratoga Springs. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government. (1) Includes only long-term general obligation debt being repaid through general property taxes. (2)The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by dividing the City's taxable assessed value by each overlapping unit's total taxable assessed value. Central Utah Water Conservancy District's (CUWCD) outstanding general obligation bonds are limited ad valorem tax bonds. By law CUWCD may levy a tax rate of up to .000400 to pay for operation and maintenance expenses and any outstanding ad valorem tax bonds. CUWCD is located in multiple counties. Overlapping debt is based solely on the portion of value within City boundaries. Source: Utah State Auditor, Utah State Tax Commission

Schedule 15  
City of Saratoga Springs  
Pledged-Revenue Coverage  
Last Ten Fiscal Years

2011 Sales Tax Bond & 2017 Sales Tax Bond				2012 Special Assessment Bond				2014 Water Revenue Bond & 2016 Water Revenue Bond								
Debt Service				Debt Service				Debt Service								
<u>Sales Tax Revenues</u>	<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>	<u>SID Fees</u>	<u>Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>	<u>Water Revenues</u>	<u>Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>	
2011 \$ 1,881,168.00	N/A	N/A	N/A	\$ 447,832.24	\$ 22,644.00	\$ 425,188.24	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2012 \$ 2,162,610.27	\$ 140,000	\$ 148,500	7.5	\$ 1,631,518.92	\$ 207,479.96	\$ 1,424,038.96	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2013 \$ 2,360,543.79	\$ 145,000	\$ 144,300	8.2	\$ 713,047.12	\$ 35,682.99	\$ 677,364.13	\$ 157,374.34	\$ 23,357.81	3.7	N/A	N/A	N/A	N/A	N/A	N/A	
2014 \$ 2,653,278.10	\$ 150,000	\$ 139,950	9.2	\$ 339,994.97	\$ 36,320.56	\$ 303,674.41	\$ 159,000.00	\$ 25,134.50	1.6	\$ 4,084,565	\$ 1,782,803.17	\$ 2,301,762.10	N/A	N/A	N/A	
2015 \$ 2,939,652.89	\$ 155,000	\$ 135,450	10.1	\$ 248,540.78	\$ 10,310.00	\$ 238,230.78	\$ 160,000.00	\$ 28,819.40	1.3	\$ 4,874,198	\$ 1,960,760.27	\$ 2,913,437.67	\$ -	\$ 158,291	18.4	
2016 \$ 3,215,928.54	\$ 160,000	\$ 130,800	11.1	\$ 297,185.17	\$ 13,828.00	\$ 283,357.17	\$ 162,000.00	\$ 35,613.00	1.4	\$ 6,778,818	\$ 2,470,413.59	\$ 4,308,404.68	\$ 420,000	\$ 272,425	6.2	
2017 \$ 3,639,272.01	\$ 165,000	\$ 126,000	12.5	\$ 372,019.65	\$ 9,098.00	\$ 362,921.65	\$ 164,000.00	\$ 37,387.60	1.8	\$ 6,234,326	\$ 2,649,500.57	\$ 3,584,825.20	\$ 430,000	\$ 263,925	5.2	
2018 \$ 4,146,681.00	\$ 500,000	\$ 463,058	4.3	\$ 166,047.31	\$ 1,750.00	\$ 164,297.31	\$ 140,000.00	\$ 47,646.64	0.9	\$ 7,593,872	\$ 4,333,689.00	\$ 3,260,183.00	\$ 590,000	\$ 572,474	2.8	
2019 \$ 4,708,384.00	\$ 570,000	\$ 391,826	4.9	\$ 310,206.94	\$ 11,560.00	\$ 298,646.94	\$ 114,000.00	\$ 45,718.00	1.9	\$ 8,752,694	\$ 5,544,595.34	\$ 3,208,098.93	\$ 835,000	\$ 548,726	2.3	
2020 \$ 5,954,505.00	\$ 590,000	\$ 576,588	5.1	\$ 198,631.65	\$ 9,126.46	\$ 189,505.19	\$ 98,000.00	\$ 36,639.00	1.4	\$ 6,650,177	\$ 5,623,941.50	\$ 1,026,235.66	\$ 850,000	\$ 534,976	0.7	
2021 \$ 7,306,384.00	\$ 610,000	\$ 353,276	7.6	\$ 260,391.15	\$ 7,512.00	\$ 252,879.15	\$ 81,000.00	\$ 34,287.00	2.2	\$ 7,702,975	\$ 5,401,350.00	\$ 2,301,625.00	\$ 870,000	\$ 513,901	1.7	

2018 Sewer Revenue Bonds						
Debt Service						
<u>Sewer Revenues</u>	<u>Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>	
2011 N/A	N/A	N/A	N/A	N/A	N/A	
2012 N/A	N/A	N/A	N/A	N/A	N/A	
2013 N/A	N/A	N/A	N/A	N/A	N/A	
2014 N/A	N/A	N/A	N/A	N/A	N/A	
2015 N/A	N/A	N/A	N/A	N/A	N/A	
2016 N/A	N/A	N/A	N/A	N/A	N/A	
2017 N/A	N/A	N/A	N/A	N/A	N/A	
2018 \$ 4,741,279	\$ 1,568,774	\$ 3,172,505	N/A	N/A	N/A	
2019 \$ 6,903,388	\$ 3,453,713	\$ 3,449,675	\$ 285,000	\$ 312,114	5.8	
2020 \$ 5,026,521	\$ 3,469,080	\$ 1,557,441	\$ 405,000	\$ 303,562	2.2	
2021 \$ 5,645,166	\$ 3,578,312	\$ 2,066,854	\$ 415,000	\$ 291,412	2.9	

Source: City Finance Department

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

Water and Sewer Revenues includes investment earnings, charges for services, and impact fees. Operating expenses do not include interest.

**Schedule 16**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**Demographic Statistics**

Census:	Year	City of Saratoga Springs	Personal Income	Per Capita Income	Median Age	Unemployment Rate
	2005	11,241	\$ 277,225,542	\$ 24,662	24.8	2.90
	2006	13,039	340,213,588	26,092	25.2	2.50
	2007	14,788	399,497,820	27,015	25.6	3.40
	2008	16,516	419,572,464	25,404	25.9	7.30
	2009	17,781	447,032,121	25,141	26.1	7.90
	2010	18,299	474,366,480	25,923	22.6	6.50
	2011	21,137	583,888,488	27,624	22.6	5.50
	2012	23,207	532,104,777	22,929	24.2	3.60
	2013	24,356	492,234,760	20,210	24.3	3.40
	2014	26,652	515,863,728	20,210	24.1	3.20
	2015	27,763	613,201,381	21,070	24.6	3.00
	2016	28,121	660,865,127	23,501	22.1	3.90
	2017	29,608	699,853,104	23,637	20.0	3.90
	2018	29,608	699,853,104	23,637	19.2	3.90
	2019	31,393	737,013,461	23,477	18.0	2.90
	2020	33,282	841,202,550	25,275	20.3	2.70
	2021	37,166	916,919,281	27,086	22.6	2.60

Source: U.S. Census Bureau, State of Utah

Notes: (1) Percentages for Utah County

**Schedule 17****CITY OF SARATOGA SPRINGS, UTAH****PRINCIPAL EMPLOYERS****Current and 10 years ago**

<u>2021</u>		
<u>Employer</u>	<u>Employees</u>	<u>Rank</u>
Alpine School District	500-999	1
Walmart	250-499	2
Smith's Marketplace	250-499	2
City of Saratoga Springs	250-499	2
Costco Wholesale	100-249	3
Lakeview Academy	100-249	3
McDonald's	50-99	4
Dean Fluor	50-99	4
REI Steel	50-99	4
Lightlink Communications	50-99	4
Costa Vida	50-99	4
Fat Cats	50-99	4
Intermountain Healthcare	50-99	4
Little Scholars Preschool	50-99	4
Taco Bell	50-99	4
Excile II	50-99	4
ABC Great Beginnings	20-49	5
Chubby's Café	20-49	5
Vasa Fitness	20-49	5
Café Rio	20-49	5

<u>2012</u>		
<u>Employer</u>	<u>Employees</u>	<u>Rank</u>
Walmart	350-500	1
Alpine School District	250-350	2
Smith's Food & Drug	100-120	3
City of Saratoga Springs	90-120	4
Vivint/ARM Security	40-60	5
Lakeview Academy	40-60	5
Little Caesars	20-40	6
JP Morgan Chase Bank	20-40	6
Del Taco	20-40	6
Walgreens	20-40	6



**Schedule 18**  
**CITY OF SARATOGA SPRINGS**  
**Full-time Equivalent City Government Employees by Function**  
**Last Ten Fiscal Years**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>Function</b>											
General government											
Administration	7.7	7.3	7.5	8.5	8.2	10.0	7.7	7.3	9.0	8.2	9.8
Attorney	0.5	1.5	1.5	2.5	2.1	2.9	3.1	3.1	3.1	3.0	3.5
Planning	2.0	2.0	3.0	3.5	3.7	4.6	5.4	5.1	5.6	6.3	5.5
Courts	2.0	2.4	2.4	3.0	2.0	3.0	2.5	2.0	2.3	1.8	1.1
Public Safety											
Police (1)	33.9	36.0	36.0	34.5	37.9	42.0	47.0	50.9	53.9	50.4	47.8
Fire	21.0	22.5	22.5	16.0	23.3	17.5	20.0	21.3	23.0	32.8	38.1
Building inspection	4.0	3.0	4.0	5.0	5.0	8.6	8.7	8.7	10.1	9.3	9.0
Public Works											
Public Works	1.0	2.4	2.4	6.0	4.0	5.5	5.4	5.5	6.3	6.8	7.1
Engineering	7.0	6.7	7.7	6.5	5.1	5.0	4.0	4.0	4.0	4.8	3.0
Highways and streets	2.0	2.0	2.0	4.0	4.3	7.0	10.8	8.0	9.0	7.3	9.2
Water	5.7	5.0	5.0	5.5	8.0	8.8	9.4	10.0	12.9	12.1	13.1
Sewer	2.3	3.0	3.0	3.0	2.5	2.8	1.7	2.8	2.8	3.3	3.4
Parks and recreation	5.5	7.8	8.8	2.5	11.7	16.53	21.21	18.4	23.8	19.6	19.6
Other								24.13	25.6	21.3	17.1
Total	94.6	101.6	105.8	100.5	117.77	134.23	147.1	146.9	191.4	186.8	187.1

Source: City Finance Department

Notes: The City of Saratoga Springs is a growing, developing municipality.

(1) The City contracted to provide police services to the City of Bluffdale starting with the 2010-2011 fiscal year.

**Schedule 19**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**OPERATION INDICATORS BY FUNCTION**  
**Current Year**

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	<u>2021</u>
Fire Protection	
Number of Full-time employees	26
Number of Part-time employees	19
Fire calles for service	600
Medical Calls for Service	857
Police Protection	
Number of Officers- Saratoga Springs	28
Number of Officers- Bluffdale	14
Police calls for service- Saratoga Springs	18,982
Police calls for service- Bluffdale	10,209
Municipal Water Services	
Number of connections	12,056
Gallons billed/day	1,656,207
Municipal Sewer Services	
Number of connections	12,056
Municipal Refuse Services	
Number of first cans	8,965
Number of second cans	2,969
Number of recycle cans	9,028
Business Licenses	
Number of licenses issued	347
Building and Construction	
Number of building permits issued	2,040
Number of residential units- single family	1,113
Number of residential units- multi-family	640
Parks & Recreation	
Number of Basketball Participants	1,610
Number of Football Participants	426
Number of Soccer	4,709
Number of Baseball	1,610
Number of Fishing	26
Number of Camps/Tournaments	1,127
Number of Tennis	183
Number of Golf	241
Number of Volleyball	586
Number of Pickleball	324
Number of Track/Cross Country	248

Source: City Departments

**Schedule 20**  
**CITY OF SARATOGA SPRINGS, UTAH**  
**CAPITAL ASSETS BY FUNCTION**  
**Current Year**

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	<u>2021</u>
Streets	
Number of lane miles	265.8
Number of street lights	2,628
Fire Protection	
Number of Stations	2
Number of hydrants	2,031
Number of fire pumping vehicles	5
Police Protection	
Number of stations	1
Edication	
Number of high schools	1
Number of junior high schools	2
Number of elementary schools	7
Municipal Water Facilities	
Miles of water mains	353.1
Municipal Sewer Facilities	
Miles of sewer mains	156
Parks & Recreation	
Number of parks	31
Park and open space acreage	316

Source: City Departments

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Schedule 21  
CITY OF SARATOGA SPRINGS CITY UTAH  
Five Year Financial Summaries  
Last Five Fiscal Years

	Fiscal Year Ended June 30				
	2017	2018	2019	2020	2021
<b>ASSETS</b>					
Cash and Investments	\$39,609,385	\$44,883,339	\$52,796,592	\$69,366,009	\$68,627,169
Receivables (not of allowances for uncollectables)	1,096,218	3,392,264	2,451,124	4,437,753	4,061,014
Prepaid and inventories		120,000			200
Deferred charges					
Restricted cash and investments	3,391,770	19,861,313	7,086,454	2,862,129	20,164,677
Due from other funds	3,789,823				
Due from other governmental units	2,396,502	2,897,153	3,213,403	3,668,622	4,026,492
Speical Assessment Receivable		2,544,927	3,149,206		
Pension assets	4,648	114,164		343,220	802,980
Capital assets					
Land	21,265,004	25,437,888	26,373,788	27,376,707	27,376,707
Water Rights	15,954,480	16,212,529	18,498,848	21,026,348	21,945,947
Construction in progress	4,945,709	11,365,077	9,623,342	14,283,250	3,624,532
Capital assets not of accumulated depreciation					
Buildings and systems	4,027,788	6,265,925	6,265,925	14,665,356	14,686,484
Improvements other than buildings					
Machinery and equipment	2,094,599	7,978,860	8,995,345	9,820,140	11,561,798
Infrastructure	59,819,294	289,900,475	321,063,329	352,175,855	398,841,608
Accumulated Depreciation		(105,832,938)	(118,463,931)	(132,607,108)	(147,781,811)
Deferred outflows of resources					
Pension related deferred outflows		2,605,063	3,071,841	2,110,452	2,349,554
Total Assets and deferred Outflows	<u>\$158,395,220</u>	<u>\$327,746,039</u>	<u>\$344,125,266</u>	<u>\$389,528,733</u>	<u>\$430,287,351</u>
<b>LIABILITIES</b>					
Accounts Payable	\$750,027	\$5,382,664	\$4,659,044	\$5,084,655	\$1,950,113
Accrued interest payable	364,000	180,198	190,681	105,485	107,919
Due to other funds	149,461	415,858	525,393	609,609	1,117,477
Deposits	4,626,197	8,005,219	8,704,959	16,316,796	16,981,729
Unearned revenue					
Nonconcurrent Liability					
Net pension Liability	3,076,126				
Due or payable within one year	3,063,900	3,364,057	3,681,043	3,360,878	3,426,108
Due or payable after one year	47,241,272	55,780,695	54,207,564	44,613,482	41,500,582
Total Liabilities	<u>\$59,270,983</u>	<u>\$73,128,691</u>	<u>\$71,968,684</u>	<u>\$70,090,905</u>	<u>\$65,083,928</u>
Deferred inflows of resources					
Pension related deferred inflows		\$1,628,073	\$187,065	\$1,336,708	\$2,692,121
Property tax levied for future years		2,897,153	3,213,403	3,668,622	4,026,492
<b>NET POSITION</b>					
Net investment in capital assets	223,940,044	223,665,022	240,541,175	264,403,543	289,803,716
Restricted for debt service	5,926,731				
Restricted for capital improvements					
Restricted for roads					
Restricted for impact fees					17,313,903
Unrestricted	31,989,284	26,427,100	28,214,939	50,028,955	51,367,191
Total net position	<u>261,856,059</u>	<u>254,617,348</u>	<u>272,156,582</u>	<u>319,437,828</u>	<u>365,203,423</u>
Total liabilities, deferred inflows and net position	<u>\$321,127,042</u>	<u>\$327,746,039</u>	<u>\$344,125,266</u>	<u>\$389,528,733</u>	<u>\$430,287,351</u>

Source: Information extracted from the City's general purpose financial statements for the included years.



# GILBERT & STEWART

CERTIFIED PUBLIC ACCOUNTANTS  
A PROFESSIONAL CORPORATION  
ESTABLISHED 1974

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SIDNEY S. GILBERT, CPA  
JAMES E. STEWART, CPA

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## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable Mayor and Members of the City Council  
City of Saratoga Springs  
Saratoga Springs, Utah

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Saratoga Springs (the City), as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 22, 2021.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Saratoga Springs's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency* in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control which might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatements, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

***Gilbert & Stewart***

GILBERT & STEWART, CPA PC  
Provo, Utah  
November 22, 2021



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
AS REQUIRED BY THE *STATE COMPLIANCE AUDIT GUIDE***

Honorable Mayor and Members of the City Council  
City of Saratoga Springs  
Saratoga Springs, Utah

**Report on Compliance**

We have audited the City of Saratoga Springs' (the City) compliance with the applicable state compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the State Auditor, that could have a direct and material effect on the City for the year ended June 30, 2021.

State compliance requirements were tested for the year ended June 30, 2021 in the following areas:

- Budgetary Compliance
- Fund Balance
- Justice Courts
- Fraud Risk Assessment
- Government Fees
- Restricted Taxes and Related Revenues
- Impact Fees
- Public Treasurer's Bond
- Cash Management

***Management's Responsibility***

Management is responsible for compliance with the state requirements referred to above.

***Auditor's Responsibility***

Our responsibility is to express an opinion on the City's compliance based on our audit of the state compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the *State Compliance Audit Guide*. Those standards and the *State Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the state compliance requirements referred to above that could have a direct and material effect on a state compliance requirement occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each state compliance requirement referred to above. However, our audit does not provide a legal determination of the City's compliance with those requirements.

### ***Opinion on Compliance***

In our opinion, the City of Saratoga Springs complied, in all material respects, with the state compliance requirements referred to above for the year ended June 30, 2021.

### **Report On Internal Control Over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the state compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the state compliance requirements referred to above to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with those state compliance requirements and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or to detect and correct noncompliance with a state compliance requirement on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a state compliance requirement will not be prevented or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a state compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.

***Gilbert & Stewart***

GILBERT & STEWART, CPA PC

Provo, Utah

November 22, 2021



## City of Saratoga Springs, Utah

Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2021

Federal Grantor Agency or Pass Through Entity	Federal CFDA Number	Grant Number	2021 Expenditures
Assistance to Firefighters Grant	97.083	EMW-2019-FF-01171	238,384
Cares Act	21.019		1,216,364
USDA EWP Agreement	10.923	NR208D43XXXXC017	1,211,805
Total Federal Awards			2,666,553