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# State of Utah

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2015

**NOTE 10. LONG-TERM LIABILITIES****A. Changes in Long-term Liabilities**

Changes in long-term liabilities for the year ended June 30, 2015 are presented in the following table. As referenced below, certain long-term liabilities are discussed in other Notes to the Financial Statements.

	<b>Long-term Liabilities</b> <i>(Expressed in Thousands)</i>				<b>Amounts Due Within One Year</b>
	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	
<b>Governmental Activities</b>					
General Obligation Bonds.....	\$ 3,136,755	\$ 220,980	\$ (527,585)	\$ 2,830,150	\$ 331,255
State Building Ownership Authority					
Lease Revenue Bonds.....	183,590	785	(17,602)	166,773	17,422
Net Unamortized Premiums.....	138,187	47,562	(63,428)	122,321	33,899
Capital Leases (Note 9).....	21,794	—	(1,507)	20,287	1,606
Notes Payable.....	5,983	—	(5,613)	370	31
Compensated Absences (Note 1) **.....	184,679	91,110	(89,997)	185,792	90,989
Claims **.....	48,585	11,144	(12,798)	46,931	19,175
Pollution Remediation Obligation.....	5,327	—	(241)	5,086	1,039
Net OPEB Obligation (Note 18) **.....	4,331	1,183	(1,388)	4,126	—
Settlement Obligations.....	6,928	100	(2,557)	4,471	106
Net Pension Liability (Note 17) *.....	920,087	—	(117,544)	802,543	—
<b>Total Governmental Long-term Liabilities.....</b>	<b>\$ 4,656,246</b>	<b>\$ 372,864</b>	<b>\$ (840,260)</b>	<b>\$ 4,188,850</b>	<b>\$ 495,522</b>
<b>Business-type Activities</b>					
Student Assistance Revenue Bonds.....	\$ 1,277,837	\$ 692,500	\$ (460,794)	\$ 1,509,543	\$ 236,118
State Building Ownership Authority					
Lease Revenue Bonds.....	79,106	29,230	(35,129)	73,207	5,058
Water Loan Recapitalization Revenue Bonds.....	51,800	—	(4,860)	46,940	5,025
Net Unamortized Premiums.....	9,110	2,560	(2,974)	8,696	3,492
Claims and Uninsured Liabilities.....	9,283	175,811	(177,507)	7,587	5,645
Notes Payable.....	—	1,658,997	(506,790)	1,152,207	262,573
Net Pension Liability (Note 17) *.....	14,391	—	(1,538)	12,853	—
<b>Total Business-type Long-term Liabilities.....</b>	<b>\$ 1,441,527</b>	<b>\$ 2,559,098</b>	<b>\$ (1,189,592)</b>	<b>\$ 2,811,033</b>	<b>\$ 517,911</b>
<b>Discrete Component Units</b>					
Revenue Bonds.....	\$ 854,897	\$ 295,578	\$ (166,432)	\$ 984,043	\$ 41,090
Net Unamortized Premiums / (Discounts).....	13,073	1,857	(1,769)	13,161	502
Capital Leases/Contracts					
Payable (Notes 9 and 10).....	162,861	16,856	(14,389)	165,328	16,768
Notes Payable.....	210,344	30,446	(60,623)	180,167	79,210
Claims.....	124,958	510,596	(504,549)	131,005	60,064
Leave/Termination Benefits (Note 1).....	129,031	96,712	(92,148)	133,595	84,090
Capital Assets Held for Others.....	14,539	—	(404)	14,135	404
Net Pension Liability (Note 17) *.....	294,757	4,897	(40,619)	259,035	—
<b>Total Discrete Component Long-term Liabilities.....</b>	<b>\$ 1,804,460</b>	<b>\$ 956,942</b>	<b>\$ (880,933)</b>	<b>\$ 1,880,469</b>	<b>\$ 282,128</b>

Amounts in the beginning balance column for Discrete Component Units have been adjusted as follows: for Utah Housing Corporation (major component unit) revenue bonds were decreased by \$1.109 billion; net unamortized premiums / (discounts) were decreased by \$2.7 million; notes payables were decreased by \$194 million; and leave/termination benefits were decreased by \$861 thousand. For Utah Communications Authority (nonmajor component unit) capital leases/contracts payable were increased by \$186 thousand; and leave/termination benefits were increased by \$431 thousand. These adjustments remove beginning balances for Utah Housing Corporation and add beginning balances for Utah Communications Authority as described in Note 2.

\* The net pension liability of governmental activities is liquidated in the General Fund, Education Fund, or Transportation Fund according to the applicable employing state agency. The net pension liability of business-type activities is liquidated in the specific funds that pay the employer contributions and includes Student Assistance Program, the Internal Service Funds, Alcoholic Beverage Control, Utah Correctional Industries, and State Trust Lands Administration. The changes in the liability are netted as reductions for the governmental activities and business-type activities since that information is not readily available for inclusion. See Note 17 for additional pension information.

\*\* Compensated absences of governmental activities are liquidated in the General Fund, Education Fund, or Transportation Fund according to the applicable employing state agency. Claims liabilities of governmental activities are liquidated in the Risk Management Internal Service Fund. Net OPEB obligation of governmental activities is liquidated in the General Fund.