

**UTAH LAKE COMMISSION**  
**BASIC FINANCIAL STATEMENTS**  
Year Ended June 30, 2009

**UTAH LAKE COMMISSION**  
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Year Ended June 30, 2009

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## Independent Accountant's Review Report

Governing Board  
Utah Lake Commission

We have reviewed the accompanying basic financial statements of the governmental activities and the major funds of the Utah Lake Commission (Commission) as of and for the year ended June 30, 2009, which collectively comprise the Commission's basic financial statements as listed in the table of contents. All information included in these financial statements is the representation of management of the Commission.

A review consists principally of inquiries of Commission personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Management's discussion and analysis, which follows this report, is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

*Squire & Company, PC*

October 20, 2009

## **UTAH LAKE COMMISSION**

### **Management's Discussion and Analysis**

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As management of the Utah Lake Commission (Commission), we offer readers of the Commission's financial statements this narrative overview and analysis of the basic financial activities of the Commission for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with the basic financial statements and notes.

#### **Financial Highlights**

The assets of the Commission exceeded its liabilities at the close of the most recent fiscal year by \$99,528 (net assets). Of this amount \$96,803 (unrestricted net assets) may be used to meet the Commission's ongoing obligations to members, employees, and creditors.

The Commission's net assets increased during this past fiscal year by \$13,399.

The Commission receives most of its revenue from membership contributions from state agencies, Utah County, municipalities, and the Central Utah Water Conservancy District.

During 2009, the Commission contracted with a consultant for professional services totaling \$132,572 for creating the Utah Lake Master Plan.

#### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Commission's basic financial statements. The Commission's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements.

**Government-wide financial statements** – The government-wide financial statements consist of two separate statements, which are similar to a private-sector business.

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

The *statement of activities* presents information showing how the Commission's net assets changed during the most recent year. All changes in net assets 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 these statements for some items that will only result in cash flows in future fiscal periods. The government-wide financial statements can be found on pages 6 and 7 of this report.

**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 Commission, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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 expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Commission's near-term financing requirements.

**UTAH LAKE COMMISSION**  
**Management’s Discussion and Analysis**

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Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Commission’s near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and change in fund balance provide a reconciliation to facilitate this comparison between the governmental fund and governmental activities. The governmental fund financial statements can be found on pages 8 and 10 of this report.

The Commission maintains two governmental funds (the *general fund* and the *capital projects fund*). The Commission adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement is provided for the *general fund* to demonstrate compliance with the fund’s budget. The budgetary comparison statement for the *general fund* can be found on page 12 of this report.

**Notes to the basic financial statements** – The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found on pages 13 to 17 of this report.

**Government-wide Financial Analysis**

The Commission is a local government designed to encourage and promote multiple uses of Utah Lake, foster communication and coordination, promote resource utilization and protection, maintain and develop recreation access, and monitor and promote responsible economic development of Utah Lake. The Commission began operations in July 2007. Net assets at June 30, 2009 totaled \$99,528. Of the net assets, \$2,725 is invested in capital assets (office equipment and furniture). Unrestricted net assets totaled \$96,803 and are available to meet the Commission’s ongoing obligations.

**Utah Lake Commission**  
 Governmental Activities - Net Assets  
 June 30, 2009 and 2008

	2009	2008	Total change 2009-2008
Cash	\$ 111,255	\$ 93,335	\$ 17,920
Capital assets, net	2,725	3,567	(842)
Total assets	113,980	96,902	17,078
Current and other liabilities	6,186	5,778	408
Long-term liabilities	8,266	4,995	3,271
Total liabilities	14,452	10,773	3,679
Net assets:			
Invested in capital assets	2,725	3,567	(842)
Restricted	-	-	-
Unrestricted	96,803	82,562	14,241
Total net assets	<u>\$ 99,528</u>	<u>\$ 86,129</u>	<u>\$ 13,399</u>

**UTAH LAKE COMMISSION**  
**Management's Discussion and Analysis**

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At the end of the current fiscal year, the Commission is able to report positive balances in all categories of net assets. The same is true for the prior fiscal year.

The Commission's net assets increased by \$13,399 during the current year. The following discussion and analysis on governmental activities focuses on this increase:

<b>Utah Lake Commission</b>			
Governmental Activities - Change in Net Assets			
Years Ended June 30, 2009 and 2008			
	2009	2008	Total change 2009-2008
<b>Revenues:</b>			
General revenues:			
Membership contributions	\$ 319,000	\$ 316,270	\$ 2,730
Other income	-	201	(201)
Interest	5,200	8,650	(3,450)
Total revenues	324,200	325,121	(921)
<b>Expenses:</b>			
Salaries	104,175	92,294	11,881
Benefits	45,939	42,071	3,868
Purchased professional services	134,972	78,631	56,341
Purchased property services	6,780	6,780	-
Purchased other services	11,791	9,292	2,499
Supplies	6,302	4,267	2,035
Property	-	5,014	(5,014)
Depreciation	842	643	199
Total expenses	310,801	238,992	71,809
Change in net assets	13,399	86,129	(72,730)
<b>Net asset - beginning</b>	86,129	-	86,129
<b>Net asset - ending</b>	\$ 99,528	\$ 86,129	\$ 13,399

The Commission's total revenues were \$324,200 for the year ended June 30, 2009, which is similar to revenues reported in the prior year. Total expenses increased during the current year. The increase from prior year was \$71,809, bringing current year expenses to \$310,801. The most significant increase in expenses was for purchased professional services; during 2009, the Commission contracted with a consultant for professional services totaling \$132,572 for creating the Utah Lake Master Plan.

**Governmental Funds Financial Analysis**

The Commission completed the year with a *general fund* balance of \$75,069. Of the current year balance, \$8,266 is designated for employee benefits and the remainder (or \$66,803) is unreserved and undesignated, meaning that it is available for future appropriation for Commission activities. During 2009, the Commission created a new fund, the *capital projects fund* to account for resources received and

## **UTAH LAKE COMMISSION**

### **Management's Discussion and Analysis**

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committed for special projects. During 2009, the Commission transferred \$30,000 from the *general fund* to the *capital projects fund* to initiate the fund.

#### **General Fund Budgetary Highlights**

In the *general fund*, actual revenues were \$200 more than budgeted amounts, and actual expenditures were \$62,884 less than budgeted amounts. The biggest variances were in supplies, which were less than budgeted amounts by \$48,498, and salaries and wages and employee benefits, which together were less than budgeted amounts by \$7,157. Variances in supplies were due to unspent funds that were intended for a larger-scale phragmites removal project. Most of the unused funds for that project were transferred to the newly-created *capital projects fund* to be spent for the same purpose, only at a later date. Variations from budgeted amounts for salaries and wages and employee benefits were due to overestimating the expected health and dental insurance premium increases.

#### **Capital Assets**

The Commission acquired capital assets totaling \$4,210 in the prior year. No purchases were made during the year ended June 30, 2009 (see Note 3 to the basic financial statements).

#### **Requests for Information**

This financial report is designed to provide a general overview of the Commission's finances for all those with an interest in the Commission's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Utah Lake Commission, 51 South University Avenue, Suite 109, Provo, Utah 84601 or by calling (801) 851-2900.

## **BASIC FINANCIAL STATEMENTS**

**UTAH LAKE COMMISSION**  
**Statement of Net Assets**  
June 30, 2009

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	<u>Governmental Activities</u>
<b>Assets:</b>	
Cash	\$ 111,255
Capital assets, net of accumulated depreciation	<u>2,725</u>
Total assets	113,980
<b>Liabilities:</b>	
Accounts payable	46
Wages payable	6,140
Compensated absences payable	<u>8,266</u>
Total liabilities	14,452
<b>Net Assets:</b>	
Invested in capital assets	2,725
Unrestricted	<u>96,803</u>
Total net assets	<u><u>\$ 99,528</u></u>

See accompanying notes and accountant's report.

**UTAH LAKE COMMISSION**  
**Statement of Activities**  
Year Ended June 30, 2009

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	<b>Governmental Activities</b>
<b>Expenses:</b>	
Salaries	\$ 104,175
Benefits	45,939
Purchased professional services	134,972
Purchased property services	6,780
Purchased other services	11,791
Supplies	6,302
Depreciation of capital assets	842
Total expenses	310,801
<b>General Revenues:</b>	
Membership contributions	319,000
Interest	5,200
Total revenues	324,200
Change in net assets	13,399
<b>Net Assets - Beginning</b>	86,129
<b>Net Assets - Ending</b>	\$ 99,528

See accompanying notes and accountant's report.

**UTAH LAKE COMMISSION**  
**Balance Sheet**  
**Governmental Funds**  
June 30, 2009

	<i>General Fund</i>	<i>Capital Projects Fund</i>	<i>Total Governmental Funds</i>
<b>Assets:</b>			
Cash and investments	\$ 81,255	\$ 30,000	\$ 111,255
<b>Liabilities and fund balance:</b>			
Liabilities:			
Accounts payable	\$ 46	\$ -	\$ 46
Wages payable	6,140	-	6,140
Fund balance:			
Designated for compensated absences	8,266	-	8,266
Unreserved, undesignated	66,803	30,000	96,803
Total fund balance	75,069	30,000	105,069
Total liabilities and fund balance	\$ 81,255	\$ 30,000	\$ 111,255

See accompanying notes and accountant's report.

**UTAH LAKE COMMISSION**  
**Reconciliation of the Balance Sheet of the Governmental Funds**  
**to the Statement of Net Assets**  
June 30, 2009

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**Total fund balances for governmental funds** \$ 105,069

Total net assets reported for governmental activities in the statement of net assets is different because:

Capital assets used in the governmental funds are not financial resources and therefore are not reported in the funds. Capital assets consist of office equipment and furniture, net of \$1,485 accumulated depreciation. 2,725

Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net assets. Compensated absences balance at year end is: (8,266)

**Total net assets of governmental activities** \$ 99,528

See accompanying notes and accountant's report.

**UTAH LAKE COMMISSION**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
Year Ended June 30, 2009

	<i>General Fund</i>	<i>Capital Projects Fund</i>	<i>Total Governmental Funds</i>
<b>Revenues:</b>			
Local:			
Membership contributions	\$ 319,000	\$ -	\$ 319,000
Interest	5,200	-	5,200
Total revenues	324,200	-	324,200
<b>Expenditures:</b>			
Current:			
Salaries	104,175	-	104,175
Benefits	42,668	-	42,668
Purchased professional services	134,972	-	134,972
Purchased property services	6,780	-	6,780
Purchased other services	11,791	-	11,791
Supplies	6,302	-	6,302
Total expenditures	306,688	-	306,688
Excess of revenues over expenditures	17,512	-	17,512
<b>Other financing sources (uses):</b>			
Transfers in	-	30,000	30,000
Transfers out	(30,000)	-	(30,000)
Total other financing sources (uses)	(30,000)	30,000	-
Net change in fund balances	(12,488)	30,000	17,512
<b>Fund Balance - Beginning</b>	87,557	-	87,557
<b>Fund Balance - Ending</b>	<u>\$ 75,069</u>	<u>\$ 30,000</u>	<u>\$ 105,069</u>

See accompanying notes and accountant's report.

**UTAH LAKE COMMISSION**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of the Governmental Funds to the Statement of Activities**  
Year Ended June 30, 2009

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**Net change in fund balances - total governmental funds** \$ 17,512

The change in net assets for governmental activities in the statement of activities is different because:

The governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$500 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. Depreciation in the current period is: (842)

In the statement of activities, certain operating expenses - compensated absences - are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). The change in the compensated absence liability balance during the year is: (3,271)

**Change in net assets of governmental activities** \$ 13,399

See accompanying notes and accountant's report.

**UTAH LAKE COMMISSION**  
**Statement of Revenues, Expenditures and Change in Fund Balance - Budget and Actual**  
**General Fund**  
Year Ended June 30, 2009

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	<u>Original Budget Amounts</u>	<u>Final Budget Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
Local:				
Membership contributions	\$ 319,000	\$ 319,000	\$ 319,000	\$ -
Interest	5,000	5,000	5,200	200
Total revenues	<u>324,000</u>	<u>324,000</u>	<u>324,200</u>	<u>200</u>
<b>Expenditures:</b>				
Current:				
Salaries and wages	107,000	107,000	104,175	2,825
Employee benefits	47,000	47,000	42,668	4,332
Purchased professional services	132,703	139,072	134,972	4,100
Purchased property services	7,000	7,000	6,780	220
Other purchased services	63,700	14,700	11,791	2,909
Supplies	5,800	54,800	6,302	48,498
Total expenditures	<u>363,203</u>	<u>369,572</u>	<u>306,688</u>	<u>62,884</u>
Excess of revenues over expenditures	(39,203)	(45,572)	17,512	63,084
<b>Other financing sources (uses):</b>				
Transfers out	<u>-</u>	<u>-</u>	<u>(30,000)</u>	<u>(30,000)</u>
Net change in fund balances	(39,203)	(45,572)	(12,488)	33,084
<b>Fund Balance - Beginning</b>	<u>46,010</u>	<u>46,010</u>	<u>87,557</u>	<u>41,547</u>
<b>Fund Balance - Ending</b>	<u><u>\$ 6,807</u></u>	<u><u>\$ 438</u></u>	<u><u>\$ 75,069</u></u>	<u><u>\$ 74,631</u></u>

See accompanying notes and accountant's report.

**UTAH LAKE COMMISSION**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

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

The basic financial statements of the Utah Lake Commission (Commission) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Commission are described below.

The Reporting Entity – The Utah Lake Commission (Commission) was formed to promote beneficial utilization of the natural resources of Utah Lake. It will also help fulfill the obligations and responsibility that government has to manage the lake in keeping with the Public Trust Doctrine. The Commission hopes to facilitate orderly planning and development in and around the lake while protecting the individual jurisdiction's ability to govern its own area. Finally, it will assist in the formulation and implementation of comprehensive plans for management of Utah Lake and its shoreline.

The Utah Lake Commission was created as a separate and independent governmental entity on March 9, 2007 as provided by the Interlocal Cooperation Act (Title 11, Chapter 13, Utah Code). Membership is made up of local governments and state agencies.

Commission activities are currently funded through support from its members.

The Governing Board, comprised of representatives from each of the members, is the primary governing authority for the Commission. The Board establishes Commission policies, approves the budget, and appoints an executive director with responsibilities for administering all Commission activities. The Board is not dependent on any other unit of local government. All funds, including all financial activities over which the Board has governance, are included in the report. In addition, there are no component units as defined in governmental accounting and reporting standards which should be included in the Commission's reporting entity.

Government-wide and fund financial statements – The government-wide financial statements (the statement of net assets and the statement of activities) display information about the government and include the financial activities of the overall government.

The Commission reports two major governmental funds: the *general fund*, the Commission's primary operating fund, and the *capital projects fund*, a special revenue fund. The governmental funds account for all current financial resources of the Commission.

Measurement focus, basis of accounting, and financial statement presentation – The *government-wide financial statements* are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

**UTAH LAKE COMMISSION**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

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**Note 1. Summary of Significant Accounting Policies (Continued)**

*Governmental fund financial statements* are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Commission considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures generally are recorded when the related fund liability is incurred. General capital asset acquisitions are reported as expenditures in governmental funds.

Interfund transactions – Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. The resources transferred have been assigned by the Commission for projects and the initial funding of the *capital projects fund*. For the purpose of the statement of activities, all interfund transfers between governmental funds have been eliminated.

Budgetary data – The statement of revenues, expenditures, and change in fund balance – budget and actual has been prepared on the modified accrual basis of accounting.

**Note 2. Cash**

The Commission complies with the State Money Management Act (Utah Code Section 51, Chapter 7) (Act) and related Rules of the Money Management Council (Council) in handling its depository and investing transactions. Commission funds are deposited in qualified depositories as defined by the Act. The Act also authorizes the Commission to invest in the Utah Public Treasurers' Investment Fund (PTIF), certificates of deposit, US Treasury obligations, US agency issues, high-grade commercial paper, banker's acceptances, repurchase agreements, corporate bonds, money market mutual funds, and obligations of governmental entities within the State of Utah.

The Act and Council rules govern the financial reporting requirements of qualified depositories in which public funds may be deposited and prescribe the conditions under which the designation of a depository shall remain in effect. The Commission considers the actions of the Council to be necessary and sufficient for adequate protection of its uninsured bank deposits.

Deposits – The Commission's carrying amount of bank deposits as of June 30, 2009 is \$111,255, all of which is covered by federal depository insurance. At certain times during the year, deposit balances exceeded federal depository insurance coverage limits. No deposits are collateralized, nor are they required to be by state statute.

Custodial credit risk – Custodial credit risk for deposits is the risk that, in the event of a bank failure, a government's deposits may not be returned to it. The Commission does not have a formal deposit policy for custodial credit risk.

**UTAH LAKE COMMISSION**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

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**Note 3. Capital Assets**

The Commission’s capital assets consist of office equipment and furniture and are reported in the government-wide financial statements. The Commission defines capital assets as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of two years. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extended assets’ lives are not capitalized. Capital assets are depreciated over their estimated useful lives over a period of five years using the straight-line method.

All recorded capital assets were purchased in the previous fiscal year at a cost of \$4,210. Depreciation expense for the year totaled \$842, and accumulated depreciation is \$1,485 at June 30, 2009.

**Note 4. Risk Management**

The Commission maintains insurance coverage for property to \$25,000; employee dishonesty to \$100,000; general liability to \$2,000,000; fire, lighting, or explosion to \$500,000; public officials to \$1,000,000; automobile liability to \$1,000,000; and excess liability up to \$1,000,000. There have been no claims against the insurance during the years ended June 30, 2009 and 2008.

A third-party provider covers all Commission employees for workers compensation. The Commission pays unemployment claims as they occur. There have been no claims against workers compensation or unemployment insurance during the years ended June 30, 2009 and 2008.

**Note 5. Long-term Liabilities**

The Commission provides certain benefits to eligible employees. Compensated absences include vacation leave, personal holiday time, compensation time, and administrative leave.

Long-term liability activity for the year ended June 30, 2009 is summarized as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Compensated absences	<u>\$ 4,995</u>	<u>\$ 6,804</u>	<u>\$ (3,533)</u>	<u>\$ 8,266</u>

**Note 6. Lease Commitment**

The Commission is committed under a lease that expires on June 30, 2011 for its office space. Annual operating lease commitments for the years ending June 30, 2010 and 2011 will be \$6,780. The lease can be cancelled with thirty days notice by either party.

Rent expenditures for the year ended June 30, 2009 are \$6,780.

**UTAH LAKE COMMISSION**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

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**Note 7. Member Contributions**

The Commission receives most of its revenues from membership contributions. Contributions from fourteen member municipalities and Utah County are based on population, shoreline miles, and area. Their contributions total 50% of the Commission’s budget. Contributions from three state agencies (including the Department of Natural Resources; Division of Forestry, Fire and State Lands; and the Department of Environmental Quality) total 35% of the Commission’s budget and are split equally among them. The Central Utah Water Conservancy District contributes the remaining 15% of the Commission’s budget. Discrepancies between budgeted and actual percentages can be attributed to fees received from members who joined the Commission following final budget approval. Membership contributions for the year ended June 30, 2009 are summarized as follows:

	<u>Contributions</u>	<u>Percent</u>
State agencies	\$ 111,650	35.0 %
Utah County	40,656	12.7
Municipalities	118,844	37.3
Central Utah Water Conservancy District	<u>47,850</u>	<u>15.0</u>
	<u>\$ 319,000</u>	<u>100.0 %</u>

**Note 8. Retirement Plans**

The Commission participates in the Public Employees’ Noncontributory Retirement System, which is a cost-sharing multiple-employer, defined benefit pension plan administered by the Utah Retirement Systems (Systems). The Systems provides refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953, as amended. The Utah State Retirement Office Act in Chapter 49 provides for the administration of the Utah Retirement Systems and Plans under the direction of the Utah State Retirement Board whose members are appointed by the Governor.

The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Public Employees’ Noncontributory Retirement System. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

In the Public Employees’ Noncontributory Retirement System, the Commission is required to contribute 11.62 percent of the annual covered salary of eligible employees. The Commission’s contribution rates are the actuarially determined rates. The contribution

**UTAH LAKE COMMISSION**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

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**Note 8. Retirement Plans (Continued)**

requirements of the Systems are authorized by statute and specified by the Utah State Retirement Board.

The Commission's contributions to the Public Employees' Noncontributory Retirement System for the year ended June 30, 2009 totaled \$12,077. The contributions were equal to the required contributions for the year.

The Commission also participates in a deferred compensation plan – under Internal Revenue Code Section 401(k) – to supplement retirement benefits accrued by participants in the Systems. The Commission matches up to 4 percent of an employee's contribution to the 401(k). During the year ended June 30, 2009, employer contributions were \$3,914.

**Note 9. Interfund Transfer**

During 2009, the Commission created a new fund, the *capital projects fund*, to account for resources received and committed for special projects. During 2009, the Commission transferred \$30,000 from the *general fund* to the *capital projects fund* to initiate the fund.