



DAVIS TECHNICAL COLLEGE



ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2026

Kaysville, Utah

A Component Unit of the State of Utah



DAVISTECH

DAVIS TECHNICAL COLLEGE

A COMPONENT UNIT OF THE STATE OF UTAH

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2026

KAYSVILLE, UTAH

Prepared by the Fiscal Services Office

Jeff Lund, MBA, Vice President and Chief Financial Officer

Ed Eschler, CPA, Controller

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DAVIS TECHNICAL COLLEGE

INTRODUCTION



Fiscal Year Ended June 30, 2026

Kaysville, Utah

A Component Unit of the State of Utah

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September 15, 2026

To the Members of the College Board of Trustees
Davis Technical College

Management of Davis Technical College (College), a technical college within the Utah System of Higher Education and a component unit of the State of Utah, assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

The Utah State Auditor's Office has issued an unmodified ("clean") opinion on the College's financial statements for the fiscal year ended June 30, 2026. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the College

The College was established by the Utah State Legislature effective July 1, 1978, to provide technical education and workforce training opportunities to Utah residents. Effective July 1, 2017, the institution was renamed Davis Technical College. The College is a member institution of the Utah System of Higher Education and is governed by the Utah Board of Higher Education, with certain responsibilities and authority delegated to the College Board of Trustees. Additional information regarding the College's relationship with the Utah System of Higher Education is included in Note 1 to the financial statements.

The College supports local and statewide economic development by providing market-driven technical education that prepares students for high-demand careers and assists employers in meeting workforce needs across critical industries. Programs lead to institutional certificates and industry-recognized credentials, where applicable, and do not include general education coursework. The College utilizes a competency-based instructional model that allows students to progress at an individualized pace while receiving credit for prior education, training, skills, and experience. Academic programs are developed and maintained in collaboration with business and industry partners to help ensure training remains aligned with workforce needs and emerging employment opportunities.

The College maintains articulation agreements with secondary education partners to reduce the duplication of coursework and create efficient pathways for students pursuing technical education. In addition, pathway agreements with colleges and universities provide opportunities for students to continue their education beyond certificate completion. The College primarily serves residents and employers within Davis and Morgan Counties while welcoming students from throughout Utah and neighboring states.

In addition to the activities of the College, this report includes information related to the legally separate Davis Technical College Foundation, Inc. Because the Foundation's resources may only be used by, or for the benefit of,

Jeff Lund, MBA
Vice President and Chief Financial Officer

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Email: Jeff.Lund@davistech.edu

the College, it is considered a component unit and is included in these financial statements. Additional information regarding the Foundation can be found in Notes 1 and 12 to the financial statements.

The Board of Trustees annually adopts the College's operating budget. Funding is derived primarily from appropriations provided by the Utah State Legislature, supplemented by tuition, fees, grants, and other sources. Throughout the year, management monitors operating results, enrollment trends, and financial conditions, and the budget is amended as necessary to address changing needs, priorities, and funding levels.

Local Economy

The College's financial position remains closely tied to the economic health of the State of Utah, as a majority of its operating revenues are derived from State appropriations, grants, and capital funding. Utah's economy continues to demonstrate resilience, supported by ongoing employment growth and an unemployment rate that remains below the national average. During 2026, statewide employment continued to expand, with notable job growth in professional and business services, education and health services, and construction. Utah's unemployment rate remained at approximately 3.6%, reflecting continued demand for skilled workers across many industries.

The College's service region continues to benefit from a strong labor market, creating demand for workforce training and technical education programs that prepare students for employment in high-demand occupations. The College works closely with business and industry partners to align program offerings with workforce needs and to support the development of a skilled labor force that contributes to local and statewide economic growth. Continued workforce shortages in many technical and skilled occupations underscore the importance of the College's mission and position the College to play a critical role in meeting Utah's workforce development needs.

Long-term Financial Planning

The College's long-term planning framework includes annual operating forecasts, capital facilities planning, and ongoing assessment of future resource requirements. As a state-supported institution, the College works closely with the Utah State Board of Higher Education to identify and prioritize capital projects for legislative consideration. During Fiscal Year 2027, the College will update its capital facilities plan to help ensure facility and infrastructure investments remain aligned with workforce, educational, and community needs.

State Funding Environment

State appropriations and other state-supported funding sources continue to provide the majority of the College's financial resources. During Fiscal Year 2026, direct appropriations from the State of Utah totaled \$31,893,000, representing 42.8% of total revenues. In addition, the College received \$2,102,208 in state grants and contracts, or 2.8% of total revenues. These funds are appropriated through various state agencies and organizations and support workforce training, student services, and other institutional initiatives. Significant funding sources included contractual arrangements with the Utah Department of Corrections and scholarship programs administered through the Utah System of Higher Education.

The College also received \$27,165,242 in state-funded capital improvements during Fiscal Year 2026, which are reported as capital grants and represented 36.4% of total revenues. These investments supported the construction of a new welding facility and the completion of several major renovation projects across campus, further enhancing the College's ability to provide high-quality technical education and workforce training.

State appropriations, grants and contracts, and capital funding collectively represented the majority of the College's revenues during Fiscal Year 2026. Continued state investment reflects the important role technical education plays in supporting workforce development, meeting employer demand for skilled workers, and contributing to the economic vitality of the region and the State of Utah.

Statewide Higher Education Governance

The College continues to benefit from participation in the unified Utah System of Higher Education, which promotes coordination, efficiency, and strategic planning across Utah's public higher education institutions. Through the leadership of the Utah Board of Higher Education, the College collaborates with peer institutions on initiatives that support operational effectiveness, resource stewardship, and enhanced student services.

The College continued to collaborate with the Utah System of Higher Education to align academic programs, policies, and administrative procedures with system-wide standards and strategic priorities. Current system-wide efforts include the evaluation and implementation of shared administrative services, with particular emphasis on common student information system solutions for technical colleges and coordinated employee benefit programs. These initiatives are expected to improve consistency, leverage economies of scale, strengthen reporting capabilities, and support the efficient use of public resources. The College remains committed to participating in these efforts as they continue to evolve and provide long-term benefits to students, employees, and the State of Utah.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the College for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2025. This award represents the eighth consecutive year the College has received this prestigious recognition. The Certificate of Achievement is the highest form of recognition in governmental accounting and financial reporting and reflects the College's longstanding commitment to transparency, accountability, and excellence in financial reporting.

To earn this award, a government must publish an annual comprehensive financial report that is readily accessible, efficiently organized, and compliant with generally accepted accounting principles and program requirements. The Certificate of Achievement is valid for one year only. Management believes this report continues to meet the high standards established by the program, and it is being submitted to GFOA for consideration of an additional award.

The preparation of this report would not have been possible without the professionalism, expertise, and dedication of Ed Eschler, Controller, and the staff of the Fiscal Services Department. Their commitment to accurate financial reporting and sound financial management is greatly appreciated. We also extend our gratitude to Board Chair Tami Tran and the members of the Board of Trustees for their leadership and continued support of strong financial stewardship and accountability throughout the College.

Respectfully submitted,



Darin Brush
President/CEO



Jeff Lund, MBA
Vice President and Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Davis Technical College
Utah**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2025

Christopher P. Morill

Executive Director/CEO



DAVIS TECHNICAL COLLEGE

Organizational Chart

Utah System of Higher Education
Board of Higher Education

Commissioner of Higher Ed

Davis Technical College Board of Trustees:

Tami Tran (Chair)

Brad Wilson

Ginger Chinn

Morgan Sutherland

Kyle Brostrom (Vice Chair)

Brandon Howard

Justin Atkinson

Tucker Morgan

Andrea Brooks

Brigit Gerrard

Ken Romney



Darin Brush

Davis Technical College President
and Chief Executive Officer



Jeff Lund, MBA

Vice President and Chief
Financial Officer



Dr. Kelly Simerick, MBA

Vice President and Chief
Student Affairs Officer



Owen Horne

Vice President and Chief
Information Officer

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DAVIS TECHNICAL COLLEGE

FINANCIAL



Fiscal Year Ended June 30, 2026

Kaysville, Utah

A Component Unit of the State of Utah

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DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026

As management of Davis Technical College (the College), a component unit of the State of Utah, we present this Management's Discussion and Analysis (MD&A) of the College's financial position and results of operations for the fiscal year ended June 30, 2026, with comparative figures for the fiscal year ended June 30, 2025. This MD&A has been prepared in accordance with Governmental Accounting Standards Board (GASB) Statement No. 103, Financial Reporting Model Improvements, which the College implemented for the current reporting period. Consistent with the objectives of GASB 103, this discussion emphasizes the reasons for significant changes in the College's financial position and results of operations rather than restating the amounts already presented in the accompanying financial statements. Readers are encouraged to consider this MD&A together with the basic financial statements, the accompanying notes, and the letter of transmittal included in the introductory section of this report.

1. Overview of the Financial Statements

The College's basic financial statements consist of four components that are designed to work together: the Statement of Net Position, the Statement of Revenues, Expenses, and Changes in Net Position, the Statement of Cash Flows, and the accompanying Notes to the Financial Statements.

The Statement of Net Position reports the College's assets, deferred outflows of resources, liabilities, and deferred inflows of resources as of June 30, 2026, with the residual reported as net position, a measure of the College's overall financial condition at a point in time.

The Statement of Revenues, Expenses, and Changes in Net Position explains how and why that net position measure changed during the year, distinguishing the results of the College's ongoing operations from the effects of state appropriations, capital contributions, and other nonoperating activity.

The Statement of Cash Flows then reconciles those accrual-basis results to the College's actual cash inflows and outflows, providing a separate view of liquidity and the sources and uses of cash during the year.

The Notes to the Financial Statements provide the disclosures necessary to interpret the amounts presented in the three statements, including detail on capital assets, long-term liabilities, pension and other postemployment benefit obligations, and subscription-based information technology arrangements (SBITAs). Together, these components allow a reader to assess both the College's short-term liquidity and its longer-term financial capacity to sustain the level of services it provides to students and employers in its service area.

DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026

2. Financial Summary

The following condensed schedules summarize the College's financial position and results of operations for fiscal years 2026 and 2025. Explanations of the drivers behind these changes are provided in Section 3, Detailed Analysis.

Condensed Statement of Net Position	Year Ended June 30, 2026	Year Ended June 30, 2025	Increase (Decrease)
Current Assets	\$ 31,763,679	\$ 29,455,345	\$ 2,308,334
Noncurrent Assets	255,375	175,132	80,243
Capital Assets, Net	80,443,206	55,551,164	24,892,042
Total Assets	112,462,260	85,181,641	27,280,619
Deferred Outflows of Resources	1,568,670	1,869,805	(301,135)
Current Liabilities	3,221,556	2,571,382	650,174
Noncurrent Liabilities	3,304,777	4,299,958	(995,181)
Total Liabilities	6,526,333	6,871,340	(345,007)
Deferred Inflows of Resources	1,144,461	143,409	1,001,052
Net Position			
Net Investment in Capital Assets	80,216,026	55,328,644	24,887,382
Restricted	2,530,544	1,634,264	896,279
Unrestricted	23,613,566	23,073,789	539,777
Total Net Position	\$ 106,360,136	\$ 80,036,697	\$ 26,323,439

Condensed Statement of Revenues, Expenses and Changes in Net Position	Year Ended June 30, 2026	Year Ended June 30, 2025	Increase (Decrease)
Operating Revenues	\$ 11,975,388	\$ 12,215,745	\$ (240,357)
Operating Expenses	(48,313,929)	(44,927,915)	(3,386,014)
Operating Income (Loss)	(36,338,541)	(32,712,170)	(3,626,371)
Non-Capital Subsidies	34,111,240	31,696,955	2,414,285
Operating Income (Loss) and Non-Capital Subsidies	(2,227,301)	(1,015,215)	(1,212,086)
Other Non-Operating Revenues	28,560,709	1,944,257	26,616,452
Other Non-Operating Expenses	(9,969)	(5,677)	(4,292)
Non-Operating Income (Loss)	28,550,740	1,938,580	26,612,160
Change in Net Position	26,323,439	923,365	25,400,074
Net Position – Beginning of Year	80,036,697	79,366,337	670,360
Prior Period Adjustment	-	(253,005)	253,005
Net Position – Beginning of Year Restated	80,036,697	79,113,332	923,365
Total Net Position	\$ 106,360,136	\$ 80,036,697	\$ 26,323,439

DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026

Condensed Revenues	Year Ended June 30, 2026	% of Total	Year Ended June 30, 2025	Increase (Decrease)	% Change
Student Tuition and Fees	\$ 2,442,833	3.27%	\$ 2,718,894	\$ (276,061)	(10.15%)
Federal Grants and Contracts	91,471	0.12%	63,180	28,291	44.78%
State Grants and Contracts	2,102,208	2.82%	1,965,615	136,593	6.95%
Local Grants and Contracts	167,371	0.22%	80,640	86,731	107.55%
Nongovernmental Grants and Contracts	815,791	1.09%	864,586	(48,795)	(5.64%)
Federal Pell Grants	2,140,827	2.87%	2,273,251	(132,424)	(5.83%)
Sales and Services of Ed Depts	13,514	0.02%	28,684	(15,170)	(52.88%)
Auxiliary Enterprises	2,554,816	3.42%	2,784,907	(230,091)	(8.26%)
Other Operating Revenues	425,437	0.57%	267,825	157,612	58.85%
Independent Operations	1,221,120	1.64%	1,168,163	52,957	4.53%
Total Operating Revenues	11,975,388	16.04%	12,215,745	(240,357)	(1.97%)
State Appropriations	31,893,000	42.72%	29,297,900	2,595,100	8.86%
State Grants and Contracts (Non-Capital)	1,255,841	1.68%	1,590,041	(334,200)	(21.02%)
Federal Grants and Contracts (Non-Capital)	555,704	0.74%	409,201	146,503	35.80%
Gifts (Non-Capital)	406,695	0.54%	399,813	6,882	1.72%
Total Non-Capital Subsidies	34,111,240	45.68%	31,696,955	2,414,285	7.62%
Investment Income	1,324,707	1.77%	1,433,715	(109,008)	(7.60%)
Disposal of Capital Assets	70,760	0.09%	129,859	(59,099)	(45.51%)
Capital Grants	27,165,242	36.43%	173,912	26,991,330	15,520.11%
Capital Gifts	-	0.00%	34,250	(34,250)	(100.00%)
Other Non-Operating Revenues	-	-0.01%	172,521	(172,521)	(100.00%)
Total Other Non-Operating Revenues	28,560,709	38.28%	1,944,257	26,616,454	1,369.08%
Total Revenues	\$ 74,647,337	100.00%	\$ 45,856,957	\$ 28,790,380	62.78%

Condensed Expenses	Year Ended June 30, 2026	% of Total	Year Ended June 30, 2025	Increase (Decrease)	% Change
Operating Expenses:					
Salaries and Wages	\$ 22,453,606	46.46%	\$ 21,173,531	\$ 1,280,075	6.05%
Benefits	8,734,541	18.07%	8,169,511	565,030	6.92%
Actuarial Calculated Pension Expense	1,366,515	2.83%	1,154,247	212,268	18.39%
Scholarships	1,410,173	2.92%	1,388,946	21,227	1.53%
Utilities	826,168	1.71%	734,591	91,577	12.47%
Supplies and Other Services	7,570,309	15.67%	7,533,313	36,996	0.49%
Depreciation and Amortization	5,952,617	12.32%	4,773,776	1,178,841	24.69%
Total Operating Expenses	48,313,929	99.98%	44,927,915	3,386,014	7.54%
Nonoperating Expenses:					
SBITA Interest	9,969	0.02%	5,677	4,292	75.60%
Total Nonoperating Expenses	9,969	0.02%	5,677	4,292	75.60%
Total Expenses	\$ 48,323,898	100.00%	\$ 44,933,592	\$ 3,390,306	7.55%

**DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026**

3. Detailed Analysis

This section explains the principal drivers behind the changes summarized in Section 2. Consistent with GASB 103, the discussion focuses on why balances and results changed.

Net Position

Total net position grew by \$26,323,439, or 32.9%, extending the College's multi-year trend of positive growth in net position. The composition of this growth provides key insight into the College's financial condition. Net investment in capital assets increased by \$24,887,382 as capital additions outpaced depreciation and amortization. Significant additions included the new welding building, several campus remodel projects, and the purchase or replacement of major equipment. Restricted net position increased by \$896,279, or 54.8%, primarily due to one-time Technical College Equipment pass-through funds received for the replacement and purchase of equipment for the College's technical education programs. Unrestricted net position increased by \$539,777, or 2.3%, to \$23,613,566, reflecting current-year operational performance alongside prior-year non-lapsing balances and enhancing the College's overall financial flexibility.

Total assets increased by \$27,280,619, driven by increases of \$2,308,334 in current assets and \$24,892,042 in noncurrent assets. The growth in current assets was primarily attributable to a \$1,485,762 increase in cash and cash equivalents from regular operations. State agency receivables increased by \$367,030 and non-state receivables rose by \$499,716, while prepaid expenses grew by \$69,536. These increases were partially offset by a \$113,710 decline in inventory, reflecting the timing of purchases for the bookstore, cosmetology salon, and various academic programs.

Noncurrent assets increased by \$24,972,285 in total, resulting primarily from the capital additions described above, along with an \$80,243 increase in Davis Technical College Foundation restricted cash and cash equivalents.

Deferred Outflows decreased for the current year by \$301,135 to \$1,568,670 resulting from a net decrease between projected and actual earnings on pension plan investments of \$389,313 and a decrease resulting from changes in assumptions of \$90,076. These decreases were partially offset by an increase in the changes in proportion and differences between contributions and proportionate share of contributions of \$14,180, an increase in contributions subsequent to the measurement date of \$8,853 and an increase in the difference between expected and actual experience of \$155,221.

Total liabilities decreased by \$345,007, reflecting a \$650,174 increase in current liabilities offset by a \$995,181 decrease in noncurrent liabilities. The growth in current liabilities was primarily driven by higher accounts payable, with amounts due to state agencies increasing by \$245,293 and amounts due to non-state entities rising by \$245,082, due to the timing of payments made to vendors. Additionally, unearned revenue increased by \$46,880 due to the timing of student payment receipts, and the current portion of Subscription-Based Information Technology Arrangement (SBITA) liabilities increased by \$92,437.

**DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026**

The decrease in noncurrent liabilities was driven by a \$1,118,926 reduction in net pension liability and an \$87,777 decrease in the noncurrent portion of Subscription-Based Information Technology Arrangement (SBITA) liabilities. These reductions were partially offset by a \$167,409 increase in noncurrent accrued leave, reflecting vacation leave not expected to be used within one year, and an increase of \$39,593 in the noncurrent portion of accrued termination benefits resulting from a higher number of employees receiving early retirement benefits.

Deferred inflows of resources related to pensions increased by \$1,001,052 to \$1,144,461. This net change resulted from a net increase of \$1,093,927 between projected and actual earnings on pension plan investments. This increase was partially offset by a \$566 decrease in differences between actuarially expected and actual investment experience alongside changes in assumptions and a decrease of \$92,309 from changes in proportion and differences between contributions and proportionate share of contributions.

Operating Results

The College continues to report a GAAP operating loss of \$36,338,541 for fiscal year 2026, compared to \$32,712,169 for fiscal year 2025, which is consistent with expectations under the governmental reporting model and does not indicate financial distress. Because the College's primary funding source, state appropriations, is classified as nonoperating revenue within noncapital subsidies, the operating loss alone does not reflect the College's actual ability to support ongoing operations. Total noncapital subsidies of \$34,111,240, including \$31,893,000 in state appropriations, substantially offset the operating loss. When combined, operations and noncapital subsidies resulted in a net loss of \$2,227,301, reflecting the structure of the College's funding model and its continued capacity to meet operational needs.

Total revenues increased by \$28,790,380, or 62.8%, rising from \$45,856,957 in fiscal year 2025 to \$74,647,337 in fiscal year 2026. The most significant driver of this increase was the growth in other nonoperating revenues, which rose by \$26,616,452 due to the transfer of completed capital projects from the State Division of Facilities Construction and Management (DFCM). These capital contributions, primarily the new welding building and several campus remodel projects, are discussed in greater detail in Section 4.

Total noncapital subsidies grew by \$2,414,285, or 7.6%, driven primarily by a \$2,595,100, or 8.9%, increase in state appropriations. This state funding expansion reflects \$1,530,000 in growth funding, \$753,700 for employee compensation and benefits, and \$684,726 for performance, operations and maintenance, and other funding adjustments. Additionally, non-capital state grants and contracts decreased by \$334,200, or 21.0%, driven by one-time Utah Works CDL grant funds of \$376,043, received in the prior fiscal year, which was partially offset by increases in scholarship and equipment pass-through funding. Non-capital federal grants and contracts increased by \$146,503, or 35.8% resulting from an increase in federal Small Business Development Center funding.

Total operating revenues decreased by \$240,357, or 2.0%, to \$11,975,388. This decline was primarily driven by a reduction in student tuition and fees of \$276,061, or 10.2%.

**DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026**

Tuition revenue contracted due to a lower student headcount resulting from the scheduled teach-out of traditional cosmetology programs to adapt to Utah's newly enacted professional licensing frameworks. Additionally, student headcount in the Job Corps programs declined due to uncertainty in federal funding. Operating state grants and contracts increased by \$136,593, or 7.0%, primarily due to an increase in the contract with Utah Department of Corrections and the addition of two new contracts with the University of Utah. Auxiliary enterprises revenue decreased by \$230,091, or 8.3%, primarily due to lower sales in the salon (\$50,444) and bookstore (\$133,509), associated with the decline in student enrollment noted above.

Federal Pell Grants also decreased by \$132,424, or 5.8%. These reductions were partially offset by an increase in local grants and contracts of \$86,731, driven by the first full year of performance under a contract with Malan Peak High School, an increase in operating federal grants and contracts of \$28,291, independent operations growth of \$52,957 from Utah Nursing Assistant Registry activities, and an increase in other operating revenues of \$157,612.

Total other nonoperating revenues increased by \$26,616,452, primarily due to a \$26,991,330 increase in capital subsidies, which included the transfer of the welding building and completed remodel projects from the State of Utah Division of Facilities Construction and Management. This increase in capital subsidies was partially offset by a \$109,008 decrease in investment income due to lower interest rates, and a \$59,097 decrease in gains from the sale of capital assets, reflecting the timing and volume of assets sold.

Total operating expenses increased by \$3,386,014, or 7.5%, rising from \$44,927,915 in fiscal year 2025 to \$48,313,929 in fiscal year 2026. Personnel costs remained the primary driver of this increase. Salaries and wages grew by \$1,280,075, or 6.1%, to \$22,453,606, reflecting compensation adjustments and the addition of eight full-time positions, including a culinary café manager, a data privacy specialist, a system integration analyst, two welding instructors, a marketing design specialist, and two student services specialists. Employee benefits increased by \$565,030, or 6.9%, to \$8,734,541, largely due to higher health insurance premiums and staffing growth. Actuarially calculated pension expense rose by \$212,268, or 18.4%, to \$1,366,515, reflecting plan-level actuarial changes.

Among non-personnel operating categories, depreciation and amortization expense saw the most significant shift, increasing by \$1,178,841, or 24.7%, to \$5,952,617, primarily due to the completion and capitalization of the new welding building, campus remodeling projects, equipment additions, and software subscription assets placed into service during the year. Actuarial calculated pension expense increased by \$212,268, or 18.4%, to \$1,366,515, reflecting changes in actuarial assumptions or plan experience. Utility expenses increased by \$91,577, or 12.5%, to \$826,168, as a result of utility rate increases and facility usage. Supplies and other services increased slightly by \$36,996, or 0.5%, to \$7,570,309, while scholarship expenses rose by \$21,227, or 1.5%, to \$1,410,173.

Nonoperating expenses (SBITA interest) increased by \$4,292, or 75.6%, to \$9,969. Across all categories, overall total expenses (operating and nonoperating) increased by \$3,390,306, or 7.6%, to \$48,323,898.

**DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026**

4. Significant Capital Asset and Long-Term Financing Activities

Capital Assets

The College's capital assets, net of accumulated depreciation and amortization, totaled \$80,443,206 at June 30, 2026, an increase of \$24,892,042 from the prior year, as capital additions of \$31,375,610 were partially offset by depreciation and amortization expense of \$5,952,617 and asset retirements with a net book value of \$530,951. Of the current-year additions, \$27,165,242 relates to projects completed on the College's behalf by DFCM, consisting of \$26,679,197 for the welding building and completed remodel projects and \$486,045 for equipment. The remainder consisted of college funded additions of \$766,918 for building and remodel projects, \$1,542,371 for equipment, and \$468,208 for software subscriptions and other intangible assets recognized under GASB Statement No. 96, Subscription-Based Information Technology Arrangements. Construction in progress, principally related to remodeling projects, stood at \$1,432,871 at year-end.

Condensed Capital Assets, Net of Accumulated Depreciation and Amortization

Capital Assets (Net of depreciation and amortization)	Year Ended June 30, 2026	Year Ended June 30, 2025	Increase (Decrease)
Land	\$ 1,989,080	\$ 1,989,080	\$ -
Buildings and Improvements	73,560,919	50,736,831	22,824,088
Construction in Progress	1,432,871	514,032	918,839
Equipment	2,891,974	1,890,382	1,001,592
Intangibles	3,355	39,096	(35,741)
Software Subscriptions	565,007	381,743	183,264
Total Capital Assets, Net	\$ 80,443,206	\$ 55,551,164	\$ 24,892,042

Long-Term Financing and Related Obligations

The College does not currently enter into bonded debt, material lease financing arrangements or public-private partnerships. The College's principal long-term obligations continue to consist of subscription-based information technology arrangements (SBITAs) recognized pursuant to GASB Statement No. 96; additional details on SBITAs activity is provided in Note 6 to the Financial Statements.

**DAVIS TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2026**

5. Currently Known Facts, Decisions, or Conditions

Management is not aware of any currently known facts, decisions, or conditions that are expected to have a significant effect on the College's financial position or results of operations beyond those described below.

Utah Department of Corrections contract. Since 2010, the College has provided technical training — including automotive technology, machining, welding technology, culinary arts, and computer applications — to inmates at the Utah State Prison under contract with the Utah Department of Corrections. This contract was renewed in August 2025 and now runs through June 30, 2030.

State economic outlook and appropriations. The College derives a significant portion of its funding from legislative appropriations, and its ability to serve students and employers in the Davis and Morgan County service areas is therefore tied to the State of Utah's fiscal condition. As of June 30, 2026, Utah's annual employment growth of 1.5% and unemployment rate of 3.6% remained among the strongest in the nation, which has supported continued legislative funding for enrollment growth and compensation. A material deterioration in state revenues could constrain future appropriation growth relative to recent years.

Requests for Information

This financial report is designed to provide a general overview of Davis Technical College's finances for all those with an interest in the College's finances and to demonstrate accountability for the money it receives. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to the Fiscal Services Office, Davis Technical College, 550 East 300 South, Kaysville, Utah 84037.

DAVIS TECHNICAL COLLEGE
STATEMENT OF NET POSITION
June 30, 2026

ASSETS

Current Assets:

Cash and Cash Equivalents (Note 3)	\$ 29,188,093
Receivables (Note 4)	
Due from the State of Utah	1,336,590
Other	789,013
Inventories	239,680
Prepaid Expenses and Other Assets	210,303
Total Current Assets	<u>31,763,679</u>

Noncurrent Assets:

Restricted Cash and Cash Equivalents (Note 3)	255,375
Capital Assets, net (Note 6)	<u>80,443,206</u>
Total Noncurrent Assets	<u>80,698,581</u>
Total Assets	<u>112,462,260</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred Outflows Related to Pensions (Note 9)	<u>1,568,670</u>
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LIABILITIES

Current Liabilities:

Accounts Payable (Note 4)	
Due to the State of Utah	605,441
Other	953,073
Accrued Compensation Liabilities	1,179,461
Unearned Revenue	223,631
Funds Held in Custody for Others	5,361
Accrued Leave (Note 7)	25,225
Accrued Termination Benefits (Note 8)	28,783
Accrued Software Subscription Arrangements (Note 5)	200,581
Total Current Liabilities	<u>3,221,556</u>

Noncurrent Liabilities:

Net Pension Liability (Note 9)	1,586,440
Accrued Leave (Note 7)	1,639,064
Accrued Termination Benefits (Note 8)	39,593
Other Accrued Compensation Liabilities	13,081
Accrued Software Subscription Arrangements (Note 5)	26,599
Total Noncurrent Liabilities	<u>3,304,777</u>
Total Liabilities	<u>6,526,333</u>

DEFERRED INFLOWS OF RESOURCES

Deferred Inflows Related to Pensions (Note 9)	<u>1,144,461</u>
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NET POSITION

Net Investment in Capital Assets and Subscription Assets (Note 6)	80,216,026
Restricted for (Note 16):	
Expendable:	
Scholarships	429,522
Grants, Contracts and Other	2,101,022
Unrestricted	23,613,566
Total Net Position	<u>\$ 106,360,136</u>

The accompanying notes are an integral part of the financial statements.

DAVIS TECHNICAL COLLEGE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For the Fiscal Year Ended June 30, 2026

REVENUES

Operating Revenues:

Student Tuition and Fees (net of scholarship allowances of \$1,706,351)	\$ 2,442,833
Federal Grants and Contracts	91,471
State Grants and Contracts	2,102,208
Local Grants and Contracts	167,371
Nongovernmental Grants and Contracts	815,791
Federal Pell Grants	2,140,827
Sales and Services of Educational Departments	13,514
Auxiliary Enterprises (net of scholarship allowances of \$167,138)	2,554,816
Other Operating Revenues	425,437
Independent Operations	1,221,120
Total Operating Revenues	<u>11,975,388</u>

EXPENSES

Operating Expenses (Note 11):

Salaries and Wages	22,453,606
Benefits (Notes 1,7,8,9,10)	8,734,541
Actuarial Calculated Pension Expense (Note 9)	1,366,515
Scholarships	1,410,173
Utilities	826,168
Supplies and Other Services	7,570,309
Depreciation and Amortization (Note 6)	5,952,617
Total Operating Expenses	<u>48,313,929</u>
Operating Income (Loss)	<u>(36,338,541)</u>

NON-CAPITAL SUBSIDIES

State Appropriations	31,893,000
State Grants and Contracts	1,255,841
Federal Grants and Contracts	555,704
Gifts (Non Capital)	406,695
Total Non-Capital Subsidies	<u>34,111,240</u>
Operating Income (Loss) and Non-Capital Subsidies	<u>(2,227,301)</u>

OTHER NON-OPERATING REVENUES (EXPENSES)

Investment Income (Loss)	1,324,707
SBITA Interest	(9,969)
Disposal of Capital Assets	70,760
Capital Subsidies	27,165,242
Total Other Non-Operating Revenues (Expenses)	<u>28,550,740</u>

Change in Net Position	26,323,439
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NET POSITION

Net Position - Beginning of Year	80,036,697
Net Position - End of Year	<u>\$ 106,360,136</u>

The accompanying notes are an integral part of the financial statements.

DAVIS TECHNICAL COLLEGE
STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2026

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from Tuition and Fees	\$ 2,489,713
Receipts from Sponsors, Grants, and Contracts	2,501,493
Financial Aid Grants	2,140,827
Payments to Suppliers	(7,937,273)
Payments for Scholarships	(1,410,173)
Payments to Employees	(32,140,587)
Receipts from Auxiliary Enterprise Charges	2,363,418
Other Receipts	1,661,262
Net Cash Provided (Used) by Operating Activities	<u>(30,331,320)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

State Appropriations	31,893,000
Gifts and Grants Received for Other Than Capital Purposes:	
Private Gifts	486,698
State Grants and Contracts	1,255,841
Federal Grants and Contracts	555,704
Net Cash Flow Provided (Used) by Noncapital Financing Activities	<u>34,191,243</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Proceeds from Sale of Capital Assets	70,760
Interest on Subscription Liabilities	(9,969)
Principal Paid on Subscription Liabilities	(279,403)
Purchases of Capital Assets	(3,400,013)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(3,618,625)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest on Investments	1,324,707
Net Cash Provided (Used) by Investing Activities	<u>1,324,707</u>

Net Increase/(Decrease) in Cash	\$ 1,566,005
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CASH - BEGINNING OF YEAR

Cash and Cash Equivalents	27,702,331
Restricted Cash	175,132
Total Cash Beginning of Year	<u>27,877,463</u>

CASH - END OF YEAR

Cash and Cash Equivalents	29,188,093
Restricted Cash	255,375
Total Cash End of Year	<u>\$ 29,443,468</u>

(continued)

The accompanying notes are an integral part of the financial statements.

DAVIS TECHNICAL COLLEGE
STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2026
(continued)

RECONCILIATION OF NET OPERATING INCOME (LOSS) TO:

Net Cash Provided (Used) by Operating Activities:

Operating Income (Loss)	\$ (36,338,541)
Difference between Actuarial Calculated Pension Expense and Actual Contributions	183,261
Depreciation and Amortization Expense	5,952,617
In-Kind Gifts Received and Expensed	(80,003)
Change in Assets and Liabilities:	
Receivables	(866,746)
Inventories	113,710
Prepaid Expenses and Other Assets	(69,538)
Accounts Payable	490,375
Accrued Compensation Liabilities	2,706
Other Accrued Compensation Liabilities	4,520
Accrued Software Subscription Liabilities	4,660
Unearned Revenue	46,880
Funds Held in Custody for Others	1,191
Accrued Leave	165,618
Accrued Early Termination Benefits	57,970
Net Cash Provided (Used) by Operating Activities	<u><u>\$ (30,331,320)</u></u>

NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES

Construction projects transferred from State of Utah (DFCM)	<u>27,165,242</u>
Total Noncash Investing, Capital, and Financing Activities	<u><u>\$ 27,165,242</u></u>

The accompanying notes are an integral part of the financial statements.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Davis Technical College (College) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB).

Estimates

Preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

Reporting Entity

The College is a component unit of the State of Utah and is included in the State's *Annual Comprehensive Financial Report*.

The College was established July 1, 1978, by the Utah State Legislature to offer vocational and related instruction to secondary and adult students. The College operates in accordance with Section 53B-2-101 of the Utah Code Annotated 1953, as amended, as a member of the Utah System of Higher Education and is governed by the Utah Board of Higher Education with appropriate responsibilities and authority delegated to the College Board of Trustees.

Funding for the College is received primarily from direct appropriations from the Utah State Legislature, as well as tuition and fees, and grants and contracts with federal, state and local agencies.

Blended Presentation Component Unit

The Davis Technical College Foundation, Inc. (Foundation) is a legally separate and tax-exempt organization that was formed to exclusively benefit the College and its students. The College provides administrative resources for the daily operations of the Foundation. The nature of the relationship between the Foundation and College meets the requirements for the Foundation to be presented in the College's financial statements as a blended component unit. Further information, as well as condensed financials for the Foundation, can be found in Note 12.

Measurement Focus and Basis of Accounting

For financial reporting purposes, the College is considered a special purpose government entity engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The College distinguishes operating revenues and expenses from non-operating revenues and expenses in accordance with GASB Statement No. 103, Financial Reporting Model Improvements. Operating revenues and expenses generally result from providing services in connection with the College's principal mission of instruction. Certain grants and contracts that are aligned with the College's principal mission are reported as operating revenues. Revenues of the Utah Nursing Assistant Registry are reported as independent operations which is part of the operating revenues of the College. Operating expenses include the cost of instruction, student services, academic support, institutional support, operations and maintenance, depreciation, and other expenses incurred in carrying out the College's principal mission.

Revenues and expenses are reported as nonoperating if they are derived from or related to subsidies, endowments, financing activities, capital asset and inventory disposals, or investment activities, as defined by GASB Statement No. 103. Nonoperating revenues include, but are not limited to, noncapital state appropriations, noncapital grants and gifts, investment income, and capital appropriations. Nonoperating expenses include losses on the disposal of capital assets and other expenses associated with disposal or investment activities. Additional information regarding the implementation of GASB 103 can be found in Note 2.

When both restricted and unrestricted resources are available for use, it is generally the College's policy to use restricted resources first, then unrestricted resources as they are needed.

Cash & Cash Equivalents and Investments

The College's cash and cash equivalents are generally considered short-term, highly liquid investments with a maturity of three months or less from the purchase date.

Cash and investment management at the College is administered in accordance with the Utah Money Management Act (Section 51-7, Utah Code Annotated, 1953, as amended).

Investments are recorded at fair value in accordance with GASB Statement No. 72, Fair Value Measurement and Application. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventories

Inventories of supplies are recorded at cost. The Bookstore, Cosmetology Salon, and Print Center inventories held for resale are carried at the lower of cost or market utilizing an average cost basis.

Income Taxes

The component unit Foundation is a not-for-profit corporation that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code.

Capital Assets

Capital assets include property, buildings, equipment and Subscription-Based Information Technology Arrangements (SBITAs) . Capital assets are defined by the College as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40
Building Improvements	1-30
Equipment	5-15
Vehicles	5-10
Furniture	10
Computer Equipment	3-5

Subscription-Based Information Technology Arrangements

GASB Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs), requires the College to recognize a subscription liability and a subscription asset for certain subscriptions purchased for educational programs and administrative uses. Subscription assets and subscription liabilities are recorded at the present value of payments expected to be made during the subscription term. The College measured qualifying SBITAs using a 5-year discount rate provided by the Utah Division of Finance. Subscription assets are amortized using the straight-line method over the shorter of the subscription term or the useful life of the underlying asset.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The College also enters into Prepaid Subscription-Based Information Technology Arrangements, which are contracts with terms longer than 12 months and total costs of \$5,000 or more, paid in full at the start of the arrangement. Although a subscription asset is recognized, no corresponding liability is recorded, as there are no future payment obligations. As such, these arrangements are not subject to the liability recognition requirements of GASB 96.

Additional information regarding SBITAs can be found in Note 5.

Compensated Absences

In accordance with the College's policy, eligible employees may accumulate earned but unused vacation benefits up to a maximum of 280 hours. Vacation leave is accrued as it is earned, based on the employee's years of service and employee group. While there is no requirement for employees to use their vacation leave, accruals cease once the maximum balance of 280 hours is reached. Upon termination, employees are paid for any earned but unused vacation leave. Eligible employees may also accumulate sick leave up to a maximum of 800 hours. Unused sick leave is not paid upon termination.

GASB Statement No. 101, Compensated Absences requires governments to recognize a liability for compensated absences when the benefit is earned and to measure the liability based on the amount of leave expected to be paid, including both salary and applicable salary-related payments.

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.

Leases

The College leases space to a charter school and other various entities mainly affiliated through the Business Resource Center and has determined that these leases are classified as short-term leases and do not meet the criteria for additional reporting required under the GASB 87 lease standard.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, financial statements will sometimes report a separate section for deferred outflows of resources related to pension liabilities. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources related to pensions. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

Prior Year's Presentation

The financial statement notes and Management's Discussion and Analysis include partial prior year information. Certain amounts presented in the prior year data may have been reclassified to be consistent with the current year's presentation.

NOTE 2 – ADOPTION OF GASB STATEMENT 103 - FINANCIAL REPORTING IMPROVEMENTS

Effective for the fiscal year ended June 30, 2026, Davis Technical College adopted Governmental Accounting Standards Board (GASB) Statement No. 103, *Financial Reporting Model Improvements*. GASB Statement No. 103 revises the presentation and classification of revenues and expenses in the statement of revenues, expenses, and changes in net position, including updated definitions of operating and nonoperating activities and the addition of a required subtotal for operating income (loss) and noncapital subsidies.

In accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*, comparative prior-year financial information has been retroactively reclassified, where applicable, to conform to the presentation requirements of GASB Statement No. 103. The adoption of this standard affected only the presentation and classification of certain revenues and expenses and had no impact on the College's beginning net position, change in net position, or total net position.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 3 - DEPOSITS AND INVESTMENTS

The College follows the requirements of the Utah Money Management Act (the Act) (Section 51-7, Utah Code Annotated, 1953, as amended) in handling its depository and investment transactions. The Act requires the depositing of College funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and which has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

The State of Utah Money Management Council has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the state, and review the rules adopted under the authority of the Act that relate to the deposit and investment of public funds.

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the College's deposits may not be returned to it. The College does not have a formal deposit policy for custodial credit risk. As of June 30, 2026, \$137,401 of the College's bank balances of \$387,401 was uninsured and uncollateralized. All of the Foundation's \$6,012 bank balances were insured.

Investments

The Utah Money Management Act defines the types of securities authorized as appropriate investments for the College's funds and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities.

Statutes authorize the College to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable depositories; repurchase and reverse repurchase agreements; commercial paper that is classified as "first tier" by two nationally recognized statistical rating organizations; bankers' acceptances; obligations of the United States Treasury including bills, notes, and bonds; obligations, other than mortgage derivative products, issued by U.S. government sponsored enterprises (U.S. Agencies) such as the Federal Home Loan Bank System, Federal Home Loan Mortgage Corporation (Freddie Mac) and Federal National Mortgage Association (Fannie Mae), bonds, notes, and other evidence of indebtedness of political subdivisions of the State; fixed rate corporate obligations and variable rate securities rated "A" or higher, or the equivalent of "A" or higher, by two nationally recognized statistical rating organizations;

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

shares or certificates in a money market mutual fund as defined in the Money Management Act; and the Utah State Public Treasurers Investment Fund (PTIF).

The Utah State Treasurer's Office operates the PTIF. The PTIF is available for investment of funds administered by any Utah public treasurer and is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act (Section 51-7, Utah Code Annotated, 1953, as amended). The Act established the Money Management Council which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah, and participants share proportionally in any realized gains or losses on investments.

The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses of the PTIF, net of administration fees, are allocated based upon the participant's average daily balance. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares.

Fair Value of Investments

The College 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.

The debt and equity securities classified in Level 2 are valued using the application of the June 30, 2026 fair value factor, as calculated by the Utah State Treasurer, to the College's ending balance in the Fund.

At June 30, 2026, the College and Foundation had the following recurring fair value measurements.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
State of Utah Public Treasurers' Investment Fund	\$29,036,290	-	\$29,036,290	-

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk that the value of an investment will be adversely affected by changes in market investment rates. The College manages exposure to declining value by investing primarily in the PTIF and by complying with the Act. The Act requires the remaining term to maturity of investments may not exceed the period of the availability of the funds to be invested. The Act further limits the remaining time to maturity of commercial paper to 270 days or less and fixed rate negotiable deposits and corporate obligations to 365 days or less.

As of June 30, 2026, the College and Foundation had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
State of Utah Public Treasurers' Investment Fund	\$29,036,290	\$29,036,290	-	-	-

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The College's policy for reducing its exposure to credit risk is to comply with the State's Money Management Act as previously discussed.

As of June 30, 2026, the College and Foundation had the following investments and quality ratings:

Investment Type	Fair Value	Quality Ratings	
		AAA	Unrated
State of Utah Public Treasurers' Investment Fund	\$29,036,290	-	\$29,036,290

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Concentration of Credit Risk

Concentration of Credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The College's policy for reducing this risk of loss is to comply with the Rules of the Money Management Council. Rule 17 of the Money Management Council limits investments in a single issuer of commercial paper and corporate obligations to 5-10% depending upon the total dollar amount held in the portfolio.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the College will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The College does not have a formal policy for custodial credit risk.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 4 – ACCOUNTS RECEIVABLE AND ACCOUNTS PAYABLE

Schedule of Accounts Receivable

	<u>June 30, 2026</u>
Amounts due from the State of Utah	
Student Tuition and Fees	\$ 1,056
State Grants and Contracts	1,198,621
Operations	37,769
Independent Operations	99,144
Total due from the State of Utah	<u>1,336,590</u>
Amounts due from Others	
Student Tuition and Fees	95,983
Federal Grants and Contracts	550,195
Local Grants and Contract	66,137
Nongovernmental Grants and Contracts	5,400
Operations	71,298
Total due from Others	<u>789,013</u>
 Total Accounts Receivable	 <u><u>\$ 2,125,603</u></u>

Schedule of Accounts Payable

	<u>June 30, 2026</u>
Amounts due to the State of Utah	605,441
Amounts due to Others:	
Students	26,889
Sponsors	49,735
Vendors	867,790
Employees	8,659
Total amounts due to Others	<u>953,073</u>
 Total Accounts Payable	 <u><u>\$ 1,558,514</u></u>

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 5 – SUBSCRIPTION-BASED IT ARRANGEMENTS

The College has entered into several Subscription-Based Information Technology Arrangements (SBITAs) for educational programs and administrative uses. Total payments for such arrangements were \$473,517, which includes \$9,969 interest expense, for the fiscal year ended June 30, 2026. The following is a schedule by year of future subscription-based information technology obligations for the previously described arrangement:

Fiscal Year	Total Future SBITA Payments	Less Amounts Representing Interest	Present Value of Future SBITA Payments
2027	\$ 205,896	\$ 5,315	\$ 200,581
2028	15,594	566	\$ 15,028
2029	7,083	235	\$ 6,848
2030	4,810	87	\$ 4,723
Total	<u>\$ 233,383</u>	<u>\$ 6,203</u>	<u>\$ 227,180</u>

Outstanding capital-related liabilities activity for year ended June 30, 2026:

	Balance June 30, 2025	Increases	Decreases	Balance June 30, 2026
Software Based Agreements	\$ 222,520	\$ 284,063	\$ (279,403)	\$ 227,180

Variable Subscription Arrangements

The College utilizes cloud-based campus communication and conferencing software. Under the terms of these agreements, subscription payments are fully variable and are determined periodically based on actual operational usage and consumption metrics, with no contractually guaranteed minimums or baseline payment floors.

Because these payments depend entirely on consumption and contain no fixed-payment obligations, no subscription liabilities or intangible right-to-use subscription assets have been recognized in the College's financial statements. For the fiscal year ended June 30, 2026, the College recognized \$8,336 in operational expenses related to these variable SBITA arrangements.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 6 – CAPITAL ASSETS

Additions to capital assets include amounts paid for by the College as well as additions paid for by the State Division of Facilities Construction and Management (DFCM). Capital asset activity for the fiscal year ended June 30, 2026, was as follows:

	Balance June 30, 2025	Additions from College	Additions from DFCM	Reductions & Retirements	Balance June 30, 2026
Capital Assets - Depreciated					
Buildings & Improvements	\$ 90,534,745	\$ 766,918	\$ 26,679,197	\$ -	\$ 117,980,860
Construction in Progress	514,032	1,432,871	-	(514,032)	1,432,871
Equipment	11,976,144	1,542,370	486,045	(330,160)	13,674,400
Intangibles	583,359	-	-	-	583,359
Software Subscriptions	700,754	468,208	-	-	1,168,962
Capital Assets - Not Depreciated					
Land	1,989,080	-	-	-	1,989,080
Total	<u>106,298,114</u>	<u>4,210,367</u>	<u>27,165,242</u>	<u>(844,192)</u>	<u>136,829,532</u>
Less Accumulated Depreciation & Amortization					
Buildings & Improvements	39,797,914	4,622,026	-	-	44,419,940
Equipment	10,085,763	1,009,905	-	(313,241)	10,782,427
Intangibles	544,263	35,741	-	-	580,004
Software Subscriptions	319,010	284,945	-	-	603,955
Total Accumulated Depreciation and Amortization	<u>50,746,950</u>	<u>5,952,617</u>	<u>-</u>	<u>(313,241)</u>	<u>56,386,326</u>
Net Capital Assets	<u>\$ 55,551,164</u>	<u>\$ (1,742,250)</u>	<u>\$ 27,165,242</u>	<u>\$ (530,951)</u>	<u>\$ 80,443,206</u>
Less Outstanding Principal of Capital Related Liabilities					
Software Subscriptions	222,520	284,063	-	(279,403)	227,180
Total Outstanding Principal of Capital Related Liabilities	<u>222,520</u>	<u>284,063</u>	<u>-</u>	<u>(279,403)</u>	<u>227,180</u>
	55,328,644	(2,026,313)	27,165,242	(251,548)	80,216,026
Net Investment In Capital Assets	<u>\$ 55,328,644</u>	<u>\$ (2,026,313)</u>	<u>\$ 27,165,242</u>	<u>\$ (251,548)</u>	<u>\$ 80,216,026</u>

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 7 - ACCRUED LEAVE

The College records a liability for compensated absences in accordance with Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. A liability is recognized for leave that has been earned but not used when the leave is attributable to services already rendered, accumulates, and is more likely than not to be used for time off or otherwise paid or settled. The liability includes the salary-related payments that are directly and incrementally associated with payments for leave, including the College's share of applicable payroll-related costs.

The following is a summary of changes in accrued leave during the fiscal year:

	<u>Accrued Leave</u>
Balance at June 30, 2025	\$ 1,498,672
Additions to Accrued Leave	2,058,008
Accrued Leave Used	<u>(1,892,391)</u>
Balance at June 30, 2026	<u>\$ 1,664,289</u>
Amount due through June 30, 2027	\$ 25,225

NOTE 8 - ACCRUED TERMINATION BENEFITS

The following is a summary of changes in accrued termination benefits during the fiscal year:

	<u>Stipends</u>	<u>Medical Insurance</u>	<u>Total</u>
Balance at June 30, 2025	\$ -	\$ 10,406	\$ 10,406
Additions	-	68,376	68,376
Deletions (Payments)	-	(10,406)	(10,406)
Balance at June 30, 2026	<u>\$ -</u>	<u>\$ 68,376</u>	<u>\$ 68,376</u>
Amount due through June 30, 2027	\$ -	\$ 28,783	\$ 28,783

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 8 - ACCRUED TERMINATION BENEFITS (Continued)

In accordance with the College's Early Retirement Incentives Policy, employees who (1) were hired into a full-time position with the College prior to December 1, 2004, (2) have ten years of service, (3) retire prior to the time they become eligible to receive unreduced social security benefits, and (4) are of the following age and service may apply for early retirement incentive benefits:

- A) Age 62 with at least 10 years of service
- B) Age 60 with at least 20 years of service
- C) Any age with at least 25 years of service

Administrative approval is required to participate in the incentive program. It is the intent of management that the incentive program is not to be considered an entitlement nor a right automatically available to employees who meet the eligibility criteria. Employees who retire under the incentive program receive a stipend of fifteen percent of their annual salary per year for three consecutive years, or until they become eligible to receive unreduced social security benefits, whichever occurs first.

Employees of the College earn sick leave at a rate of 96 hours per year and accumulate a maximum accrual of 800 hours. The College does not reimburse employees for unused sick leave upon termination, except those employees approved under the incentive program. Sick leave is expended when used. If approved under the incentive program, the College will pay eligible employees 20 percent of the employee's accumulated sick leave for leave accumulated prior to June 30, 2004. The employee may use the 20 percent sick leave amount to acquire health insurance during retirement or apply the amount towards a retirement account.

Employees who retire under the incentive program continue to be enrolled in the College's group medical and dental programs until they become eligible for Medicare, or for the ten consecutive years following retirement, whichever occurs first. This enrollment is contingent upon the retirees contributing the balance of the premiums over that paid by the institution for the first three years, and the full premium the following seven years.

Three former employees received benefits under this policy during the period. Discount and inflation adjustments were considered immaterial.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 9 - DEFINED BENEFIT PENSION PLANS

As required by state law, eligible non-exempt employees (as defined by the U.S. Fair Labor Standards Act) of the College are covered by the Utah State Retirement Systems (Systems or URS) and eligible exempt employees (as defined by the U.S. Fair Labor Standards Act) are covered by the Teachers Insurance and Annuity Association (TIAA). Eligible College Faculty and Professional/Administrative employees who were employed by the College and enrolled in the Systems on or before June 30, 2003 were allowed to elect to continue participation in the Systems or to begin to participate in TIAA.

Plan Description

The Systems are comprised of the following Pension Trust Funds which are multiple-employer, cost-sharing public employee retirement systems:

Public Employees Noncontributory Retirement System (Noncontributory System)

Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System)

The Tier 2 Public Employees System became effective July 1, 2011. All eligible employees beginning 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 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/general/publications.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

Benefits Provided

Utah Retirement Systems provides retirement, disability, and death benefits. Retirement benefits are as follows:

Summary of Benefits by System

	Final Average Salary	Years of service required and/or age eligible for benefit	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%
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%

* Actuarial reductions are applied.

** All post-retirement cost-of-living adjustments are non-compounding and are based on the original benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (CPI) increase for the year, although unused CPI increases not met may be carried forward to subsequent years

Funding Policy

As a condition of participation in the Systems, the College is required to contribute certain percentages of salary and wages as authorized by statute and specified by the Utah State Retirement Board. Contributions are actuarially determined as an amount that 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 for the pension portion of the plans for the year were as follows:

	Employer Contribution Rates	Employee Required Contribution
Noncontributory System	21.19%	0%
Noncontributory System, Post Retired Amortization	8.94%	0%
Tier 2 Public Employees System*	19.02%	0.81%

*Tier 2 rates include a 8.94% required contribution to finance the unfunded actuarial accrued liability of the Tier 1 plans.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

Contributions recorded by the Systems are detailed in the following chart and were equal to the required contributions for each year. Due to timing differences between the College and the Systems' fiscal years, and the Systems' recognition policies, these amounts may not match the College's expenses for the period.

	Employer Contributions	Employee
Noncontributory System	\$ 594,394	\$ N/A
Tier 2 Public Employees System*	509,447	21,696
Total Contributions	\$1,103,841	\$21,696

*Contributions in the Tier 2 Systems are used to finance the unfunded liabilities in the Tier 1 Systems.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and
Deferred Inflows of Resources Related to Pensions

At June 30, 2026, the College reported a net pension asset of \$0 and a net pension liability of \$1,586,440. The net pension liability decreased \$1,118,926 from the June 30, 2025 balance of \$2,705,366. None of this is due within the next fiscal year.

	Measurement Date: December 31, 2025			December 31, 2024	Change
	Net Pension Asset	Net Pension Liability	Proportionate Share	Proportionate Share	(Decreases)
Noncontributory System	\$0	\$1,391,934	0.1115585%	0.1098964%	0.0016621%
Tier 2 Public Employees System	0	194,506	0.0788913%	0.0735571%	0.0053342%
	\$0	\$1,586,440			

The net pension asset and liability was measured as of December 31, 2025, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2025 and rolled forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the College's actual contributions to the Systems during the plan year over the total of all employer contributions to the Systems during the plan year.

For the Year Ended June 30, 2026, the College recognized a pension expense of \$1,366,515.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and
Deferred Inflows of Resources Related to Pensions (continued)

As of June 30, 2026, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 857,660	\$ 968
Changes in assumptions	69,271	-
Net difference between projected and actual earnings on pension plan investments	-	1,093,928
Changes in proportion and differences between contributions and proportionate share of contributions	52,598	49,565
Contributions subsequent to the measurement date	589,141	-
Total	<u>\$1,568,670</u>	<u>\$ 1,144,461</u>

The College reported \$589,141 as deferred outflows of resources related to pensions results from contributions made prior to the fiscal year end, but subsequent to the measurement date of December 31, 2025. 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 will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Deferred Outflows (Inflows) of Resources</u>
2026	\$739,600
2027	(332,233)
2028	(364,423)
2029	(337,104)
2030	28,411
Thereafter	100,817

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and
Deferred Inflows of Resources Related to Pensions (continued)

Actuarial assumptions: The total pension liability in the December 31, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 %
Salary increases	3.50 % - 9.50 % average, including inflation
Investment rate of return	6.85 %, net of pension plan investment expense, including inflation

Mortality rates were developed from an actuarial experience study dated January 1, 2023 developed using URS retiree experience based on gender, occupation, and age as appropriate with projected improvement using the ultimate rates from the MP-2020 improvement scale using a base year of 2020. The mortality assumption for active members is the PUB-2010 Employees Mortality Table for public employees, teachers, and public safety members, respectively.

The actuarial assumptions used in the January 1, 2025, valuation were based on the results of an actuarial experience study for the period ending December 31, 2022.

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 and is applied consistently to each defined benefit pension plan. 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.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and
Deferred Inflows of Resources Related to Pensions (continued)

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	Expected Return Arithmetic Basis		
	Target Asset Allocation	Real Return Arithmetic Basis	Long-Term expected portfolio real rate of return
Equity securities	35%	6.68%	2.34%
Debt securities	20%	2.06%	0.41%
Real assets	18%	5.26%	0.95%
Private equity	12%	9.80%	1.18%
Absolute return	15%	3.96%	0.59%
Cash and cash equivalents	0%	0.49%	0.00%
Totals	100%		5.47%
	Inflation		2.50%
	Expected arithmetic nominal return		7.97%

The 6.85% assumed investment rate of return is comprised of an inflation rate of 2.5% and a real return of 4.35% that is net of investment expense.

Discount rate

The discount rate used to measure the total pension liability was 6.85%. 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.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

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 of 6.85%, 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 (5.85%) or 1-percentage-point higher (7.85%) than the current rate:

	1% Decrease (5.85%)	Discount Rate (6.85%)	1% Increase (7.85%)
Proportionate share of Net Pension (asset)/liability			
Noncontributory System	\$5,511,289	\$1,391,934	\$(2,093,623)
Tier 2 Public Employees System	<u>764,963</u>	<u>194,506</u>	<u>(250,632)</u>
	\$6,276,252	\$1,586,440	\$(2,344,255)

Pension Plan Fiduciary Net Position

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

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 10 - DEFINED CONTRIBUTION PLANS

Utah Retirement Systems

The College participates in the 401(k) plan administered by the Utah Retirement Systems (Systems). This plan is a defined contribution plan. The plan is established and governed by Chapter 49 of the Utah Code Annotated, 1953, as amended. The 401(k) plan is a supplemental plan to basic retirement benefits of URS. The College is required by statute to contribute 1.5% of eligible employees' salaries which vests immediately. During the year ended June 30, 2026, the College contributed \$131,140.

For employees participating in the Tier 2 Public Employees defined contribution plan (Tier 2 DC), the College is required to contribute 19.02% of the employees' salaries, of which 10 percent is paid into a 401(k)/457 plan while the remainder is contributed to the Tier 1 Contributory Public Employee System, as required by law.

In September of 2011, eligible employees of the College voted to not participate in the Social Security system as allowed under the guidelines of Section 218 of the Social Security Act. As a result, beginning in October of 2011, the College began contributing 6.2% of these eligible employee's salaries into their respective URS 401(k) accounts in place of the Employer's Social Security contribution. These contributions totaled \$1,128,875 for the year ended June 30, 2026. Voluntary contributions may also be made into the plan by employees, subject to plan and internal revenue code limitations. During the year ended June 30, 2026, College employees made voluntary contributions to the plan of \$830,083.

Teachers Insurance and Annuity Association

Eligible Faculty and Professional/Administrative employees of the College participate in the Teachers Insurance and Annuity Association (TIAA). Eligible College Faculty and Professional/Administrative employees who were employed by the College and enrolled in the Utah State Retirement Systems on or before June 30, 2003 were allowed to elect to continue participation in the Systems or to begin participation in TIAA.

TIAA provides individual retirement fund contracts with each participating employee. The benefits provided to retired employees are based on the value of the individual contracts and the estimated life expectancy of the employee at retirement. Participation in TIAA is authorized by Chapter 49 of the Utah Code Annotated, 1953, as amended. Contributions by the College to the employee's contract become vested at the time the contribution is made. Employees are eligible to participate from the date of employment and are not required to contribute to the fund. For the year ended June 30, 2026, the College's contribution to this defined contribution retirement plan was 14.2% of the participating employees' annual salaries.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 10 - DEFINED CONTRIBUTION PLANS (Continued)

Teachers Insurance and Annuity Association (continued)

The College has no further liability once contributions are made. During the year ended June 30, 2026, the College contributed \$1,745,027 to the plan, and employees made voluntary contributions to the plan of \$217,945.

NOTE 11 - NATURAL AND FUNCTIONAL EXPENSE CLASSIFICATIONS

The following is a summary of natural expense classifications with functional expense classifications for the year ended June 30, 2026

	Salary and Wages	Employee Benefits*	Scholarships	Utilities	Supplies & Other	Depreciation & Amortization	Total
Instruction	\$ 11,040,989	\$ 4,649,907	\$ 1,751	\$ -	\$ 3,175,826	\$ -	18,868,473
Academic Support	2,423,187	1,234,956	-	-	103,003	-	3,761,146
Student Services	3,155,810	1,533,870	-	-	629,392	-	5,319,072
Institutional Support	2,842,965	1,388,891	-	13,977	606,483	-	4,852,316
Operations and Maintenance	1,805,502	837,208	-	808,719	714,239	5,952,617	10,118,285
Scholarships	-	-	1,408,422	-	50	-	1,408,472
Auxiliary	963,571	344,488	-	3,472	1,724,591	-	3,036,122
Independent Operations	221,582	111,736	-	-	616,725	-	950,043
Total	\$ 22,453,606	\$ 10,101,056	\$ 1,410,173	\$ 826,168	\$ 7,570,309	\$ 5,952,617	\$ 48,313,929

* Employee Benefits includes the Actuarial Calculated Pension Expense

NOTE 12 – DAVIS TECH FOUNDATION -Blended Presentation Component Unit

The Davis Technical College Foundation, Inc. (Foundation) is a legally separate, tax-exempt component unit of the College. The Foundation acts exclusively as a fund-raising organization to supplement the resources that are available to the College in support of its programs. The majority of the resources or income the Foundation holds and invests is restricted to the activities of the College by the donors. Additionally, the College Board of Trustees approves the individuals who are appointed to serve on the Foundation's separate Board of Trustees. With these limits on use of Foundation funds and the level of control of the Foundation Board, the Foundation is considered a component unit of the College and is presented in the College's financial statements as a blended component unit. During the year ended June 30, 2026, the Foundation distributed \$618,454 to the College for both restricted and unrestricted activities.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 12 – DAVIS TECH FOUNDATION - Blended Presentation Component Unit (Continued)

The following is a condensed version of the Foundation's audited financial statements for the fiscal year. Separately issued audited financial statements for the Foundation can be obtained from the Foundation at 550 East 300 South, Kaysville, Utah 84037.

DAVIS TECHNICAL COLLEGE FOUNDATION
CONDENSED STATEMENT OF NET POSITION
June 30, 2026

	Davis Tech Foundation	Elimination	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 8,002,131		\$ 8,002,131
Accounts Receivable	5,400		5,400
Prepaid Expenses	-		-
Noncurrent Assets			
Restricted Cash and Investments	255,375		255,375
Total Assets	8,262,906	\$ -	\$ 8,262,906
LIABILITIES			
Current Liabilities	39,807	(39,807)	0
Total Liabilities and Unearned Reve	39,807	(39,807)	0
NET POSITION			
Expendable	458,089	39,807	497,896
Unrestricted	7,765,010		7,765,010
Total Net Position	\$ 8,223,099	\$ 39,807	\$ 8,262,906

DAVIS TECHNICAL COLLEGE FOUNDATION
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For the Fiscal Year Ended June 30, 2026

	Davis Tech Foundation	Elimination	Total
OPERATING REVENUS:			
Gifts	\$ 346,518		\$ 346,518
Fund Raisers	100,650		100,650
Total Operating Revenues	447,168		447,168
OPERATING EXPENSES:			
Staff Support	50,000	(50,000)	-
Scholarships	464,527	(464,527)	-
Equipment Donations	58,183	(58,183)	-
Other Expenses	120,803	(45,744)	75,059
Total Operating Expenses	693,513	(618,454)	75,059
Operating Income	(246,345)	618,454	372,109
NONOPERATING REVENUES:			
Interest & Other Income	333,889		333,889
Gain on Sale of Investment	-		-
Total Nonoperating Revenues	333,889		333,889
NET POSITION			
Change in Net Position	87,544	618,454	705,998
Net Position at beginning of year	8,135,555		8,135,555
Eliminating Adjustments		(578,647)	(578,647)
Net Position at end of year	\$ 8,223,099	\$ 39,807	\$ 8,262,906

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 12 – DAVIS TECH FOUNDATION - Blended Presentation Component Unit (Continued)

DAVIS TECHNICAL COLLEGE FOUNDATION
CONDENSED STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2026

CASH FLOWS FROM OPERATING ACTIVITIES

Cash received through contributions & fundraisers	\$ 363,185
Cash payments for operations	(141,140)
Cash payments for scholarships	(464,527)
Net Cash Provided by (Used in) Operating Activities	<u>(242,482)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest and Dividends	<u>333,889</u>
Net Cash Provided by (Used in) Investing Activities	333,889
 Increase in Cash and Cash Equivalents	 91,407
Cash and Cash Equivalents at Beginning of Year	<u>8,166,099</u>
Cash and Cash Equivalents at End of Year	<u>\$ 8,257,506</u>

NOTE 13 - UTAH CAREER PATH HIGH CHARTER SCHOOL

The College is the Authorizer for Utah Career Path High (CPH) which is a legally separate, state-funded, early-college charter school located on the College campus that opened in the fall of 2013. As Authorizer, the College fills a limited oversight role in the operation of the charter school as outlined in the Utah State Code 53G-5-306(7). The relationship between the entities does not meet the requirements that would necessitate their inclusion in the College financial statements as a Component Unit or Related Organization according to GASB Statements 14 and 39, as amended by GASB Statement 61. The CPH Governing Board is separate from the College Board of Trustees, and the College may only appoint a minority of the members to that Governing Board.

NOTE 14 – CONTINGENT LIABILITIES

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenses that may be disallowed by the grantor cannot be determined at this time, although the College expects such amounts, if any, to be immaterial.

The College has received notice of various legal actions arising out of the normal course of business. The College is vigorously contesting all these matters and expects to prevail. However, in cases in which the College does not prevail, all damages likely will be paid by the Utah Division of Risk Management. In the opinion of management, the ultimate resolution of these matters will not have a material adverse effect on the College's financial position.

DAVIS TECHNICAL COLLEGE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the Fiscal Year Ended June 30, 2026

NOTE 15 – RISK MANAGEMENT

The College 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. As part of a component unit of the State of Utah, the College participates in the State's Risk Management Fund along with other State funds, agencies, and public authorities of the State. The State Risk Management Fund allocates the cost of providing claims servicing, claims payment, and commercial insurance by charging a "premium" to each agency or public authority based on each organization's estimated current year liability and property values. The liability is determined using independent actuarial studies based on past, current, and estimated loss experience. The College has not experienced any settlements or claims that exceeded insurance coverage during the past three fiscal years.

NOTE 16 - RESTRICTIONS ON NET POSITION

The restrictions on net position on June 30, 2026 relate to specific College appropriations, contracts and grants, Foundation donations of partnership interest, and various scholarships.

Restricted net position is available for the following purposes:

Expendable Assets:	
Scholarships	429,522
Capital Projects	79,660
Contracts, Grants & Other	<u>2,021,362</u>
Total Expendable:	<u>\$ 2,530,544</u>
 Total Restricted Net Position	 <u>\$ 2,530,544</u>

All contributions made to the Foundation are allocated to their restricted purpose, if restricted by a donor.

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DAVISTECH

DAVIS TECHNICAL COLLEGE

REQUIRED SUPPLEMENTARY INFORMATION



Fiscal Year Ended June 30, 2026

Kaysville, Utah

A Component Unit of the State of Utah

DAVIS TECHNICAL COLLEGE
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY*

	Dec 31, 2025	Dec 31, 2024	Dec 31, 2023
Noncontributory System			
Proportion of the net pension liability (asset)	0.1115585%	0.1098964%	0.1250209%
Proportionate share of the net pension liability (asset)	\$ 1,391,934	\$ 2,485,990	\$ 2,561,660
Covered payroll	\$ 2,822,481	\$ 2,796,984	\$ 3,037,190
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	49.32%	88.88%	84.34%
Plan fiduciary net position as a percentage of the total pension liability	95.89%	92.13%	92.49%
Tier 2 Public Employees System			
Proportion of the net pension liability (asset)	0.0788913%	0.0735571%	0.0872438%
Proportionate share of the net pension liability (asset)	\$ 194,506	\$ 219,376	\$ 169,810
Covered payroll	\$ 2,547,384	\$ 2,178,845	\$ 2,255,548
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	7.64%	10.07%	7.53%
Plan fiduciary net position as a percentage of the total pension liability	91.60%	87.44%	89.58%

The College implemented GASB Statements No. 68 and 71 in fiscal year 2015. Information on the College's portion of the plan's net pension liability (asset) is not available for periods prior to fiscal year 2015.

*Information provided by the Utah Retirement Systems, based on their fiscal year ending December 31.

	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019	Dec 31, 2018	Dec 31, 2017	Dec 31, 2016
	0.1287861%	0.1307969%	0.1469770%	0.1364194%	0.1281333%	0.1247564%	0.1222902%
\$	2,780,846	\$ (893,662)	\$ 1,959,382	\$ 3,030,832	\$ 4,767,221	\$ 3,050,746	\$ 3,963,324
\$	3,095,878	\$ 3,151,974	\$ 3,554,864	\$ 3,370,813	\$ 3,443,177	\$ 3,345,420	\$ 3,320,678
	89.82%	-28.35%	55.12%	89.91%	138.45%	91.19%	119.35%
	91.96%	102.70%	94.30%	90.10%	84.10%	89.20%	84.90%
	0.0801702%	0.0838853%	0.0974641%	0.0786608%	0.0721595%	0.0704864%	0.0645909%
\$	87,297	\$ (35,503)	\$ 14,018	\$ 17,691	\$ 30,904	\$ 6,215	\$ 7,205
\$	1,746,837	\$ 1,557,791	\$ 1,558,020	\$ 1,092,836	\$ 843,444	\$ 689,162	\$ 529,700
	5.00%	-2.28%	0.90%	1.62%	3.66%	0.90%	1.36%
	92.30%	103.80%	98.30%	96.50%	90.80%	97.40%	95.10%

DAVIS TECHNICAL COLLEGE
SCHEDULE OF PENSION CONTRIBUTIONS
Last Ten Fiscal Years

	<u>2026*</u>	<u>2025*</u>	<u>2024*</u>
Noncontributory System			
Actuarial determined contributions	\$ 594,394	\$ 606,396	\$ 656,318
Contributions in relation to the contractually required contribution	(594,394)	(606,396)	(656,318)
Contribution deficiency (excess)	-	-	-
Covered payroll	\$ 2,805,066	\$ 2,795,737	\$ 2,957,723
Contributions as a percentage of covered payroll ***	21.19%	21.69%	22.19%
Tier 2 Public Employees System**			
Actuarial determined contributions	\$ 509,447	\$ 461,686	\$ 439,411
Contributions in relation to the contractually required contribution	(509,447)	(461,686)	(439,411)
Contribution deficiency (excess)	-	-	-
Covered payroll	\$ 2,678,478	\$ 2,365,194	\$ 2,214,769
Contributions as a percentage of covered payroll ***	19.02%	19.52%	19.84%
Tier 2 Public Employees DC Only System			
Actuarial determined contributions	\$ 80,098	\$ 83,081	\$ 90,596
Contributions in relation to the contractually required contribution	(80,098)	(83,081)	(90,596)
Contribution deficiency (excess)	-	-	-
Covered payroll	\$ 997,100	\$ 872,691	\$ 904,151
Contributions as a percentage of covered payroll ***	8.03%	9.52%	10.02%

* Information provided by Utah Retirement Systems

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

***Contributions as a percentage of covered payroll may be different than the board certified rate due to rounding and other administrative issues.

<u>2023*</u>	<u>2022*</u>	<u>2021*</u>	<u>2020*</u>	<u>2019*</u>	<u>2018*</u>	<u>2017*</u>
\$ 682,667	\$ 685,963	\$ 708,898	\$ 788,198	\$ 741,409	\$ 767,461	\$ 723,411
(682,667)	(685,963)	(708,898)	(788,198)	(741,409)	(767,461)	(723,411)
-	-	-	-	-	-	-
\$ 3,085,549	\$ 3,103,380	\$ 3,228,541	\$ 3,597,519	\$ 3,385,798	\$ 3,497,896	\$ 3,288,343
22.12%	22.10%	21.96%	21.91%	21.90%	21.94%	22.00%
\$ 404,160	\$ 306,618	\$ 303,664	\$ 254,648	\$ 173,523	\$ 151,029	\$ 107,799
(404,160)	(306,618)	(303,664)	(254,648)	(173,523)	(151,029)	(107,799)
-	-	-	-	-	-	-
\$ 2,037,098	\$ 1,580,510	\$ 1,587,373	\$ 1,340,960	\$ 919,565	\$ 819,032	\$ 591,005
19.84%	19.40%	19.13%	18.99%	18.87%	18.44%	18.24%
\$ 84,256	\$ 77,998	\$ 62,202	\$ 46,723	\$ 38,773	\$ 25,989	\$ 18,997
(84,256)	(77,998)	(62,202)	(46,723)	(38,773)	(25,989)	(18,997)
-	-	-	-	-	-	-
\$ 840,873	\$ 778,418	\$ 620,776	\$ 466,297	\$ 386,958	\$ 259,374	\$ 189,588
10.02%	10.02%	10.02%	10.02%	10.02%	10.02%	10.02%

DAVIS TECHNICAL COLLEGE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2026

CHANGES IN ASSUMPTIONS

There were no changes in the actuarial assumptions or methods since the prior actuarial valuation.



DAVISTECH

DAVIS TECHNICAL COLLEGE

STATISTICAL SECTION



Fiscal Year Ended June 30, 2026

Kaysville, Utah

A Component Unit of the State of Utah

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DAVIS TECHNICAL COLLEGE
Statistical Section
For the Fiscal Year Ended June 30, 2026

The Statistical Section provides additional historical context and detail to aid in using the information in Davis Technical College's financial statements and in understanding and assessing the College's overall financial health.

Financial Trends Information

These schedules present trend information to help the reader understand how the College's financial performance and fiscal health have changed.

Schedule of Net Position: Last Ten Fiscal Years.....	62
Change in Net Position: Last Ten Fiscal Years	64
Expense by Function: Last Ten Fiscal Years.....	66
Expense by Natural Classification: Last Ten Fiscal Years	68
Revenues by Source: Last Ten Fiscal Years.....	70
Tuition & Fees by Source: Last Ten Fiscal Years	72

Operating Information

These schedules offer operating data to help the reader understand how the information in the College's financial reports relates to the services it provides and the activities it performs.

Historical Enrollment: Last Ten Fiscal Years.....	74
Historical Tuition Rates: Last Ten Fiscal Years	75
Operating Indicators and Employees	78
Building Information	79

Demographic and Economic Information

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

Demographic and Economic Statistics	76
Principal Employers.....	77

DAVIS TECHNICAL COLLEGE
SCHEDULE OF NET POSITION
Last Ten Fiscal Years

	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Net Investment in Capital Assets	\$ 80,216,026	\$ 55,328,644	\$ 57,696,931	\$ 59,711,829
Restricted for:				
Scholarships	429,522	399,443	407,727	384,483
Grants, Contracts and Other	2,101,022	1,234,821	502,693	1,406,488
Unrestricted	23,613,566	23,073,789	20,758,986	9,948,844
Total Net Position	<u>\$ 106,360,136</u>	<u>\$ 80,036,697</u>	<u>\$ 79,366,337</u>	<u>\$ 71,451,644</u>

Source: Annual Reports on Financial Statements for years presented.

<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
\$ 61,907,142	\$ 60,260,847	\$ 26,314,818	\$ 26,465,459	\$ 28,191,599	\$ 28,090,605
385,515	481,889	382,697	383,273	385,332	382,003
1,508,481	1,037,438	1,719,451	2,204,534	2,048,096	1,259,911
8,498,190	7,701,352	4,893,318	4,216,233	3,027,000	3,208,622
<u>\$ 72,299,328</u>	<u>\$ 69,481,526</u>	<u>\$ 33,310,284</u>	<u>\$ 33,269,499</u>	<u>\$ 33,652,027</u>	<u>\$ 32,941,141</u>

DAVIS TECHNICAL COLLEGE
CHANGES IN NET POSITION
Last Ten Fiscal Years

	<u>2026</u>	<u>2025*</u>	<u>2024*</u>	<u>2023*</u>
REVENUES				
Operating Revenues:				
Student Tuition and Fees (net of scholarship allowances)	\$ 2,442,833	\$ 2,718,894	\$ 2,786,025	\$ 2,520,992
Federal Grants and Contracts	91,471	396,883	421,470	391,705
State Grants and Contracts	2,102,208	3,555,656	2,797,862	2,256,709
Local Grants and Contracts	167,371	80,640	44,826	24,717
Nongovernmental Grants and Contracts	815,791	864,586	904,732	979,310
Federal Pell Grants	2,140,827	2,273,251	1,478,843	1,361,282
Sales and Services of Educational Departments	13,514	28,684	25,602	26,626
Auxiliary Enterprises (net of scholarship allowances)	2,554,816	2,860,405	2,640,939	2,480,108
Other Operating Revenues	425,437	267,825	294,476	232,499
Independent Operations	1,221,120	1,168,163	968,896	873,550
Total Operating Revenues	<u>11,975,388</u>	<u>14,214,987</u>	<u>12,363,671</u>	<u>11,147,498</u>
EXPENSES				
Operating Expenses:				
Salaries and Wages	22,453,606	21,173,531	20,031,231	17,758,164
Benefits	8,734,541	8,169,511	7,253,495	6,559,885
Actuarial Calculated Pension Expense	1,366,515	1,154,247	965,273	910,242
Scholarships	1,410,173	1,388,946	891,593	1,076,988
Utilities	826,168	734,591	792,100	793,753
Supplies and Other Services	7,570,309	7,538,990	6,929,969	7,335,238
Depreciation and Amortization	5,952,617	4,773,776	4,870,569	4,825,793
Total Operating Expenses	<u>48,313,929</u>	<u>44,933,592</u>	<u>41,734,230</u>	<u>39,260,063</u>
Operating Income (Loss)	<u>(36,338,541)</u>	<u>(30,718,605)</u>	<u>(29,370,559)</u>	<u>(28,112,565)</u>
NON-CAPITAL SUBSIDIES				
State Appropriations	31,893,000	29,297,900	27,674,500	24,346,400
State Grants and Contracts	1,255,841	-	-	-
Federal Grants and Contracts	555,704	-	-	-
Gifts (Non Capital)	406,695	399,813	328,198	494,670
Total Non-Capital Subsidies	<u>34,111,240</u>	<u>29,697,713</u>	<u>28,002,698</u>	<u>24,841,070</u>
Operating Income (Loss)	<u>(2,227,301)</u>	<u>(1,020,892)</u>	<u>(1,367,861)</u>	<u>(3,271,495)</u>
and Non-Capital Subsidies				
OTHER NON-OPERATING REVENUES (EXPENSES)				
Investment Income	1,324,707	1,433,715	1,315,853	646,311
SBITA Interest	(9,969)	-	-	-
Unrealized Loss on FMV of Investment	-	-	-	-
Gain on Sale of Investment	-	-	5,964,399	-
Disposal of Capital Assets	70,760	129,859	47,876	8,977
Capital Grants	27,165,242	173,912	1,845,864	693,318
Capital Gifts	-	34,250	10,000	35,000
Federal CARES Act: Higher Education Emergency Relief Funds	-	-	-	891,193
Other Nonoperating Revenues (Expenses)	-	172,522	98,562	149,016
Total Other Non-Operating Revenues (Expenses)	<u>28,550,740</u>	<u>1,944,257</u>	<u>9,282,554</u>	<u>2,423,815</u>
Profit (Loss) Before Unusual or Infrequent Items	<u>26,323,439</u>	<u>923,365</u>	<u>7,914,693</u>	<u>(847,680)</u>
UNUSUAL OR INFREQUENT ITEMS				
Refund of Medical Insurance Reserves (Note 17)	-	-	-	-
Increase/(Decrease) in Net Position	<u>\$ 26,323,439</u>	<u>\$ 923,365</u>	<u>\$ 7,914,693</u>	<u>\$ (847,680)</u>

* Beginning in fiscal year 2026, the financial presentation reflects the implementation of GASB Statement No. 103, Financial Reporting Model Improvements. Data for fiscal years prior to 2026 have not been retroactively restated to reflect the new definitions of operating activities and

Source: Annual Reports on Financial Statements for years presented.

2022*	2021*	2020*	2019*	2018*	2017*
\$ 2,193,671	\$ 2,260,307	\$ 2,175,573	\$ 2,326,290	\$ 2,229,088	\$ 2,119,972
258,888	255,318	272,312	377,681	343,463	335,954
2,721,515	5,077,461	2,984,580	2,920,834	1,602,973	2,002,345
30,311	504,593	11,791	11,373	13,255	13,461
1,015,712	904,969	933,406	708,445	660,439	635,743
983,465	1,073,179	939,712	943,324	1,181,163	994,082
62,854	11,083	13,466	26,553	15,215	13,054
2,268,361	2,001,938	1,984,414	2,116,893	1,967,093	1,899,262
216,749	164,465	88,104	133,036	186,761	168,681
908,468	927,201	816,334	834,807	835,394	753,778
10,659,993	13,180,514	10,219,692	10,399,236	9,034,844	8,936,332
16,362,478	15,401,755	14,449,285	12,770,403	11,735,925	10,998,624
6,058,075	5,606,739	5,459,677	4,662,407	4,101,567	3,889,530
(311,140)	716,817	1,352,363	1,247,878	880,599	971,235
2,716,005	1,272,246	520,691	423,753	589,718	494,747
686,611	580,826	558,204	576,830	594,620	604,269
6,927,388	6,359,393	5,945,718	5,544,415	5,592,083	5,055,197
4,079,898	2,980,254	2,638,348	2,775,703	2,766,424	2,601,821
36,519,314	32,918,030	30,924,286	28,001,389	26,260,936	24,615,423
(25,859,321)	(19,737,516)	(20,704,594)	(17,602,153)	(17,226,092)	(15,679,091)
21,733,100	19,201,800	18,822,800	16,164,800	15,405,100	14,197,000
1,046,544	508,063	568,955	707,953	819,276	589,322
22,779,644	19,709,863	19,391,755	16,872,753	16,224,376	14,786,322
(3,079,677)	(27,653)	(1,312,839)	(729,401)	(1,001,716)	(892,769)
(18,637)	79,262	238,834	309,147	161,738	96,584
-	-	-	-	-	-
-	-	(3,998)	(2,966)	(2,221)	(1,655)
-	-	-	-	-	-
13,768	56,346	-	(93,613)	14,007	(2,453)
2,862,360	33,491,057	586,978	55,936	1,336,689	1,947,752
213,605	24,345	175,000	-	80,061	68,000
2,713,710	2,361,221	57,752	-	-	-
112,673	186,664	299,058	78,368	122,328	80,711
5,897,479	36,198,895	1,353,624	346,872	1,712,602	2,188,939
2,817,802	36,171,242	40,785	(382,529)	710,886	1,296,169
-	-	-	-	-	-
\$ 2,817,802	\$ 36,171,242	\$ 40,785	\$ (382,529)	\$ 710,886	\$ 1,296,169

DAVIS TECHNICAL COLLEGE
EXPENSES BY FUNCTION
Last Ten Fiscal Years

	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Instruction	\$ 18,868,473	\$ 18,035,155	\$ 16,359,397	\$ 15,013,580
Academic Support	3,761,146	3,464,941	3,726,648	3,306,178
Student Services	5,319,071	4,596,042	4,172,916	3,661,185
Institutional Support	4,852,316	4,728,640	4,340,905	4,306,273
Operation and Maintenance of Plant	10,118,286	8,729,743	8,742,242	8,396,910
Scholarships	1,408,472	1,373,514	855,126	1,039,118
Auxiliary Enterprises	3,036,122	3,104,280	2,798,208	2,819,155
Independent Operations	950,043	901,277	738,788	710,678
Total Expenses	<u>\$ 48,313,929</u>	<u>\$ 44,933,592</u>	<u>\$ 41,734,230</u>	<u>\$ 39,253,077</u>

(Percent of Total Expenses)

	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Instruction	39.05%	40.14%	39.20%	38.25%
Academic Support	7.78%	7.71%	8.93%	8.42%
Student Services	11.01%	10.23%	10.00%	9.33%
Institutional Support	10.04%	10.52%	10.40%	10.97%
Operation and Maintenance of Plant	20.95%	19.42%	20.95%	21.39%
Scholarships	2.92%	3.06%	2.05%	2.65%
Auxiliary Enterprises	6.28%	6.91%	6.70%	7.18%
Independent Operations	1.97%	2.01%	1.77%	1.81%
Total Expenses	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Source: Annual Reports on Financial Statements for years presented.

2022	2021	2020	2019	2018	2017
\$ 13,687,408	\$ 11,813,406	\$ 11,915,263	\$ 10,362,149	\$ 9,625,903	\$ 9,118,888
2,556,613	2,826,124	2,841,866	2,394,963	2,081,348	1,861,234
3,021,959	3,256,832	3,424,813	3,003,448	2,619,788	2,306,475
4,196,595	5,144,369	3,852,416	3,575,514	3,544,327	3,276,783
7,049,494	5,616,475	5,127,677	5,003,168	4,842,920	4,696,769
2,716,005	1,261,727	520,691	423,753	589,718	494,747
2,663,944	2,291,984	2,529,997	2,503,049	2,280,343	2,225,179
627,297	707,113	711,563	735,345	676,589	635,348
<u>\$ 36,519,315</u>	<u>\$ 32,918,030</u>	<u>\$ 30,924,286</u>	<u>\$ 28,001,389</u>	<u>\$ 26,260,936</u>	<u>\$ 24,615,423</u>

2022	2021	2020	2019	2018	2017
37.48%	35.89%	38.53%	37.01%	36.65%	37.05%
7.00%	8.59%	9.19%	8.55%	7.93%	7.56%
8.27%	9.89%	11.07%	10.73%	9.98%	9.37%
11.49%	15.63%	12.46%	12.77%	13.50%	13.31%
19.30%	17.06%	16.58%	17.87%	18.44%	19.08%
7.44%	3.83%	1.68%	1.51%	2.25%	2.01%
7.30%	6.96%	8.18%	8.94%	8.68%	9.04%
1.72%	2.15%	2.31%	2.62%	2.57%	2.58%
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

DAVIS TECHNICAL COLLEGE
EXPENSES BY NATURAL CLASSIFICATION
Last Ten Fiscal Years

	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Salaries and Wages	\$ 22,453,606	\$ 21,173,531	\$ 20,031,231	\$ 17,758,164
Benefits	8,734,541	8,169,511	7,253,495	6,559,885
Actuarial Calculated Pension Expense	1,366,515	1,154,247	965,273	910,242
Scholarships	1,410,173	1,388,946	891,593	1,076,988
Utilities	826,168	734,591	792,100	793,753
Supplies and Other Services	7,570,309	7,538,990	6,929,969	7,335,238
Depreciation and Amortization	5,952,617	4,773,776	4,870,569	4,825,793
Total Expenses	<u>\$ 48,313,929</u>	<u>\$ 44,933,592</u>	<u>\$ 41,734,230</u>	<u>\$ 39,260,063</u>

(Percent of Total Expenses)

	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Salaries and Wages	46.47%	47.13%	47.99%	45.23%
Benefits	18.08%	18.18%	17.38%	16.71%
Actuarial Calculated Pension Expense	2.83%	2.57%	2.31%	2.32%
Scholarships	2.92%	3.09%	2.14%	2.74%
Utilities	1.71%	1.63%	1.90%	2.02%
Supplies and Other Services	15.67%	16.78%	16.61%	18.68%
Depreciation and Amortization	12.32%	10.62%	11.67%	12.30%
Total Expenses	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Source: Annual Reports on Financial Statements for years presented.

2022	2021	2020	2019	2018	2017
\$ 16,362,478	\$ 15,401,755	\$ 14,449,285	\$ 12,770,403	\$ 11,735,925	\$ 10,998,624
6,058,075	5,606,739	5,459,677	4,662,407	4,101,567	3,889,530
(311,140)	716,817	1,352,363	1,247,878	880,599	971,235
2,716,005	1,272,246	520,691	423,753	589,718	494,747
686,611	580,826	558,204	576,830	594,620	604,269
6,927,388	6,359,393	5,945,718	5,544,415	5,592,083	5,055,197
4,079,898	2,980,254	2,638,348	2,775,703	2,766,424	2,601,821
<u>\$ 36,519,315</u>	<u>\$ 32,918,030</u>	<u>\$ 30,924,286</u>	<u>\$ 28,001,389</u>	<u>\$ 26,260,936</u>	<u>\$ 24,615,423</u>

2022	2021	2020	2019	2018	2017
44.79%	46.79%	46.72%	45.61%	45.61%	44.69%
16.59%	17.03%	17.65%	16.65%	16.65%	15.62%
-0.85%	2.18%	4.37%	4.46%	4.46%	3.35%
7.44%	3.86%	1.68%	1.51%	1.51%	2.25%
1.88%	1.76%	1.81%	2.06%	2.06%	2.26%
18.97%	19.32%	19.23%	19.80%	19.80%	21.29%
11.18%	9.06%	8.54%	9.91%	9.91%	10.54%
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

**DAVIS TECHNICAL COLLEGE
REVENUES BY SOURCE
Last Ten Fiscal Years**

	2026	2025*	2024*	2023*	2022*	2021*
Operating Revenues:						
Student Tuition and Fees	\$ 2,442,833	\$ 2,718,894	\$ 2,786,025	\$ 2,520,992	\$ 2,193,671	\$ 2,260,307
Federal Grants and Contracts	91,471	396,883	421,470	391,705	258,888	255,318
State Grants and Contracts	2,102,208	3,555,656	2,797,862	2,256,709	2,721,515	5,077,461
Local Grants and Contracts	167,371	80,640	44,826	24,717	30,311	504,593
Nongovernmental Grants & Contracts	815,791	864,586	904,732	979,310	1,015,712	904,969
Federal Pell Grants	2,140,827	2,273,251	1,478,843	1,361,282	983,465	1,073,179
Sales & Services of Educational Departments	13,514	28,684	25,602	26,626	62,854	11,083
Auxiliary Enterprises	2,554,816	2,860,405	2,640,939	2,480,108	2,268,361	2,001,938
Other Operating Revenues	425,437	267,825	294,476	232,499	216,749	164,465
Independent Operations	1,221,120	1,168,163	968,896	873,550	908,468	927,201
Total Operating Revenues	11,975,388	14,214,987	12,363,671	11,147,498	10,659,993	13,180,514
Non-Capital Subsidies						
State Appropriations	31,893,000	29,297,900	27,674,500	24,346,400	21,733,100	19,201,800
State Grants and Contracts	1,255,841	-	-	-	-	-
Federal Grants and Contracts	555,704	-	-	-	-	-
Gifts (Non Capital)	406,695	399,813	328,198	494,670	1,046,543	508,063
Total Other Non-Capital Subsidies	34,111,240	29,697,713	28,002,698	24,841,070	22,779,643	19,709,863
Other Non-Operating Revenues:						
Investment Income	1,324,707	1,433,715	1,315,853	646,311	(18,637)	79,262
Interest on Capital Asset-Related Debt	-	-	5,964,399	-	-	-
Expensed for Capital Additions	-	-	-	891,193	2,713,710	2,361,221
Capital Grants	27,165,242	173,912	1,845,864	693,318	2,862,360	33,491,057
Capital Gifts	-	34,250	10,000	35,000	213,605	24,345
Other Non-Operating Revenues	70,760	302,380	146,438	157,993	126,440	243,010
Total Other Non-Operating Revenues	28,560,709	1,944,257	9,282,554	2,423,815	5,897,478	36,198,895
Unusual or Infrequent Items						
Refund of Insurance Reserves	-	-	-	-	-	-
Total Unusual or Infrequent Items	-	-	-	-	-	-
Total Revenues	\$ 74,647,337	\$ 45,856,957	\$ 49,648,922	\$ 38,412,383	\$ 39,337,115	\$ 69,089,272
(Percent of Total Revenues)						
	2026	2025	2024*	2023	2022	2021
Operating Revenues:						
Student Tuition and Fees	3.27%	5.93%	5.61%	6.56%	5.58%	3.27%
Federal Grants and Contracts	0.12%	0.87%	0.85%	1.02%	0.66%	0.37%
State Grants and Contracts	2.82%	7.75%	5.64%	5.87%	6.92%	7.35%
Local Grants and Contracts	0.22%	0.18%	0.09%	0.06%	0.08%	0.73%
Nongovernmental Grants & Contracts	1.09%	1.89%	1.82%	2.55%	2.58%	1.31%
Federal Pell Grants	2.87%	4.96%	2.98%	3.54%	2.50%	1.55%
Sales & Services of Educational Departments	0.02%	0.06%	0.05%	0.07%	0.16%	0.02%
Auxiliary Enterprises	3.42%	6.24%	5.32%	6.46%	5.77%	2.90%
Other Operating Revenues	0.57%	0.58%	0.59%	0.61%	0.55%	0.24%
Independent Operations	1.64%	2.55%	1.95%	2.27%	2.31%	1.34%
Total Operating Revenues	16.03%	31.00%	24.89%	29.01%	27.09%	19.07%
Non-Capital Subsidies						
State Appropriations	42.74%	63.89%	55.74%	63.38%	55.25%	27.79%
State Grants and Contracts	1.68%	0.00%	0.00%	0.00%	0.00%	0.00%
Federal Grants and Contracts	0.74%	0.00%	0.00%	0.00%	0.00%	0.00%
Gifts (Non Capital)	0.54%	0.87%	0.66%	1.29%	2.66%	0.74%
Total Other Non-Capital Subsidies	45.70%	64.76%	56.40%	64.67%	57.91%	28.53%
Other Non-Operating Revenues:						
Investment Income	1.77%	3.13%	2.65%	1.68%	-0.05%	0.11%
Interest on Capital Asset-Related Debt	0.00%	0.00%	12.01%	0.00%	0.00%	0.00%
Expensed for Capital Additions	0.00%	0.00%	0.00%	2.32%	6.90%	3.42%
Capital Grants	36.41%	0.38%	3.72%	1.80%	7.28%	48.48%
Capital Gifts	0.00%	0.07%	0.02%	0.09%	0.54%	0.04%
Other Non-Operating Revenues	0.09%	0.66%	0.29%	0.41%	0.32%	0.35%
Total Other Non-Operating Revenues	38.27%	4.24%	18.69%	6.30%	14.99%	52.40%
Total Revenues	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

* Beginning in fiscal year 2026, the financial presentation reflects the implementation of GASB Statement No. 103, Financial Reporting Model Improvements. Data for fiscal years prior to 2026 have not been retroactively restated to reflect the new definitions of operating activities and noncapital subsidies. Therefore, those prior years may not be fully comparable to fiscal year 2026 and subsequent fiscal years.

Source: Annual Reports on Financial Statements for years presented.

2020*	2019*	2018*	2017*
\$ 2,175,573	\$ 2,326,290	\$ 2,229,088	\$ 2,119,972
272,312	377,681	343,463	335,954
2,984,580	2,920,834	1,602,973	2,002,345
11,791	11,373	13,255	13,461
933,406	708,445	660,439	635,743
939,712	943,324	1,181,163	994,082
13,466	26,553	15,215	13,054
1,984,414	2,116,893	1,967,093	1,899,262
88,104	133,036	186,761	168,681
816,334	834,807	835,394	753,778
10,219,692	10,399,236	9,034,844	8,936,332

18,822,800	16,164,800	15,405,100	14,197,000
-	-	-	-
-	-	-	-
568,955	707,953	819,276	589,322
19,391,755	16,872,753	16,224,376	14,786,322

238,834	309,147	161,738	96,584
-	-	-	-
57,752	-	-	-
586,978	55,936	1,336,689	1,947,752
175,000	-	80,061	68,000
299,058	78,368	136,335	80,711
1,357,622	443,451	1,714,823	2,193,046

-	-	-	-
\$ 30,969,069	\$ 27,715,440	\$ 26,974,043	\$ 25,915,700

2020	2019	2018	2017
7.02%	8.39%	8.26%	8.18%
0.88%	1.36%	1.27%	1.30%
9.64%	10.54%	5.94%	7.73%
0.04%	0.04%	0.05%	0.05%
3.01%	2.56%	2.45%	2.45%
3.03%	3.40%	4.38%	3.84%
0.04%	0.10%	0.06%	0.05%
6.41%	7.64%	7.29%	7.33%
0.28%	0.48%	0.69%	0.65%
2.64%	3.01%	3.10%	2.91%
32.99%	37.51%	33.48%	34.47%

60.78%	58.32%	57.11%	54.78%
0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%
1.84%	2.55%	3.04%	2.27%
62.62%	60.87%	60.15%	57.05%

0.77%	1.12%	0.60%	0.37%
0.00%	0.00%	0.00%	0.00%
0.19%	0.00%	0.00%	0.00%
1.90%	0.20%	4.96%	7.52%
0.57%	0.00%	0.30%	0.26%
0.97%	0.28%	0.51%	0.31%
4.40%	1.60%	6.37%	8.46%
100.00%	100.00%	100.00%	100.00%

DAVIS TECHNICAL COLLEGE
TUITION AND FEES BY SOURCE
Last Ten Fiscal Years

	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
External Sources of Tuition and Fees				
Self Pay	\$2,147,190	\$2,199,825	\$2,244,398	\$ 2,060,472
Utah State Office of Rehabilitation	10,115	22,717	39,890	15,030
Other Sponsorships	<u>1,540,952</u>	<u>496,351</u>	<u>501,737</u>	<u>445,489</u>
Total External Tuition and Fees	<u>3,698,257</u>	<u>2,718,893</u>	<u>2,786,025</u>	<u>2,520,991</u>
 Internal Sources of Tuition and Fees ²				
Davis Tech Foundation Scholarships	410,160	384,925	245,159	242,609
Pell Grants used for Tuition & Fees	787,764	877,659	949,148	962,867
Other Internal Sponsorships	<u>508,427</u>	<u>817,368</u>	<u>379,720</u>	<u>250,660</u>
Total Internal Tuition and Fees	<u>1,706,351</u>	<u>2,079,952</u>	<u>1,574,027</u>	<u>1,456,136</u>
 Total External/Internal Tuition & Fees	<u><u>\$ 5,404,608</u></u>	<u><u>\$ 4,798,845</u></u>	<u><u>\$ 4,360,052</u></u>	<u><u>\$ 3,977,127</u></u>

(Percent of Total Tuition and Fees)

	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Self Pay	39.73%	45.84%	51.48%	51.81%
Weber State University Contracts	0.00%	0.00%	0.00%	0.00%
Office of Rehabilitation	0.19%	0.47%	0.91%	0.38%
Other Sponsorships	28.51%	10.34%	11.51%	11.20%
Internal Sources:				
Scholarships	7.59%	8.02%	5.62%	6.10%
Pell Grants	14.58%	18.29%	21.77%	24.21%
Other Sponsorships	<u>9.41%</u>	<u>17.03%</u>	<u>8.71%</u>	<u>6.30%</u>
Total Tuition and Fees	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>

Source: Annual Reports on Financial Statements for years presented and accounting records

Note 1: The contract with Weber State University related to the Registered Nursing Program expired June 30, 2015.

Note 2: Internal Sources of Tuition and Fees represent transfers within the College which are eliminated in the preparation of the comprehensive financial statements.

<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
\$ 1,863,449	\$ 2,025,116	\$ 1,635,887	\$ 1,951,270	\$ 2,038,909	\$ 1,809,546
10,474	26,771	33,811	33,619	20,321	26,660
319,748	208,420	505,875	341,401	169,858	283,766
<u>2,193,671</u>	<u>2,260,307</u>	<u>2,175,573</u>	<u>2,326,290</u>	<u>2,229,088</u>	<u>2,119,972</u>

254,472	153,088	213,812	173,608	145,148	138,025
878,067	833,301	467,544	543,121	577,578	483,068
335,830	343,915	622,408	524,718	523,103	417,143
<u>1,468,369</u>	<u>1,330,304</u>	<u>1,303,764</u>	<u>1,241,447</u>	<u>1,245,829</u>	<u>1,038,236</u>
<u>\$ 3,662,040</u>	<u>\$ 3,590,611</u>	<u>\$ 3,479,337</u>	<u>\$ 3,567,737</u>	<u>\$ 3,474,917</u>	<u>\$ 3,158,208</u>

<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
50.88%	56.40%	47.02%	54.69%	58.68%	57.30%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.29%	0.75%	0.97%	0.94%	0.58%	0.84%
8.73%	5.80%	14.54%	9.57%	4.89%	8.99%
6.95%	4.26%	6.15%	4.87%	4.18%	4.37%
23.98%	23.21%	13.44%	15.22%	16.62%	15.30%
9.17%	9.58%	17.88%	14.71%	15.05%	13.20%
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

**DAVIS TECHNICAL COLLEGE
HISTORIC ENROLLMENT
Last Ten Fiscal Years**

HISTORIC STUDENT CREDIT HOURS

Fiscal Year	High School Student Credits	%	Adult Student Credits	%	Total Student Credits	Annual Growth	General Fund Tuition Revenue	Weighted Average Tuition Rate
2026	454	23%	1,527	77%	1,981	-6.86%	3,698,257	\$2,422
2025	497	23%	1,630	77%	2,127	7.91%	3,873,768	\$2,377
2024	473	24%	1,498	76%	1,971	9.32%	3,337,605	\$2,228
2023*	486	27%	1,317	73%	1,803	5.67%	2,268,635	\$1,722
2022*	520	31%	1,186	69%	1,706	6.57%	2,042,177	\$1,722
2021*	448	28%	1,153	72%	1,601	-3.32%	2,044,509	\$1,774
2020*	444	27%	1,212	73%	1,656	-0.56%	2,063,834	\$1,703
2019*	455	27%	1,210	73%	1,665	-0.04%	1,993,838	\$1,648
2018*	439	26%	1,227	74%	1,666	5.77%	2,005,196	\$1,634
2017*	410	26%	1,165	74%	1,575	-2.33%	1,833,360	\$1,573

HISTORIC STUDENT MEMBERSHIP HOURS

Fiscal Year	High School Student Hours	%	Adult Student Hours	%	Total Student Hours	Annual Growth	General Fund Tuition Revenue	Weighted Average Tuition Rate
2023	437,033	27%	1,185,701	73%	1,622,734	5.67%	2,268,635	\$1.91
2022	468,380	31%	1,067,288	69%	1,535,669	6.57%	2,042,177	\$1.91
2021	403,629	28%	1,037,409	72%	1,441,037	-3.32%	2,044,509	\$1.97
2020	399,819	27%	1,090,704	73%	1,490,523	-0.56%	2,063,834	\$1.89
2019	409,735	27%	1,089,183	73%	1,498,918	-0.04%	1,993,838	\$1.83
2018	395,295	26%	1,104,218	74%	1,499,513	5.77%	2,005,196	\$1.82
2017	368,834	26%	1,048,844	74%	1,417,678	-2.33%	1,833,360	\$1.75

* Davis Technical College converted from membership hours to credit hours in FY24.
For historical comparison 900 membership hours is equal to 1 credit hour.

Source: Credit hour reports are certified by the Davis Technical College President, the Davis Technical College Board of Trustees, and the Utah System of Higher Education Board of Trustees.

**DAVIS TECHNICAL COLLEGE
HISTORIC TUITION RATES
Last Ten Fiscal Years**

HISTORIC TUITION RATES

Fiscal Year	Credit Rate Per Hour	Full-time Annual Tuition	Annual Tuition Increase	
			Dollars	Percent
2026	\$ 95.00	\$ 2,850	\$ -	0.00%
2025	95.00	2,850	\$ -	0.00%
2024	95.00	2,850	\$ (124)	-4.16%

Fiscal Year	Membership Rate Per Hour	Tuition including Campus Fees	Full-time Annual Tuition	Annual Tuition Increase	
				Dollars	Percent
2026	\$ 2.10	\$ 3,469	\$ 2,974	\$ -	0.00%
2025	2.10	3,469	2,974	-	0.00%
2024	2.10	3,469	2,974	-	0.00%
2023	2.10	3,469	2,974	-	0.00%
2022	2.10	3,469	2,974	-	0.00%
2021	2.10	3,469	2,974	-	0.00%
2020	2.10	3,469	2,974	-	0.00%
2019	2.10	3,767	2,974	-	0.00%
2018	2.10	3,696	2,974	71	2.50%
2017	2.05	3,540	2,903	71	2.50%

Source: College Annual Catalogs

Note 1: The amounts shown above reflect tuition and campus fees only and do not include any student course fees.

Note 2: Davis Technical College converted from membership hours to credit hours in FY24 and all general fees were eliminated. Full Time tuition is calculated using 30 credit hours.

**DAVIS TECHNICAL COLLEGE
DEMOGRAPHIC AND ECONOMIC INFORMATION
DAVIS AND MORGAN COUNTIES
Ten Calendar Years**

Davis County

Year	Population	Per Capita Personal Income	Unemployment Rate
2025	381,227	n/a	3.1%
2024	378,470	\$65,234	2.9%
2023	373,207	\$62,449	2.4%
2022	367,285	\$58,147	2.4%
2021	362,679	\$51,852	2.2%
2020	356,625	\$51,300	4.1%
2019	355,481	\$48,778	2.4%
2018	351,713	\$46,123	2.9%
2017	347,637	\$44,106	3.1%
2016	342,281	\$41,339	3.3%

Morgan County

Year	Population	Per Capita Personal Income	Unemployment Rate
2025	13,838	n/a	2.8%
2024	13,093	\$74,288	3.2%
2023	13,000	\$71,630	2.1%
2022	12,861	\$68,196	2.1%
2021	12,657	\$63,256	3.5%
2020	12,295	\$58,631	3.3%
2019	12,124	\$56,156	2.5%
2018	12,045	\$53,152	2.8%
2017	11,873	\$49,013	2.9%
2016	11,437	\$45,755	3.1%

Sources: Department of Workforce Services Website - Quick Facts; Utah Economic Data Viewer;
Wages & Income
Federal Reserve Bank of St. Louis Website <https://fred.stlouisfed.org/>
U.S Census Bureau QuickFacts Morgan population
<https://www.census.gov/quickfacts/fact/table/daviscountyutah/PST045225>
<https://usafacts.org/answers/how-many-people-live-in-the-us/county/davis-county-ut/>

**DAVIS TECHNICAL COLLEGE
SCHEDULE OF PRINCIPAL EMPLOYERS
DAVIS AND MORGAN COUNTIES**

Davis 2026

Employer	Employees	Rank	Percentage of Total
			County Employment
Department of Defense	10,000-14,999	1	7.8%
Davis County School District	10,000-14,999	2	7.8%
Northrop Grumman	2,000-2,999	3	1.6%
Smith's Food & Drug Center Inc	2,000-2,999	4	1.6%
Wal-Mart Associates	1,000-1,999	5	1.0%
Lifetime Products	1,000-1,999	6	1.0%
Lagoon Corporation	1,000-1,999	7	1.0%
Intermountain Health Care	1,000-1,999	8	1.0%
Tanner Memorial Clinic	1,000-1,999	9	1.0%
Davis County	1,000-1,999	10	1.0%

Morgan 2026

Employer	Employees	Rank
Morgan County School District	500-999	1
Morgan County	100-249	2
Holcim	100-249	3
Browning	50-99	4
Lee's Marketplace	50-99	5
Wardell Brothers Construction	50-99	6
Taggart's Grill & Restaurant	50-99	7
Ridley's Family Markets	50-99	8
McDonalds	20-49	9
K. Max Engineering	20-49	10

Source: Department of Workforce Services Website - Annual Profiles

DAVIS TECHNICAL COLLEGE
OPERATING INDICATORS AND EMPLOYEES
Fiscal Years 2025 and 2026

Enrollment Objective	2025	2026
Certificate Seeking	1,704	2,027
Secondary	319	378
Total	2,023	2,405
Student Headcount**	7,770	7,706
Faculty		
Full Time*	105	106
Part Time*	165	172
Total Faculty	270	278
Average Annual Faculty Salary	\$75,528	\$83,406
Staff		
Full Time*	130	132
Part Time*	77	83
Total Staff	207	215
Students per Faculty/Staff		
Students per Faculty	29	28
Students per Staff	28	35

Source: College Campus Statistics from Quality & Development and Human Resource Divisions

*Numbers for full and part time staff and faculty are as of June 30 and include Executives and Workstudies

**Unduplicated headcount

**DAVIS TECHNICAL COLLEGE
BUILDING INFORMATION
Fiscal Years 2025 and 2026**

<u>Location</u>	<u>2025</u>	<u>2026</u>
Main Campus	393,602	393,602
Freeport West Extension (D-5)	32,000	32,000
Warehouse Space Freeport West Extension	88,000	88,000
Morgan Business Resource Center	2,592	2,592
Utah Department of Corrections Instructional Service Center	17,260	17,260
Clearfield Job Corps Instructional Service Center	1,969	1,969
Welding Building	0	17,052
Total Gross Square Feet	535,423	552,475
 Total Acres Main Campus	 65	 65

Partnerships with the Following Schools*

Clearfield High School
Layton High School
Morgan High School
Northridge High School
NUAMES High School
Syracuse High School
Career Path High
Great Basin High School

* High schools listed represent locations where Davis Technical College faculty provide on-site instruction and services.

Source: Physical Facilities Morgan School District/Davis Tech Space FY 2026
All amounts reported in Gross Square Feet

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DAVISTECH

DAVIS TECHNICAL COLLEGE

GOVERNMENT

AUDIT



Fiscal Year Ended June 30, 2026

Kaysville, Utah

A Component Unit of the State of Utah

Place holder for government audit report

Place holder for government audit report

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