

## Management's Discussion and Analysis

As management of Greater Salt Lake Municipal Services District (the District), we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the years ended December 31, 2023 and 2022. We encourage readers to consider the information presented here in conjunction with the basic financial statements and related notes.

### FINANCIAL HIGHLIGHTS

- The District's assets and deferred outflows of resources exceeded its liabilities and deferred inflows resources at December 31, 2023 by \$34.8 million (net position).
- The District's total net position increased during 2023 by \$4.1 million. In comparing 2023 activities with those in 2022, revenues increased by \$4.6 million, while expenses decreased by \$5.2 million.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise government-wide and fund financial statements and related notes to the basic financial statements.

#### Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the assets and liabilities of the District, with the difference being reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

#### Fund Financial Statements

A *fund* is a group of related accounts that is used to maintain control over resources that are segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental Fund* – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

**GREATER SALT LAKE MUNICIPAL SERVICES DISTRICT**  
**Statement of Net Position**  
**December 31, 2023**

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	<b>Component Units</b>
<b>Assets:</b>		
Cash and investments	\$ 36,659,895	\$ 17,774,745
Receivables:		
Accounts	388,057	11,173
Due from other governments	3,769,390	3,961,622
Due from component units	3,820,414	-
Restricted cash and cash equivalents	11,941,614	1,840,149
Capital assets:		
Land, roads, and construction in progress	-	130,500,320
Buildings and improvements, machinery and equipment, net of accumulated depreciation	97,439	8,172,828
Total assets	56,676,809	162,260,837
<b>Deferred outflows of resources related to pensions</b>	1,071,423	-
<b>Liabilities:</b>		
Accounts and contracts payable	5,600,717	540,547
Accrued salaries and benefits	185,042	-
Performance bonds	92,369	1,839,649
Accrued interest	25,292	-
Unearned revenue	-	10,432,515
Due to other governments	37,193	-
Due to primary government	-	3,820,414
Long-term liabilities:		
Portion due or payable within one year	2,137,717	-
Portion due or payable after one year	14,856,484	-
Total liabilities	22,934,814	16,633,125
<b>Deferred inflows of resources related to pensions</b>	16,163	-
<b>Net position:</b>		
Net investment in capital assets	20,212	138,673,148 *
Restricted for:		
Capital projects	12,783,615	-
Unrestricted	21,993,428	6,954,564 *
Total net position	\$ 34,797,255	\$ 145,627,712

**GREATER SALT LAKE MUNICIPAL SERVICES DISTRICT**  
**Combining Statement of Net Position**  
**Component Units**  
**December 31, 2023**

	Kearns Metro Township	Magna Metro Township	Town of Brighton	Copperton Metro Township	Emigration Canyon Metro Township	Pleasant Green Cemetery	White City Metro Township	Total Component Units
<b>Assets:</b>								
Cash and investments:	\$ 5,996,515	\$ 5,739,994	\$ 3,882,643	\$ 315,567	\$ 311,557	\$ 135,777	\$ 1,392,692	\$ 17,774,745
Receivables:								
Sales, use, and other taxes								
Accounts	7,340	516	-	-	-	-	3,317	11,173
Due from other governments	1,711,241	1,670,211	227,137	36,653	80,699	-	235,681	3,961,622
Restricted cash and investments	864,152	948,037	2,640	-	24,667	-	653	1,840,149
Capital assets:								
Land, roads, and construction in progress	53,806,902	63,230,570	616,806	1,745,320	3,504,477	-	7,596,245	130,500,320
Buildings and improvements, machinery and equipment, net of accumulated depreciation	1,614,869	5,552,836	-	454,052	169,167	-	381,904	8,172,828
Total assets	64,001,019	77,142,164	4,729,226	2,551,592	4,090,567	135,777	9,610,492	162,260,837
<b>Liabilities:</b>								
Accounts and contracts payable	75,894	351,066	31,776	11,115	54,715	-	15,981	540,547
Accrued salaries and benefits	-	-	-	-	-	-	-	-
Performance bonds	863,852	947,937	2,640	-	24,567	-	653	1,839,649
Unearned revenue	5,044,299	4,276,695	-	120,289	123,901	-	867,331	10,432,515
Due to primary government	1,718,581	1,518,346	227,137	36,653	80,699	-	238,998	3,820,414
Total liabilities	7,702,626	7,094,044	261,553	168,057	283,882	-	1,122,963	16,633,125
<b>Net position:</b>								
Net investment in capital assets	55,421,771	68,783,406	616,806	2,199,372	3,673,644	-	7,978,149	138,673,148
Unrestricted	876,622	1,264,714	3,850,867	184,163	133,041	135,777	509,380	6,954,564
Total net position	\$ 56,298,393	\$ 70,048,120	\$ 4,467,673	\$ 2,383,535	\$ 3,806,685	\$ 135,777	\$ 8,487,529	\$ 145,627,712

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**GREATER SALT LAKE MUNICIPAL SERVICES DISTRICT**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Component Units**  
**Year Ended December 31, 2023**

	Kearns Metro Township		Magna Metro Township		Town of Brighton		Copperton Metro Township		Emigration Canyon Metro Township		Pleasant Green Cemetery		White City Metro Township		Total Component Units	
<b>Revenues:</b>																
Sales, use, and other taxes	\$ 7,238,700	\$ 6,274,787	\$ 2,268,876	\$ 163,250	\$ 342,080	\$ -	\$ 1,006,913	\$ 17,294,606								
Licenses and permits	295,573	2,500,487	148,504	6,564	49,661	26,661	61,015	3,088,465								
Intergovernmental	1,888,670	1,861,860	45,318	40,146	239,431	-	254,128	4,329,553								
Charges for services	69,069	380,862	33,365	2,751	16,380	19,885	24,529	546,841								
Fines and forfeitures	95,936	120,806	3,097	882	455	-	6,933	228,109								
Earnings on investments	198,796	164,567	159,206	12,250	22,026	-	54,653	611,498								
Other	19,368	264,326	1,000	-	-	-	-	284,694								
Contributions	585,095	1,070,538	481,870	181,000	450,634	-	384,989	3,154,126								
Total revenues	10,391,207	12,638,233	3,141,236	406,843	1,120,667	46,546	1,793,160	29,537,892								
<b>Expenditures:</b>																
Current:																
Municipal services:																
Salaries and wages	103,789	222,864	133,715	53,002	73,500	-	76,543	663,413								
Employee benefits	9,566	57,008	28,474	12,998	5,623	-	6,315	119,984								
Professional services	90,003	60,953	105,477	42,216	25,084	-	47,295	371,028								
Interagency contracts	-	70,747	-	-	-	-	-	70,747								
Other	453,096	777,688	206,275	52,972	604,402	86,289	150,087	2,330,809								
Contributions to other governments	9,662,615	10,944,607	1,097,096	225,467	533,746	-	1,406,436	23,869,967								
Total expenditures	10,319,069	12,133,867	1,571,037	386,655	1,242,355	86,289	1,686,676	27,425,948								
Excess (deficiency) of revenues over (under) expenditures	72,138	504,366	1,570,199	20,188	(121,688)	(39,743)	106,484	2,111,944								
Net change in fund balances	72,138	504,366	1,570,199	20,188	(121,688)	(39,743)	106,484	2,111,944								
Fund balances - beginning	804,484	760,348	2,280,668	163,975	254,729	175,520	402,896	4,842,620								
Fund balances - ending	\$ 876,622	\$ 1,264,714	\$ 3,850,867	\$ 184,163	\$ 133,041	\$ 135,777	\$ 509,380	\$ 6,954,564								