

Date: 04/15/2025

To: Salt Lake City School District Board of Education  
Superintendent Grant

From: Alan Kearsley, Business Administrator

Subject: Capital Projects Fund Budget and Debt Service Fund Budget

Summary:

The attached schedules, charts, and graphs show the proposed 2024-25 Revised and 2025-26 Original Capital Projects Budgets and Debt Service Fund Budgets. The purpose of the Capital Projects Fund is to account for the accumulation of resources and expenditures related to the building, remodeling, and renovation of district buildings. The purpose of the Debt Service Fund is to account for the accumulation of resources and the payment of general obligation bond principal and interest due annually.

Also included is a revised property tax chart reflecting the veto of SB 37.

Requested Board action:

This is presented as information only. No Board action will be requested during this meeting. This schedule is one of many building blocks for the 2025-26 Budget. It is anticipated that the Board will vote on the complete budget during the June 3, 2025, board meeting.

Attachments:

- 2025-26 Capital Projects Fund Budget and Debt Service Fund Budget



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# 2025-26 PROPOSED and 2024- 25 REVISED CAPITAL PROJECTS FUND BUDGETS

The purpose of this fund is to account for resources and expenditures related to the building, remodeling, and renovation of district buildings.



# Budget Highlights

- Rosslyn Heights athletic fields scheduled to be completed July 2025.
- Continued sustainability projects.
- Design of both the Highland High School and West High School rebuilding projects.



# Budget Highlights Continued

- 2025 Series General Obligation bonds sold at the end of May not to exceed \$155,000,000.
- 2026 Series General Obligation Bonds sold during the 2025-26 fiscal year.



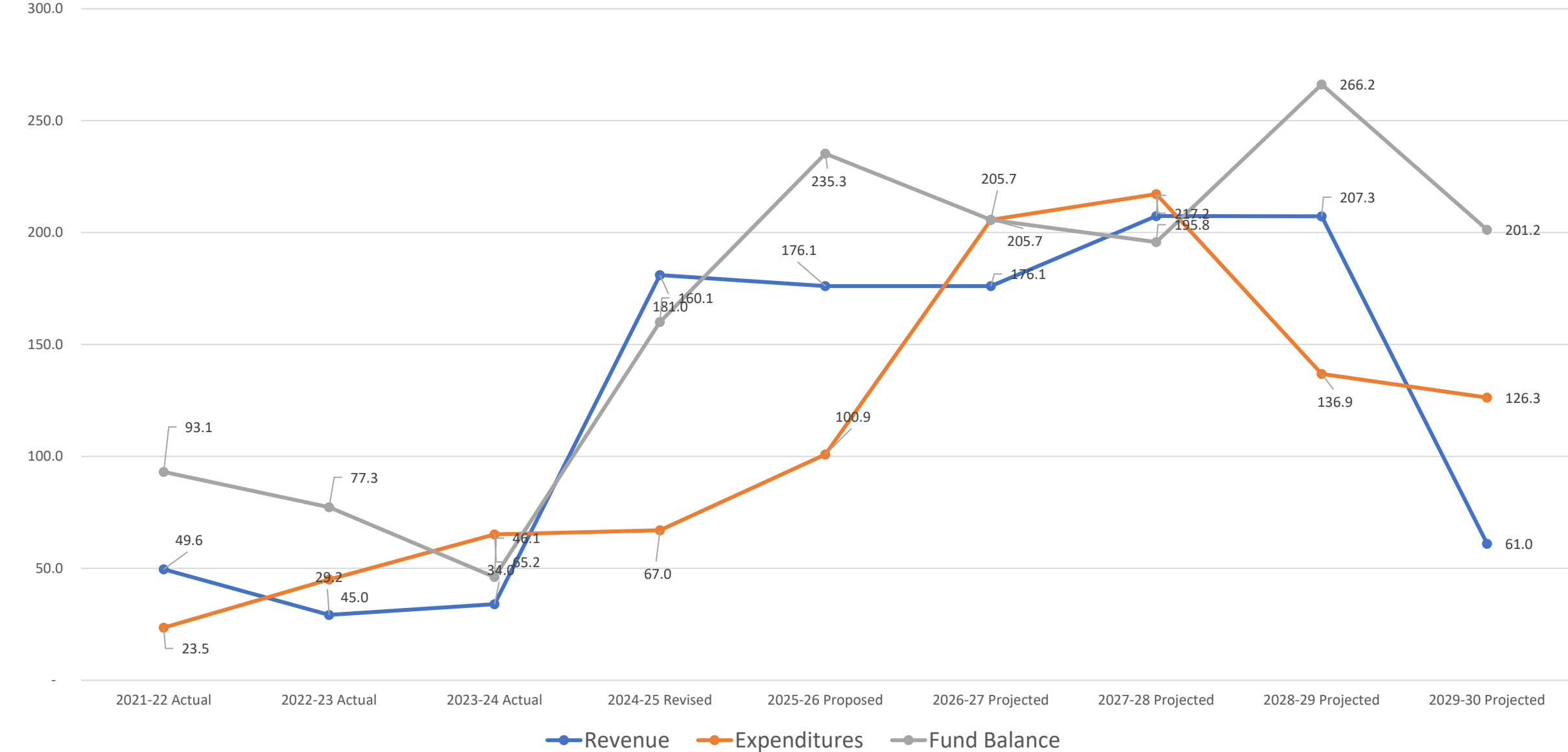
SALT LAKE CITY SCHOOL DISTRICT  
**Capital Projects Fund Budget**  
*For Fiscal Year 2025-26 With Comparative Information for Years 2021-22 Through 2024-25*  
**Fund Expenditures by Object**

	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Revised Budget	2025-26 Budget
Revenues:					
Property Tax	\$ 23,140,141	\$ 23,127,650	\$ 27,145,617	\$ 25,657,165	\$ 27,007,643
Interest on Investments	363,244	3,910,380	4,202,535	384,275	384,275
Other Local Revenue	248,507	18,876	136,885	0	0
Federal Government	1,238,804	216,130	455,410	0	0
Total Revenues	<u>24,990,696</u>	<u>27,273,036</u>	<u>31,940,447</u>	<u>26,041,440</u>	<u>27,391,918</u>
Expenditures:					
Salaries	2,781,285	2,891,379	3,152,249	3,358,314	3,479,882
Employee Benefits	1,320,841	1,361,575	1,464,350	1,552,561	1,627,443
Professional & Technical Services	559	285	105,180	162,500	72,500
Purchased Property Services	18,036,503	36,637,465	48,785,445	51,995,938	86,605,352
Other Purchased Services	21,396	23,964	19,447	58,095	58,095
Supplies & Materials	1,037,665	1,636,495	1,496,230	4,900,383	4,878,912
Property & Equipment	89,431	0	2,718,341	1,443,106	766,945
Debt Service & Other Misc	27,137	2,233	6,431	434,410	414,410
Principal Retirement	78,309	1,826,331	6,880,244	2,126,038	1,987,746
Interest on Bonds	72,878	581,201	521,353	583,543	601,042
Bond Issuance Costs	0	0	0	413,370	413,370
Bond Agent Fees	5,200	5,200	4,850	2,350	2,350
Total Expenditures	<u>23,471,204</u>	<u>44,966,128</u>	<u>65,154,120</u>	<u>67,030,608</u>	<u>100,908,047</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,519,492</u>	<u>(17,693,092)</u>	<u>(33,213,673)</u>	<u>(40,989,168)</u>	<u>(73,516,129)</u>
Other Financing Sources:					
Sale of Real Property & Other	80,428	77,788	74,465	73,000	73,000
Sale of Bonds	0	0	0	146,000,000	146,000,000
Transfer from General Fund	0	1,843,983	1,843,983	2,588,788	2,588,788
Proceeds from Note Payable	23,500,000	0	0	6,332,812	0
Proceeds from Leases	1,060,171	0	130,060	0	0
Total Other Financing Sources	<u>24,640,599</u>	<u>1,921,771</u>	<u>2,048,508</u>	<u>154,994,600</u>	<u>148,661,788</u>
Net Change in Fund Balances	26,160,091	(15,771,321)	(31,165,165)	114,005,432	75,145,659
Fund Balance - July 1	<u>66,910,518</u>	<u>93,070,609</u>	<u>77,299,288</u>	<u>46,134,123</u>	<u>160,139,555</u>
Fund Balance - June 30	<u>\$ 93,070,609</u>	<u>\$ 77,299,288</u>	<u>\$ 46,134,123</u>	<u>\$ 160,139,555</u>	<u>\$ 235,285,214</u>
Fund Balance					
Nonspendable:					
Prepaid Expenditures	\$ 83,060	\$ 185,538	\$ 40,984	\$ 0	\$ 0
Restricted:					
Bond Payments	8,739,662	9,669,331	5,388,671	5,691,612	6,028,334
Capital Projects	84,247,887	67,444,419	40,704,468	154,447,943	229,256,880
Unassigned: *	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balance	<u>\$ 93,070,609</u>	<u>\$ 77,299,288</u>	<u>\$ 46,134,123</u>	<u>\$ 160,139,555</u>	<u>\$ 235,285,214</u>

**SALT LAKE CITY SCHOOL DISTRICT****Capital Projects Fund Projected***Fiscal Years 2025-26 Through 2029-30***Fund Expenditures by Object**

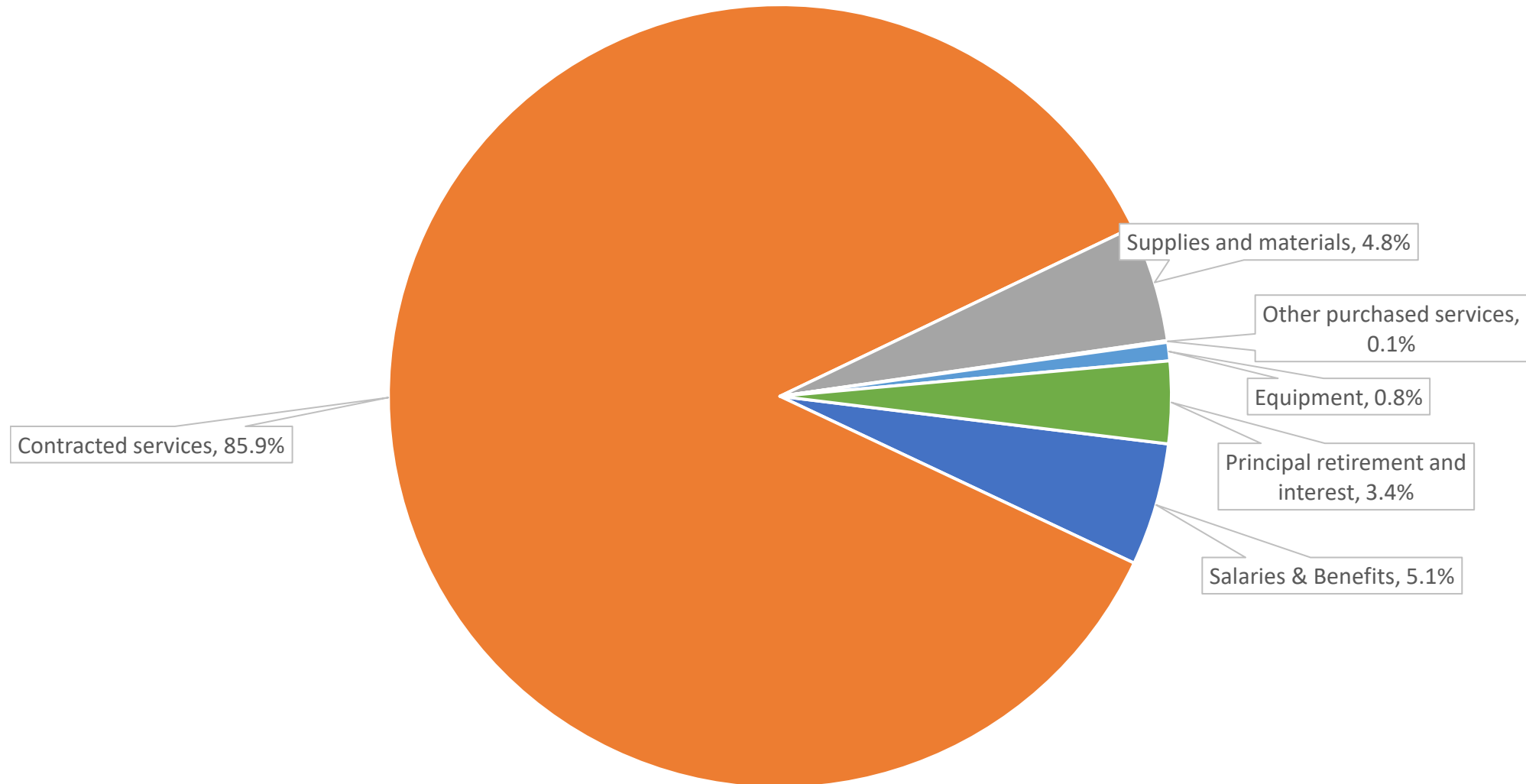
	2025-26 Budget	2026-27 Projected	2027-28 Projected	2028-29 Projected	2029-30 Projected
Revenues:					
Property tax	\$ 27,007,643	\$ 27,007,643	\$ 58,448,043	\$ 58,448,043	\$ 58,448,043
Interest on investments	<u>384,275</u>	<u>384,275</u>	<u>284,275</u>	<u>234,275</u>	<u>234,275</u>
Total Revenues	<u>27,391,918</u>	<u>27,391,918</u>	<u>58,732,318</u>	<u>58,682,318</u>	<u>58,682,318</u>
Expenditures:					
Salaries	3,479,882	3,601,678	3,727,738	3,858,210	3,993,247
Employee Benefits	1,627,443	1,558,114	1,619,110	1,682,624	1,748,755
Professional & Technical Services	72,500	72,500	72,500	72,500	72,500
Purchased Property Services	86,605,352	192,761,744	198,149,198	123,681,206	113,266,231
Other Purchased Services	58,095	58,095	58,095	58,095	58,095
Supplies & Materials	4,878,912	4,546,412	4,546,412	4,546,412	4,546,412
Property & Equipment	766,945	766,945	766,945	766,945	766,945
Debt Service & Other Misc	414,410	1,040	1,040	1,040	1,040
Principal Retirement	1,987,746	1,405,625	7,435,283	1,465,568	1,465,568
Interest on Bonds	601,042	472,140	442,481	378,415	378,415
Bond Issuance Costs	413,370	413,370	413,370	413,370	0
Bond Agent Fees	<u>2,350</u>	<u>2,350</u>	<u>2,350</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>100,908,047</u>	<u>205,660,013</u>	<u>217,234,522</u>	<u>136,924,385</u>	<u>126,297,208</u>
Excess (Deficiency) of Revenues over (under) expenditures	(73,516,129)	(178,268,095)	(158,502,204)	(78,242,067)	(67,614,890)
Other Financing Sources:					
Sale of Real Property & Other	73,000	73,000	73,000	0	0
Sale of Bonds	146,000,000	146,000,000	146,000,000	146,000,000	0
Transfer from General Fund	2,588,788	2,588,788	2,588,788	2,588,788	2,588,788
Proceeds from Note Payable	0	0	0	0	0
Proceeds from Leases	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources	<u>148,661,788</u>	<u>148,661,788</u>	<u>148,661,788</u>	<u>148,588,788</u>	<u>2,588,788</u>
Net change in fund balances	75,145,659	(29,606,307)	(9,840,416)	70,346,721	(65,026,102)
Fund Balance - July 1	<u>160,139,555</u>	<u>235,285,214</u>	<u>205,678,907</u>	<u>195,838,491</u>	<u>266,185,212</u>
Fund Balance - June 30	<u>\$ 235,285,214</u>	<u>\$ 205,678,907</u>	<u>\$ 195,838,491</u>	<u>\$ 266,185,212</u>	<u>\$ 201,159,110</u>
Fund Balance					
Nonspendable:					
Prepaid Expenditures	\$ 0	\$ 0	\$ 0	\$ 0	0
Restricted:					
Bond Payments	6,028,334	6,331,906	380,327	380,327	380,327
Capital Projects	229,256,880	199,347,001	195,458,164	265,804,885	200,778,783
Unassigned:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balance	<u>\$ 235,285,214</u>	<u>\$ 205,678,907</u>	<u>\$ 195,838,491</u>	<u>\$ 266,185,212</u>	<u>\$ 201,159,110</u>

# Capital Projects Fund





2025-26 Capital Projects Budgeted Expenditures by Object  
Total Expenditures \$100,908,047







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# 2025-26 PROPOSED AND 2024-25 REVISED DEBT SERVICE FUND BUDGETS

The purpose of this fund is to account for the accumulation of resources and the payment of general obligation bond principal and interest due annually.



# Debt Service Fund Highlights

- Pay off remaining old debt in 2024-25
- Begin payments on new debt in 2025-26 and beyond



# DEBT SERVICE FUND BUDGET

SALT LAKE CITY SCHOOL DISTRICT

## Debt Service Fund Budget

*For Fiscal Year 2025-26 With Comparative Information for Years 2021-22 Through 2024-25*

To account for resources accumulated to repay General Obligation Serial Bonds issued to finance building renovation to meet current life safety codes, and air condition all school buildings.

	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Revised Budget	2025-26 Budget
Revenues:					
Property Tax	\$ 5,005,070	\$ 4,868,979	\$ 2,447,184	\$ 1,749,154	\$ 10,830,948
Interest on Investment	25,302	200,966	308,289	2,000	2,000
Total Revenue	5,030,372	5,069,945	2,755,473	1,751,154	10,832,948
Expenditures:					
Redemption of Bond Principal	3,990,000	4,190,000	2,050,000	2,130,000	4,145,000
Interest on Bonds	553,800	354,300	167,200	85,200	6,335,300
Bond Agent Fees	1,000	661	500	500	500
Total Expenditures	4,544,800	4,544,961	2,217,700	2,215,700	10,480,800
Net Change in Fund Balances	485,572	524,984	537,773	(464,546)	352,148
Fund Balance - July 1	4,797,340	5,282,912	5,807,896	6,345,669	5,881,123
Fund Balance - June 30	\$ 5,282,912	\$ 5,807,896	\$ 6,345,669	\$ 5,881,123	\$ 6,233,271
Fund Balance					
Restricted:					
Debt Service	5,282,912	5,807,896	6,345,669	5,881,123	6,233,271
Total Fund Balance	\$ 5,282,912	\$ 5,807,896	\$ 6,345,669	\$ 5,881,123	\$ 6,233,271



# DEBT SERVICE FUND BUDGET PROJECTED

SALT LAKE CITY SCHOOL DISTRICT

**Debt Service Fund Budget Projected**

*Fiscal Years 2025-26 Through 2029-30*

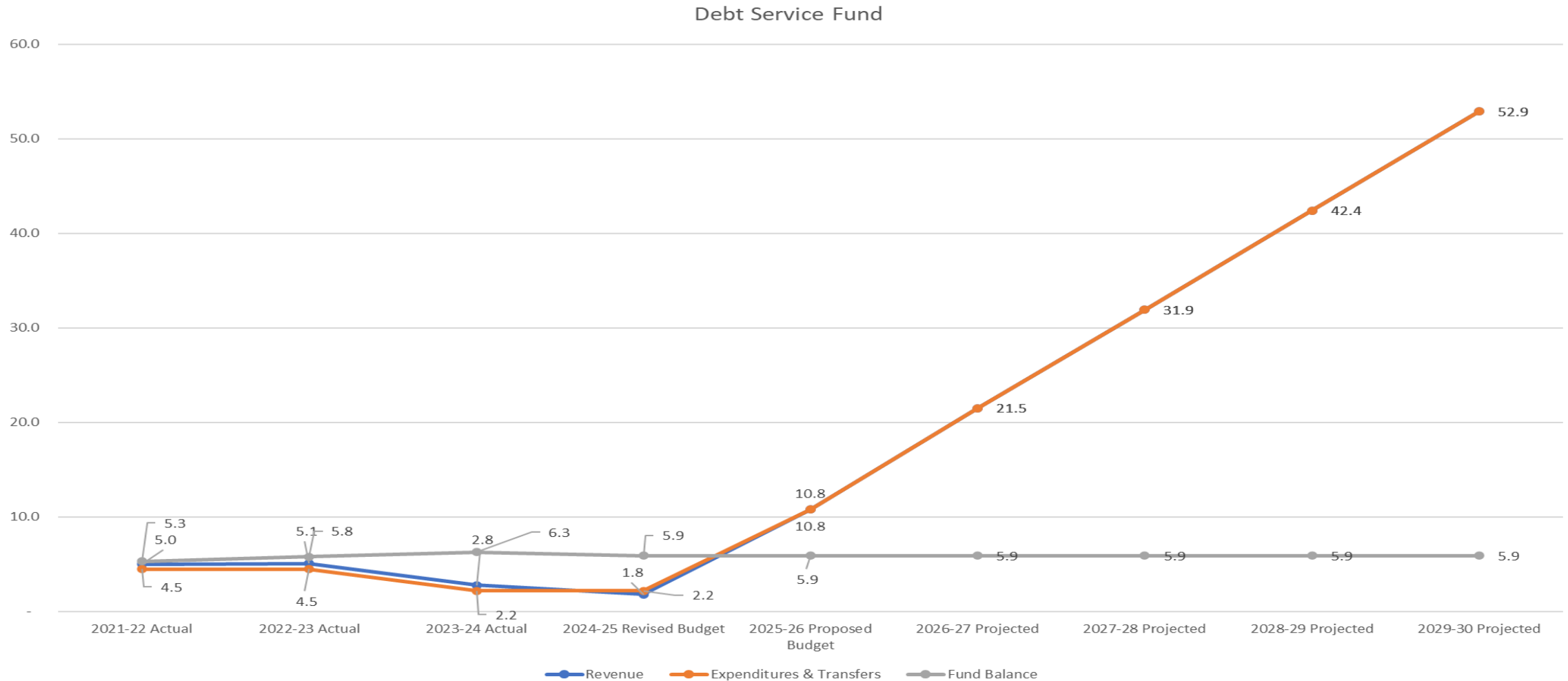
**Fund Expenditures by Object**

	2025-26 Budget	2026-27 Projected	2027-28 Projected	2028-29 Projected	2029-30 Projected
Revenues:					
Property Tax	\$ 10,830,948	\$ 20,957,350	\$ 31,438,400	\$ 41,915,950	\$ 52,393,750
Interest on investments	2,000	2,000	2,000	2,000	2,000
Total Revenue	10,832,948	20,959,350	31,440,400	41,917,950	52,395,750
Expenditures:					
Redemption of bond principal	4,145,000	8,495,000	13,065,000	17,860,000	22,895,000
Interest on bonds	6,335,300	12,463,350	18,373,900	24,055,950	29,498,250
Paying agent fees	500	1,000	1,500	2,000	2,500
Total Expenditures	10,480,800	20,959,350	31,440,400	41,917,950	52,395,750
Net change in fund balances	352,148	0	0	0	0
Fund Balance - July 1	5,881,123	6,233,271	6,233,271	6,233,271	6,233,271
Fund Balance - June 30	\$ 6,233,271	\$ 6,233,271	\$ 6,233,271	\$ 6,233,271	\$ 6,233,271



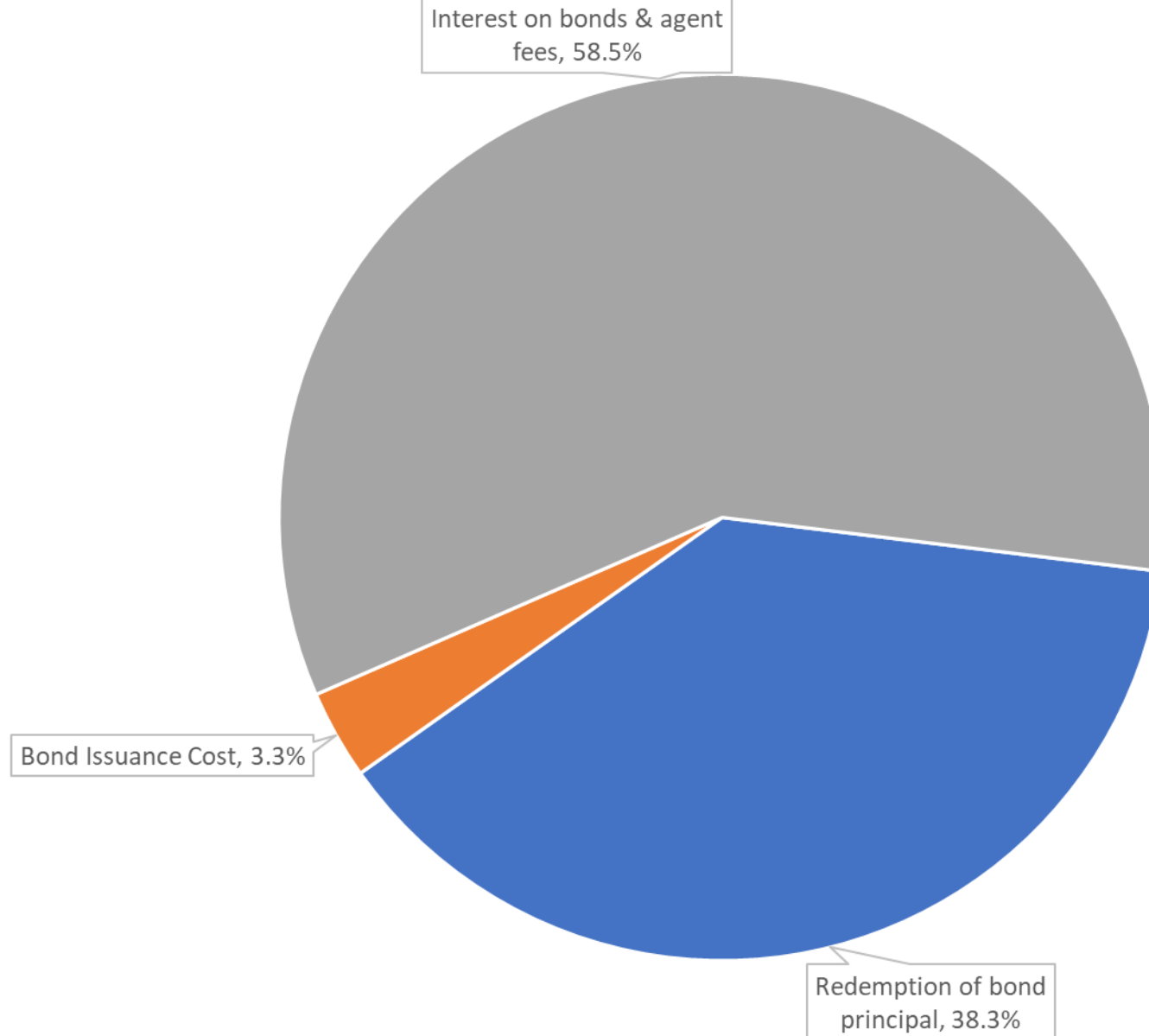
# DEBT SERVICE FUND

## REVENUE/EXPENDITURES/FUND BALANCE





**2025-26 Debt Service Budgeted Expenditures by Object**  
**Total Expenditures \$10,832,948**



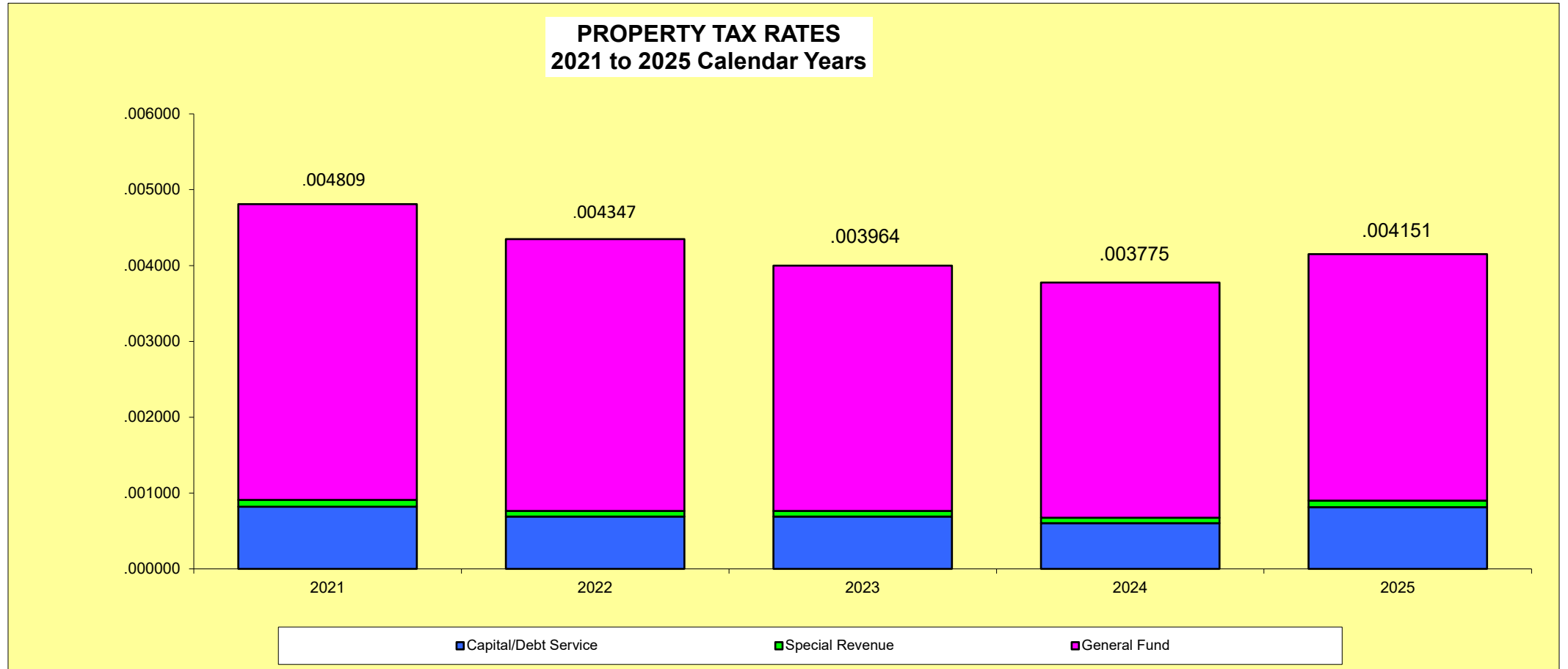


# The Governor Vetoes S.B. 37

- The Governor vetoed Senate Bill 37 which would have deposited the basic property tax rate in the State General Fund.
- Due to the veto, the next chart which was presented in a past meeting has been revised.
- The revision reflects the basic rate revenue being deposited into the district's General Fund.



# Preliminary Property Tax Rates Revised







# NEXT STEPS FOR THE 2025-26 BUDGET PROCESS

- April – May: Small Group Meetings as Requested
- May 6: Executive Summary
- May 20: Final Budget Review
- June 3: Anticipated budget hearing and board action on the revised 2024-25 and proposed 2025-26 budget, and approval of the 2025 tax rate



# Questions?

