

City of Pawtucket Rhode Island



Annual Financial Report

Fiscal Year Ended June 30, 2018

**CITY OF PAWTUCKET, RHODE ISLAND
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Introductory Section

CITY OF PAWTUCKET, RHODE ISLAND
LIST OF CITY OFFICIALS
JUNE 30, 2018

CITY COUNCIL

David P. Moran, President
Michael A. Araujo
Albert J. Vitali Jr.
John J. Barry Iii
Terence Mercer
Timothy Rudd
Lorenzo Tetreault
Meghan E. Kallman
Mark J. Wildenhain

MAYOR

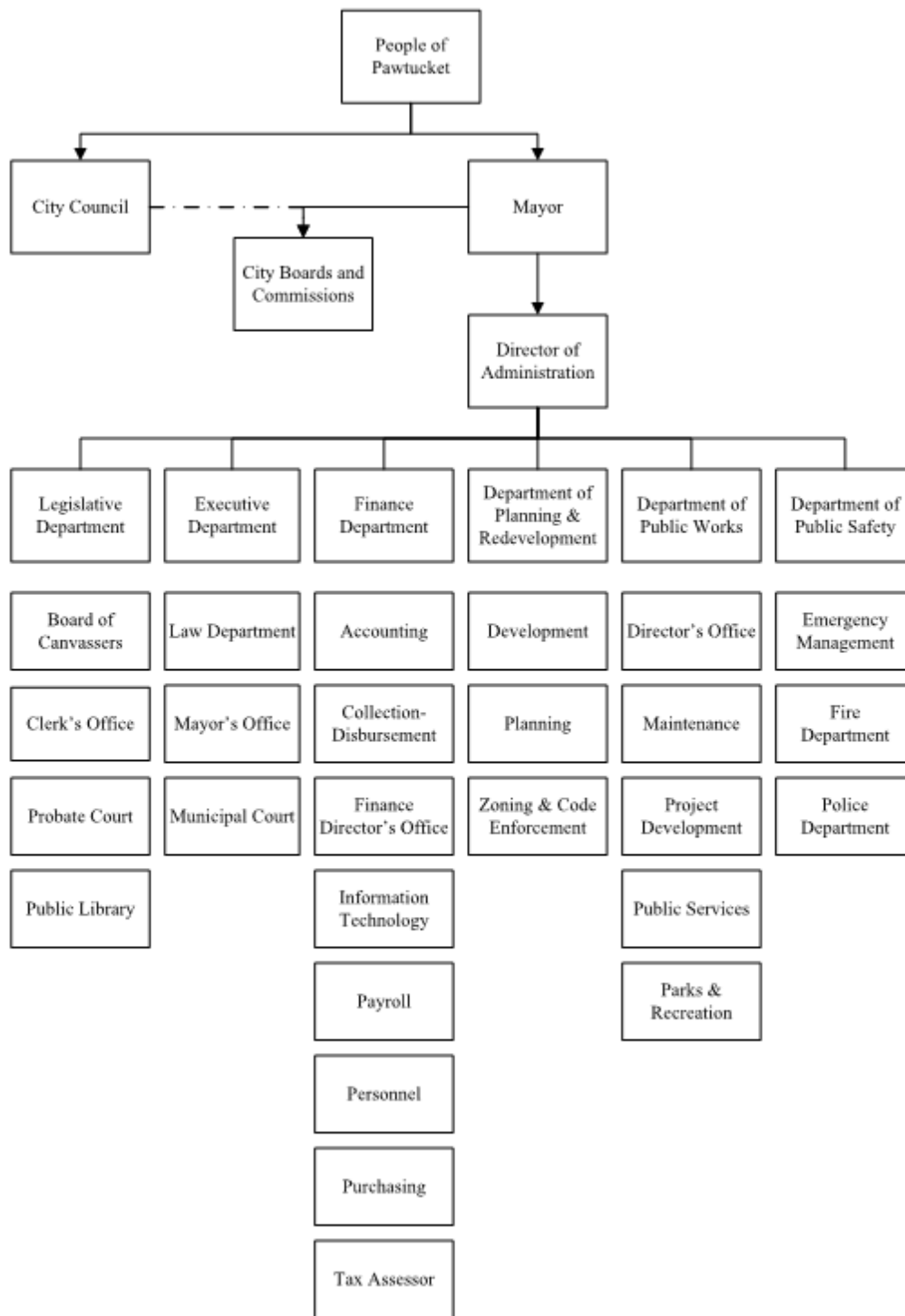
Donald R. Grebien

DIRECTOR OF ADMINISTRATION

Dylan Zelazo

FINANCE DEPARTMENT

Joanna L'heureux, Finance Director
Jeannine Bourski, Deputy Finance Director
Shaun Strobel, Treasurer / Tax Collector
Robert W. Burns, Tax Assessor
David Clemente, Purchasing Director





Financial Section

Independent Auditors' Report

To the Members of City Council
City of Pawtucket, Rhode Island

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Pawtucket, Rhode Island (the City), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Pawtucket Business Development Corporation (PBDC), which represents less than one percent of the assets, net position and revenues of the City. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for PBDC, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Pawtucket, Rhode Island, as of June 30, 2018 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle and Restatement

As discussed in Note 21 to the financial statements, during the fiscal year ended June 30, 2018, the City adopted new accounting guidance, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. The net position of the City has been restated to recognize the net other postemployment benefit liability in accordance with GASB No. 75. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information and the pension and OPEB schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, the Annual Supplemental Transparency Report and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and the Annual Supplemental Transparency Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and the Annual Supplemental Transparency Report are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 4, 2019 on our consideration of the City of Pawtucket, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Blum, Shapiro & Company, P.C.

Cranston, Rhode Island
January 4, 2019

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Our discussion and analysis of the City of Pawtucket, Rhode Island's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2018. This discussion and analysis should be read in conjunction with the City's financial statements that follow this section.

Financial Highlights

- ❖ The City's total net position decreased by \$20,940,079 as a result of this year's operations. On a government-wide basis, the City's liabilities and deferred inflows of resources for the City exceeded its assets and deferred outflows at the close of the most recent fiscal year by \$420,319,790. This is due to adding the OPEB liability during the current fiscal year to comply with GASB No. 75.
- ❖ Net position of business activities increased by \$5,943,796, or 6.8%, while net position of governmental activities decreased by \$26,883,875 or 5.6%.
- ❖ The City's government-wide (governmental and business activities) operating expenses were \$290,273,707, a 1.4% decrease from the prior year, while revenues collected were \$269,333,628 an 8.4% decrease from the prior year. In the previous year the internal service fund activity was included in the governmental activities legislative expenditures and charges for service revenues.
- ❖ As of the close of the fiscal year, the City's governmental funds reported combined ending fund balances of \$24,993,935. Approximately 18% of this amount, \$4,511,519 is unassigned and available for use at the government's discretion.
- ❖ The remaining fund balance of \$20,482,416 includes \$1,610,577 in non-spendable funds, \$16,375,722 in restricted funds, \$2,222,191 in committed funds and \$273,926 in assigned funds.

New Significant Accounting Standards

For the fiscal year ended June 30, 2018, the City adopted new statements of financial accounting standards issued by the Governmental Accounting Standards Board (GASB):

- GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits other than Pensions*"

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. These basic financial statements consist of three components:

- Government – wide financial statements
- Fund financial statements
- Notes to financial statements

In addition to the basic financial statements, this report also contains other supplementary information.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

The City's basic financial statements and other supplementary financial information provide information about all of the City's activities. They provide both a short-term and a long-term view of the City's financial health as well as information about activities for which the City acts solely as a trustee for the benefit of those outside of the City's government.

Government-wide financial statements - are designed to provide readers with a broad overview of the City's finances in a manner, which is similar to a private-sector business. They are presented on the accrual basis of accounting where revenues and expenses are recognized on the date they occurred rather than on the date they were collected or paid.

The *Statement of Net Position* presents information on all of the City's assets and deferred outflows and liabilities and deferred inflows with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information which shows how the City's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods. Examples are uncollected taxes and earned but unused compensated absences.

Overview of the Financial Statements (Continued)

Both of the government-wide financial statements distinguish functions of the City, which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The City's governmental activities include legislative, judicial and general administrative, financial administration, planning, engineering and inspection, public safety, public works, education and interest on long-term debt. The City's business activities include the Pawtucket Water Supply Board and School Lunch Program.

The government-wide financial statements are reported on pages 18 through 19.

Fund financial statements - A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories - governmental funds, proprietary funds, and fiduciary funds.

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

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for three funds, the General Fund, School Unrestricted Fund, and the School \$32,000,000 Capital Project Fund, which are considered to be major funds. Data from the other funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The governmental funds financial statements are presented on pages 20 through 23.

The City adopts an annual budget for its General Fund and for its School Unrestricted Fund. Budgetary comparison statements have been provided for these funds to demonstrate compliance with this budget.

Overview of the Financial Statements (Continued)

Proprietary Funds - The City's proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City has two enterprise funds. The Pawtucket Water Supply Board, which accounts for the City's water system; and the School Lunch Program, which accounts for School Lunch operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for health & dental benefits. Because these services predominately benefit governmental rather than business type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Pawtucket Water Supply Board and the School Lunch Fund since they are considered to be major funds of the City. The internal service fund financial statement provides information for health & dental plan benefits.

The basic proprietary fund financial statements are presented on pages 24 through 27.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 28 and 29.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Notes to Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are presented on pages 30 through 81.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the City's operations. Required Supplementary information is presented on pages 82 through 97.

The combining statements referred to earlier in connection with non-major governmental funds, are presented on pages 98 through 163.

The Agency funds are presented on page 164.

The annual supplemental transparency reports (MTP2) are presented on pages 165 through 169.

Government-wide Financial Analysis

Analysis of the City of Pawtucket's Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. The City of Pawtucket, governmental activities liabilities and deferred inflows exceeded assets and deferred outflows by \$507,685,633 as of June 30, 2018. This is a decrease of \$26,883,875 from the previous year which is a result of the and capital project spending not being permanently financed with bond proceeds yet, and an increase in the pension and OPEB liability.

Listed below is a comparison of the City's net position for the current and prior fiscal years.

| | City of Pawtucket Net Position | | | | | |
|----------------------------------|-------------------------------------------|-----------------------------|-------------------------|----------------------------|-----------------------------|-------------------------|
| | 2018 | | | 2017 | | |
| | Governmental Activities | Business-Type Activities | Total | Governmental Activities | Business-Type Activities | Total |
| Current and other assets | \$ 83,530,474 | \$ 5,735,693 | \$ 89,266,167 | \$ 71,808,640 | \$ 5,414,406 | \$ 77,223,046 |
| Capital assets | 171,594,882 | 186,248,941 | 357,843,823 | 179,432,046 | 185,086,726 | 364,518,772 |
| Total assets | <u>255,125,356</u> | <u>191,984,634</u> | <u>447,109,990</u> | <u>251,240,686</u> | <u>190,501,132</u> | <u>441,741,818</u> |
| Deferred outflows | <u>48,010,701</u> | <u>1,762,204</u> | <u>49,772,905</u> | <u>43,958,945</u> | <u>1,405,444</u> | <u>45,364,389</u> |
| Current and other liabilities | 47,233,577 | 7,898,957 | 55,132,534 | 41,073,298 | 9,378,405 | 50,451,703 |
| Long-term liabilities | <u>735,011,470</u> | <u>95,731,426</u> | <u>830,742,896</u> | <u>472,824,744</u> | <u>94,695,832</u> | <u>567,520,576</u> |
| Total liabilities | <u>782,245,047</u> | <u>103,630,383</u> | <u>885,875,430</u> | <u>513,898,042</u> | <u>104,074,237</u> | <u>617,972,279</u> |
| Deferred inflows | <u>30,576,643</u> | <u>750,612</u> | <u>31,327,255</u> | <u>15,654,033</u> | <u>699,799</u> | <u>16,353,832</u> |
| Net position: | | | | | | |
| Net investment in capital assets | 133,480,935 | 68,969,777 | 202,450,712 | 78,861,025 | 64,493,402 | 143,354,427 |
| Restricted | 22,762,552 | 25,416,001 | 48,178,553 | 15,120,928 | 24,071,325 | 39,192,253 |
| Unrestricted as restated | <u>(665,929,120)</u> | <u>(5,019,935)</u> | <u>(670,949,055)</u> | <u>(328,334,397)</u> | <u>(1,432,187)</u> | <u>(329,766,584)</u> |
| Total Net Position | <u>\$ (509,685,633)</u> | <u>\$ 89,365,843</u> | <u>\$ (420,319,790)</u> | <u>\$ (234,352,444)</u> | <u>\$ 87,132,540</u> | <u>\$ (147,219,904)</u> |

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

The largest portion of the City's net position, \$202,450,712 consists of its net investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure, less any debt used to acquire these assets, which is still outstanding. The City uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the City's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are unlikely to be used to liquidate these liabilities. An additional portion of the City's net position, \$48,178,553 represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to its citizens and creditors. As of June 30, 2018 the City of Pawtucket reports a negative balance in net position for the government as a whole.

Analysis of the City's Operations

Governmental activities decreased the City's net position by \$26,883,875 for the current period, while business-type activities increased by \$5,943,796 for the current period. Due to the correction of land that was recorded twice, eliminating net OPEB obligation and recording the OPEB liability per GASB No. 75, we had to restate the FY2017 net position ending balance resulting in the new opening net position of (\$482,801,758) for the governmental activities and \$83,422,047 for the business type activities (Note 21).

Amounts reported for governmental activities in the statement of activities are different from the amounts reported as fund expenditures. See page 23 for the Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities for a detailed explanation of these differences.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

The following schedule presents the Changes in Net Position for the current and prior years' activity.

| | 2018 | | | 2017 | | |
|----------------------------------|-------------------------|----------------------|-------------------------|-------------------------|----------------------|-------------------------|
| | Governmental | Business-Type | Total | Governmental | Business-Type | Total |
| | Activities | Activities | | Activities | Activities | |
| Revenues: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | \$ 9,838,802 | \$ 21,684,551 | \$ 31,523,353 | \$ 41,054,978 | \$ 21,099,228 | \$ 62,154,206 |
| Operating Grants & Contributions | 14,394,998 | 4,263,790 | 18,658,788 | 13,909,049 | 4,278,116 | 18,187,165 |
| Capital Grants & Contributions | 3,184,222 | | 3,184,222 | 3,912,326 | | 3,912,326 |
| General Revenues: | | | | | | |
| Property Tax | 105,243,331 | | 105,243,331 | 103,712,404 | | 103,712,404 |
| State aid, unrestricted | 99,994,301 | | 99,994,301 | 97,909,983 | | 97,909,983 |
| State aid, | | | | | | |
| Teachers' pension | 8,082,309 | | 8,082,309 | 5,404,333 | | 5,404,333 |
| Investment earnings | 1,362,109 | 427,404 | 1,789,513 | 1,177,899 | 300,398 | 1,478,297 |
| Other Revenues | 830,904 | 26,907 | 857,811 | 1,035,803 | 77,538 | 1,113,341 |
| Transfer (in) out | (99,420) | 99,420 | - | (50,000) | 50,000 | - |
| Total revenues | <u>242,831,556</u> | <u>26,502,072</u> | <u>269,333,628</u> | <u>268,066,775</u> | <u>25,805,280</u> | <u>293,872,055</u> |
| Expenses: | | | | | | |
| Legislative & Executive | 4,348,407 | | 4,348,407 | 38,298,673 | | 38,298,673 |
| Finance | 3,481,704 | | 3,481,704 | 2,933,886 | | 2,933,886 |
| Public Safety | 64,546,061 | | 64,546,061 | 57,458,425 | | 57,458,425 |
| Public Works | 17,136,182 | | 17,136,182 | 15,623,761 | | 15,623,761 |
| Planning | 5,056,896 | | 5,056,896 | 3,297,073 | | 3,297,073 |
| Education | 158,095,615 | | 158,095,615 | 141,552,310 | | 141,552,310 |
| Interest Expense | 2,708,850 | | 2,708,850 | 2,321,263 | | 2,321,263 |
| Other | 14,341,716 | | 14,341,716 | 12,750,669 | | 12,750,669 |
| Water Supply Board | | 15,714,157 | 15,714,157 | | 15,380,972 | 15,380,972 |
| School Lunch Fund | | 4,844,119 | 4,844,119 | | 4,769,804 | 4,769,804 |
| Total Expense | <u>269,715,431</u> | <u>20,558,276</u> | <u>290,273,707</u> | <u>274,236,060</u> | <u>20,150,776</u> | <u>294,386,836</u> |
| Change in net position | <u>(26,883,875)</u> | <u>5,943,796</u> | <u>(20,940,079)</u> | <u>(6,169,285)</u> | <u>5,654,504</u> | <u>(514,781)</u> |
| Net position, | | | | | | |
| Beginning of the year: | | | | | | |
| As originally reported | (234,352,444) | 87,132,540 | (147,219,904) | (228,021,783) | 81,478,036 | (146,543,747) |
| Remove land recorded twice | (12,832,900) | - | (12,832,900) | | | |
| GASB 45 & 75 | (235,616,414) | (3,710,493) | (239,326,907) | | | |
| GASB 68, 73 & 175 Main St. | | - | - | (161,376) | - | (161,376) |
| As restated | <u>(482,801,758)</u> | <u>83,422,047</u> | <u>(399,379,711)</u> | <u>(228,183,159)</u> | <u>81,478,036</u> | <u>(146,705,123)</u> |
| Net Position, End of Year | <u>\$ (509,685,633)</u> | <u>\$ 89,365,843</u> | <u>\$ (420,319,790)</u> | <u>\$ (234,352,444)</u> | <u>\$ 87,132,540</u> | <u>\$ (147,219,904)</u> |

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Financial Analysis of the City of Pawtucket's Funds

Governmental Funds - The focus of the City of Pawtucket's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balance of \$24,993,939. Of this amount, \$4,631,404 constitutes net unassigned fund balance. The remainder of the fund balance is classified in Note 7 on page 49 as follows:

Non-Spendable:

| | |
|----------------------------------------------|-----------------------------------|
| Perpetual care and endowment permanent funds | \$ 1,422,332 |
| School department prepaid items | 181,028 |
| City special revenue funds | 7,217 |
| Total Non-Spendable fund balance | <u><u>\$ 1,610,577</u></u> |

Restricted:

| | |
|----------------------------------------------|------------------------------------|
| Restricted for City special revenue funds | \$ 2,556,249 |
| Restricted for School capital projects funds | \$ 1,782,152 |
| Restricted for general School purposes | 459,453 |
| Restricted for HUD special revenue funds | 506,711 |
| Restricted for School special revenue funds | 246,613 |
| Restricted for Capital projects funds | 10,824,544 |
| Total Restricted fund balance | <u><u>\$ 16,375,722</u></u> |

Committed:

| | |
|------------------------------------------|-----------------------------------|
| Committed for Charter Reserve | \$ 700,000 |
| Committed for Street Lighting | 89,518 |
| Committed for City special revenue funds | 1,432,673 |
| Total Committed fund balance | <u><u>\$ 2,222,191</u></u> |

Assigned

| | |
|------------------------------------|---------------------------------|
| Assigned for snow removal | 150,000 |
| Assigned for revaluation | 123,926 |
| Total Assigned fund balance | <u><u>\$ 273,926</u></u> |

Total

\$ 20,482,416

Proprietary Funds - The City of Pawtucket's proprietary fund statements provide the same type of information as presented in the government-wide financial statements, but in more detail.

Total unrestricted net position of the proprietary funds is reported at (\$5,019,935).

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

General Fund Budgeting Highlights for the Fiscal Year Ending
June 30, 2018 and June 30, 2017

REVENUE:

Real Estate, Tangible and Auto Taxes – were under budget by \$3,618,635. Prior year taxes came in lower than budgeted by \$210,666 in total. Current year Real Estates taxes came in lower than budgeted by \$672,197 and Tangible taxes were under by \$73,307. Current Motor Vehicle tax was under budget by \$2,662,465 because of the new auto phase-out legislation. The City budgeted the Motor Vehicle Taxes using the previous year's methodology but the new State law reduced the Motor Vehicle tax amount and instead gave the City additional Auto Phase-Out State Aid. The City received additional Auto Phase-Out Aid of \$2,277,876. Taxes were over last year by \$1,915,747 due to an increase in values.

Current Other Revenues – exceeded the budget by \$81,776 and was slightly over last year by \$39 primarily due to the higher payment of state realty transfer tax due to continued improvement in the market.

License and Permit Revenue – was under budget by \$50,363 and under last year by \$3,598. The variance for both years is mainly the result of Building, Mechanical and Electrical permits coming in lower due to the continued change in market.

Intergovernmental Revenue – exceeded the budget by \$1,802,067 and was over last year by \$2,828,449. The variance for both years was mainly due to the additional Auto Phase-Aid State Aid per new legislation mentioned above.

Charges for Services – exceeded the budget by \$66,525 and over last year by \$64,151. Both variances were mainly due to Police Vehicle Admin Fees now being recorded as a revenue item rather than a contra expense in the Police Department per the State Transparency Portal.

Fines and Forfeitures – exceeded the budget by \$116,075 and over last year by \$127,825. The variance for this year and last year was mainly due to Snow Tow, Street Sweeping and Speeding tickets.

Interest Revenue – exceeded the budget by \$333,269 and over last year by \$273,598. The variance for both years is mainly due to more interest collected on prior year taxes this year.

Donations – exceeded the budget by \$1,028 and was slightly under last year by \$57.

Other Financing Sources – exceeded the budget by \$975,607 and over last year by \$1,323,992. The variance for both years is mainly due to Bond Proceeds of \$1,077,732 that came in during fiscal year 2018.

Total Revenue – was under budget by \$292,651 mainly due to Real Estate, Tangible, and Auto Taxes coming in lower than budgeted. We are over last year \$6,530,146 mainly due to the increase in values for Real Estate and Tangible taxes, additional Auto Phase-Out State Aid, and Bond Proceeds.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

EXPENSES:

Legislative – The Legislative Department exceeded the budget by \$86,031 and was over last year by \$160,892.

City Clerk's Division – exceeded the budget by \$20,569 and over last year by \$37,220. The variances are mostly due to the increase in health insurance and an employee switching from an individual plan to a family plan.

Board of Canvassers Division – exceeded the budget by \$97,553 and under last year \$48,335. The variance in the current year is due to an extra election to fill a vacated seat. The variance for last year is because there was a presidential election in the previous year.

There were no material variances in the **City Council, Probate Court, and Library Divisions.**

Executive – The Executive Department exceeded the budget by \$296,077 and over last year \$305,003.

Law Department – exceeded the budget by \$226,807 and over last year \$170,079. The variances in both years are mostly due to an increase in outside legal fees.

There were no material variances in the **Mayor's Office and Municipal Court Division.**

Finance - The Finance Department was under budget by \$181,180 and over last year \$629,700.

Tax Assessors Division - was under budget by \$108,175 and over last year \$450,937. The variance is mostly due to the real estate revaluation done during FY18.

Tax Collections Division – was under budget by \$13,554 and over last year \$65,674. The variance is mostly due to the tax bill consultant being lower than budgeted in the current year but more than last year. Salaries and health benefits also increased from the previous year.

Information Technology Division – was under budget \$51,593 and over last year by \$93,046. This was due to a savings in IS Hard/Software Maintenance lines and Telephone Maintenance.

There were no other material variances in the **Finance Director, Accounting, Personnel, Purchasing, Information Technology, or Payroll Divisions.**

Planning - The Planning Department exceeded the budget by \$84,791 and was over last year by \$258,858.

Planning Department – exceeded the budget by \$67,247 and over last year by \$212,140. This was mainly due to adding consulting services to this year.

Zoning & Code Enforcement Division – exceeded the budget by \$16,816 and was over last year by \$45,639. The variance for this year was mainly due to additional overtime cost while the various for last year was mostly due to a new employees having different benefits from what was budgeted.

There was no significant variance in the Development Division.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Public Safety – The Public Safety Department consists of the Police Department, Fire Department, Emergency Management Agency and the PS Communication Division.

Police – The Police Department was under budget by \$375,071 and over last year by \$1,022,786.

Uniform Police Division - was under budget by \$429,713 and over last year \$1,021,246. This year variance was mainly due to a lag in hiring. Last year's variance is mainly due to additional costs in police salaries and benefits because we hired more police officers during FY2018.

Civilian Police Division – exceeded the budget by \$123,836 and over last year by \$32,824. The variances were mostly due to an increase in the number of recruits in the academy this year over last year.

There was no significant variance in the Animal Shelter Division.

Fire –The Fire Department exceeded the budget by \$184,193 and over last year \$1,144,652.

Uniform Fire Division – exceeded the budget by \$228,023 and over last year by \$1,100,756. The variance for both years is mainly due to outside parts for fire vehicles. Another contributing factor for the variance over last year was an increase in health benefits.

Civilian Fire Division – was under budget by \$52,146 and over last year by \$15,807. The variance for the current year is mainly due to lag in hiring for dispatchers. The variance for the prior year is mainly due to additional overtime.

Emergency Management Agency – exceeded the budget by \$89,561 and over last year by \$74,367. This was mainly due to consulting fees paid in the current year in the amount of \$84,033.

PS Communication Division – was under budget by \$55,741 and under last year by \$86,513. The variances are mainly due to a lag in hiring.

There were no material differences in the Crossing Guard or the Fire Prevention Division.

Public Works – The Public Works Department exceeded the budget by \$410,315 and over last year by \$1,214,894.

Public Works Director Division – exceeded the budget by \$19,005 and over last year by \$142,263. The current year variance is mainly due to a not paying for the summer program that was budgeted for. The prior year variance was mainly due to salaries and benefits for the new DPW Director that was hired during the current year.

Beautification Division – exceeded the budget by \$87,269 and over last year by 125,797. The variance is mainly due an increase in salaries and benefits because of two additional positions.

Transfer Station – exceeded the budget by \$199,599 and over last year by 206,477. This was mainly due to the increase in tipping fees.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Streets, Bridges and Cemetery Division – was under budget by \$103,728 and over last year by \$54,546. The variance is mainly due to a reduction of two positions and an increase of RI Clean Water reimbursements.

Street Cleaning and Snow Removal – exceeded budget by \$201,559 and over last year by \$229,638. The variance is mainly due to overtime, outside parts, and sand/salt because of more snow storms during FY2018.

There were no other material variances in the **Engineering, Equipment Maintenance, Building Maintenance, City Hall Maintenance, Sewer, Traffic, Parks, Recreation, and Daggett Farm Divisions.**

Senior Services – exceeded the budget by \$23,460 and over last year \$33,440. The variances are due to increased telephone expense and temporary services.

Fixed Charges (Non-Departmental Costs) – The Fixed Charges Section exceeded the budget by \$806,342 and over last year by \$3,178,137.

Debt Service – was under budget by \$48,619 and over last year by \$1,646,719. The main reason for the difference from last year to this year is we added a new School Improvement bond and a new Road bond.

Operating Insurance – exceeded the budget by \$265,613 and over last year \$180,112. Both variances are mainly due to an increase in claims and judgements in the current year.

Contribution Support – exceeded the budget by \$8,032 and over last year by \$209,032. The main reason for the variance as compared to last year is because of the OPEB Trust Contribution.

Interdepartmental Contributions – was right on budget and over last year \$462,842. The main reason for the variance last year is due to an increase in the school funding of \$500,000 and no funding for the cemetery fund as it is budgeted for as in the debt service section of the General Fund.

Other Employee Benefits – was under budget by \$10,616 and over last year \$391,281. The major variance for this year was the increase in health insurance for retirees due to an increase in the working rate.

Fixed Charges – was over budget by \$591,932 and over last year by \$287,401. The main reason is we budgeted for a savings in lag in hiring of \$300,000 and the savings are shown in each department. We were also over budget on Street Lighting due to the fact that we expected to purchase our street lights during and switch them to LED's to achieve savings, but it hasn't happened yet.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Total Expenses – exceeded the budget by \$1,361,998 and over last year by \$7,916,555. This year's variance is due to fire vehicle outside parts, increase in tipping fees, snow removal, legal fees and street lights. The variance from last year is due to additional school funding, street lights, health insurance increase, debt service, and salary and benefit increases.

The City of Pawtucket's Capital Assets

The City of Pawtucket's investment in capital assets for its governmental and business-type activities amounts to \$331,336,079 net of accumulated depreciation at June 30, 2018. Included are land, building and improvements, construction in progress, motor vehicles, furniture and equipment and infrastructure. Additional information on the City of Pawtucket's capital assets is located in Note 6 to the financial statements and can be found on page 47.

| | City of Pawtucket Capital Assets (Net of Accumulated Depreciation) | | | | | |
|-------------------------------------|-----------------------------------------------------------------------|-----------------------------|-----------------------|------------------------------------------|-----------------------------|-----------------------|
| | 2018 | | | 2017 | | |
| | Governmental Activities | Business-Type Activities | Total | Governmental Activities (restated) | Business-Type Activities | Total (restated) |
| Land and improvements | \$ 9,244,950 | \$ 6,246,052 | \$ 15,491,002 | \$ 9,244,950 | \$ 5,915,052 | \$ 15,160,002 |
| Construction in progress | 19,110,456 | 9,551,432 | 28,661,888 | 16,209,770 | 7,514,747 | 23,724,517 |
| Buildings and improvements | 55,674,890 | | 55,674,890 | 53,988,719 | | 53,988,719 |
| Distribution and collection systems | | 88,330,235 | 88,330,235 | | 89,409,238 | 89,409,238 |
| Motor Vehicles | 5,344,303 | | 5,344,303 | 4,750,382 | | 4,750,382 |
| Machinery, equipment & furniture | 1,119,606 | 1,090,127 | 2,209,733 | 1,026,345 | 631,176 | 1,657,521 |
| Infrastructure | 81,100,677 | 54,530,005 | 135,630,682 | 81,374,437 | 56,408,608 | 137,783,045 |
| | <u>\$ 171,594,882</u> | <u>\$ 159,747,851</u> | <u>\$ 331,342,733</u> | <u>\$ 166,594,603</u> | <u>\$ 159,878,821</u> | <u>\$ 326,473,424</u> |

Constructions in process for governmental activities relate to the district-wide school building renovations, Max Read Field, and the purchase of the old St. Leos school. These projects will be funded by a combination of grant monies and bond debt expected to be issued in the upcoming years. Construction in process for business-type activities relate to Pawtucket Water Supply Board annual water main replacement contracts to be funded from bond proceeds available from bonds issued in fiscal year 2016, and rate revenue restricted for infrastructure improvements. The water transmission and distribution system capital improvements, which will benefit the rate payers for many years, are paid from debt financing on an as needed basis.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

The City of Pawtucket's Capital Assets (Continued)

The City has the following commitments related to construction project contracts at June 30, 2018:

City:

| | |
|-----------------------------|---------------------------|
| School Building Renovations | \$2,677,000 |
| Max Read Field | 600,000 |
| School Building Purchase | <u>100,000</u> |
| | <u>\$3,377,000</u> |

PWSB:

| | |
|---------------------------------|-------------------------------|
| Main Replacement Contract MR-10 | <u>\$ 411,746</u> |
| | <u>\$ 411,746</u> |
| | <u>\$3,788,746</u> |

The City of Pawtucket's Debt Administration

At the end of the current fiscal year, the City of Pawtucket's Governmental Activities had a total bonded debt of \$86,833,693. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the City's long-term liabilities:

The following is a summary of the City's long-term debt:

| | City of Pawtucket General Obligation Bonds and Notes Payable | | | | | |
|-----------------------------------------------------------------------|-----------------------------------------------------------------|------------------------------|------------------------------|------------------------------------------|-------------------------------------------|------------------------------|
| | 2018 | | | 2017 | | |
| | Governmental Activities | Business-Type Activities | Total | Governmental Activities (restated) | Business-Type Activities (restated) | Total (restated) |
| General obligation bonds and loans payable | \$ 87,225,293 | \$ - | \$ 87,225,293 | \$ 71,140,581 | \$ - | \$ 71,140,581 |
| Bond premiums | 4,281,196 | 1,171,076 | 5,452,272 | 3,284,016 | 1,237,600 | 4,521,616 |
| Capital leases | 7,667,932 | - | 7,667,932 | 5,896,424 | - | 5,896,424 |
| Water and clean water bonds | - | 89,471,753 | 89,471,753 | - | 92,351,372 | 92,351,372 |
| Total bonds and loans payable, bond premium and capital leases | <u>99,174,421</u> | <u>90,642,829</u> | <u>189,817,250</u> | <u>80,321,021</u> | <u>93,588,972</u> | <u>173,909,993</u> |
| Other Liabilities | | | | | | |
| Compensated absences | 7,867,163 | 782,943 | 8,650,106 | 7,667,345 | 729,390 | 8,396,735 |
| Net OPEB obligations | 348,618,912 | 5,291,403 | 353,910,315 | 342,162,158 | 5,292,411 | 347,454,569 |
| Pension liability | 2,320,591 | - | 2,320,591 | 2,379,232 | - | 2,379,232 |
| Net pension liability | 284,693,940 | 4,487,587 | 289,181,527 | 282,971,134 | 4,106,539 | 287,077,673 |
| Total Other Liabilities | <u>643,500,606</u> | <u>10,561,933</u> | <u>654,062,539</u> | <u>635,179,869</u> | <u>10,128,340</u> | <u>645,308,209</u> |
| | <u>\$ 742,675,027</u> | <u>\$ 101,204,762</u> | <u>\$ 843,879,789</u> | <u>\$ 715,500,890</u> | <u>\$ 103,717,312</u> | <u>\$ 819,218,202</u> |

Additional information on the City's long-term liabilities can be found in Note 10 of the Notes to the Financial Statements and on pages 52 through 54.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

The City of Pawtucket's Debt Administration (Continued)

The City maintains a "A3" rating from Moody's and an "A-" from Fitch for general obligation debt. The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable City property on the general obligation debt that a municipality can issue. The City of Pawtucket's limit is \$107,990,965 at fiscal year-end. The City's outstanding general obligation debt that is applicable to the debt limit is \$3,361,600 at year-end, which is \$104,629,365 under the State imposed limitation.

Economic Factors and Next Year's Budgets and Rates

The City of Pawtucket's total general fund budget for fiscal year 2019 amounts to \$251,371,066, which reflects an increase of \$5,420,989, or a 2.2% increase over the fiscal 2018 budget of \$245,950,077. Of the City's 2019 budget \$122,352,078 or 48.6%, is budgeted for educational purposes and \$129,018,988 or 51.4% is budgeted for other purposes.

Economic Factors and Next Year's Budgets and Rates (continued)

The City's tax rate for fiscal year 2019 is \$33.21 per thousand for commercial real property, \$20.13 per thousand for residential real property, \$50.00 per thousand for motor vehicles and \$52.09 per thousand for tangible personal property. Taxes for retail/wholesale inventory have been completely phased out.

Request for Information

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the City's finances and to show the City's accountability for the tax dollars received. Questions concerning this report, or requests for additional information, should be directed to Ms. Joanna L'Heureux, Finance Director, Pawtucket City Hall, 137 Roosevelt Avenue, Pawtucket, RI 02860, Telephone (401)728-0500.



Basic Financial Statements

CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF NET POSITION
JUNE 30, 2018

| | Primary Government | | | Component Unit Pawtucket Business Development Corporation |
|----------------------------------------------------|----------------------------|-----------------------------|-------------------------|-----------------------------------------------------------------------|
| | Governmental Activities | Business-type Activities | Total | |
| Assets: | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 48,681,401 | \$ 4,818,596 | \$ 53,499,997 | \$ 211,620 |
| Investments | 982,047 | | 982,047 | |
| Real estate and personal property taxes receivable | 7,697,913 | | 7,697,913 | |
| Water user fees receivable | | 3,984,788 | 3,984,788 | |
| Due from federal and state government | 4,593,925 | 297,729 | 4,891,654 | |
| Due from RICWFA | 10,020,401 | | 10,020,401 | |
| Internal balances | 3,664,448 | (3,664,448) | - | |
| Other receivables | 7,147,578 | | 7,147,578 | 280,190 |
| Prepaid items | 632,761 | | 632,761 | |
| Inventories | | 299,028 | 299,028 | |
| Notes receivable | 110,000 | | 110,000 | |
| Total current assets | <u>83,530,474</u> | <u>5,735,693</u> | <u>89,266,167</u> | <u>491,810</u> |
| Noncurrent assets: | | | | |
| Restricted assets: | | | | |
| Cash and cash equivalents | | 21,084,317 | 21,084,317 | |
| Investments | | 5,416,773 | 5,416,773 | |
| Capital assets: | | | | |
| Capital assets not being depreciated | 28,355,406 | 15,797,484 | 44,152,890 | |
| Capital assets being depreciated | <u>143,239,476</u> | <u>143,950,367</u> | <u>287,189,843</u> | |
| Total noncurrent assets | <u>171,594,882</u> | <u>186,248,941</u> | <u>357,843,823</u> | <u>-</u> |
| Total assets | <u>255,125,356</u> | <u>191,984,634</u> | <u>447,109,990</u> | <u>491,810</u> |
| Deferred outflows of resources: | | | | |
| Deferred outflows of resources related to pensions | <u>48,010,701</u> | <u>1,762,204</u> | <u>49,772,905</u> | |
| Total deferred outflows of resources | <u>48,010,701</u> | <u>1,762,204</u> | <u>49,772,905</u> | <u>-</u> |
| Liabilities: | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued liabilities | 14,505,911 | 1,117,336 | 15,623,247 | |
| Accrued interest payable | 594,108 | 1,085,089 | 1,679,197 | |
| Bond anticipation note | 22,470,000 | | 22,470,000 | |
| Deposits | | 13,992 | 13,992 | |
| Claims accrual | 2,000,000 | | 2,000,000 | |
| Long-term liabilities due within one year | <u>7,663,558</u> | <u>5,682,540</u> | <u>13,346,098</u> | |
| Total current liabilities | <u>47,233,577</u> | <u>7,898,957</u> | <u>55,132,534</u> | <u>-</u> |
| Noncurrent liabilities: | | | | |
| Other noncurrent liabilities | | 209,204 | 209,204 | |
| Long-term liabilities | <u>735,011,470</u> | <u>95,522,222</u> | <u>830,533,692</u> | |
| Total noncurrent liabilities | <u>735,011,470</u> | <u>95,731,426</u> | <u>830,742,896</u> | <u>-</u> |
| Total liabilities | <u>782,245,047</u> | <u>103,630,383</u> | <u>885,875,430</u> | <u>-</u> |
| Deferred inflows of resources: | | | | |
| Advanced collections | 8,580,329 | | 8,580,329 | |
| Deferred inflows of resources related to pensions | <u>21,996,314</u> | <u>750,612</u> | <u>22,746,926</u> | |
| Total deferred inflows of resources | <u>30,576,643</u> | <u>750,612</u> | <u>31,327,255</u> | <u>-</u> |
| Net position: | | | | |
| Net investment in capital assets | 133,480,935 | 68,969,777 | 202,450,712 | |
| Restricted for: | | | | |
| Trust agreements | | 17,528,979 | 17,528,979 | |
| Public utilities commission order | | 7,887,022 | 7,887,022 | |
| Capital projects | 12,606,696 | | 12,606,696 | |
| Education | 706,066 | | 706,066 | |
| Housing services | 506,711 | | 506,711 | |
| Other purposes | 8,943,079 | | 8,943,079 | 490,618 |
| Unrestricted | <u>(665,929,120)</u> | <u>(5,019,935)</u> | <u>(670,949,055)</u> | <u>1,192</u> |
| Total Net Position | <u>\$ (509,685,633)</u> | <u>\$ 89,365,843</u> | <u>\$ (420,319,790)</u> | <u>\$ 491,810</u> |

The accompanying notes are an integral part of the financial statements

**CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | | Component Unit Pawtucket Business Development Corporation |
|--------------------------------------------------|-----------------------|-------------------------|------------------------------------------|----------------------------------------|---------------------------------------------------|-----------------------------|-------------------------|-----------------------------------------------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | | |
| | | | | | Governmental Activities | Business-type Activities | Total | |
| Governmental Activities: | | | | | | | | |
| Legislative, judicial and general administrative | \$ 4,348,407 | \$ 1,633,788 | \$ | \$ 31 | \$ (2,714,588) | \$ | \$ (2,714,588) | \$ |
| Financial administration | 3,481,704 | 304,010 | | | (3,177,694) | | (3,177,694) | |
| Public safety | 64,546,061 | 3,410,408 | 2,652,509 | | (58,483,144) | | (58,483,144) | |
| Public works | 17,136,182 | 3,552,258 | | 3,184,191 | (10,399,733) | | (10,399,733) | |
| Planning, engineering and inspection | 5,056,896 | 47,354 | 2,085,127 | | (2,924,415) | | (2,924,415) | |
| Other | 14,341,716 | | | | (14,341,716) | | (14,341,716) | |
| Education | 158,095,615 | 890,984 | 9,657,362 | | (147,547,269) | | (147,547,269) | |
| Interest on long-term debt | 2,708,850 | | | | (2,708,850) | | (2,708,850) | |
| Total governmental activities | <u>269,715,431</u> | <u>9,838,802</u> | <u>14,394,998</u> | <u>3,184,222</u> | <u>(242,297,409)</u> | <u>-</u> | <u>(242,297,409)</u> | <u>-</u> |
| Business-Type Activity: | | | | | | | | |
| School lunch fund | 4,844,119 | 623,407 | 4,118,760 | | | (101,952) | (101,952) | |
| Water Supply Board | 15,714,157 | 21,061,144 | 145,030 | | | 5,492,017 | 5,492,017 | |
| Total business-type activity | <u>20,558,276</u> | <u>21,684,551</u> | <u>4,263,790</u> | <u>-</u> | <u>-</u> | <u>5,390,065</u> | <u>5,390,065</u> | <u>-</u> |
| Total primary government | <u>\$ 290,273,707</u> | <u>\$ 31,523,353</u> | <u>\$ 18,658,788</u> | <u>\$ 3,184,222</u> | <u>(242,297,409)</u> | <u>5,390,065</u> | <u>(236,907,344)</u> | <u>-</u> |
| Component Unit | | | | | | | | |
| Pawtucket Business Development Corp | <u>\$ 42,094</u> | <u>\$ -</u> | <u>\$ 5,000</u> | <u>\$ -</u> | | | | <u>(37,094)</u> |
| General Revenues: | | | | | | | | |
| Taxes: | | | | | | | | |
| Property taxes levied for general purposes | | | | | 105,243,331 | | 105,243,331 | |
| Motor vehicle phase-out taxes | | | | | 3,072,376 | | 3,072,376 | |
| State aid, unrestricted | | | | | 96,921,925 | | 96,921,925 | |
| State aid, teachers' pension plan | | | | | 8,082,309 | | 8,082,309 | |
| Investment and interest income | | | | | 1,362,109 | 427,404 | 1,789,513 | 12,122 |
| Other revenues | | | | | 830,904 | 26,907 | 857,811 | |
| Transfers in (out) | | | | | (99,420) | 99,420 | - | |
| Total general revenues and transfers | | | | | <u>215,413,534</u> | <u>553,731</u> | <u>215,967,265</u> | <u>12,122</u> |
| Change in Net Position | | | | | (26,883,875) | 5,943,796 | (20,940,079) | (24,972) |
| Net Position - Beginning of Year, as Restated | | | | | <u>(482,801,758)</u> | <u>83,422,047</u> | <u>(399,379,711)</u> | <u>516,782</u> |
| Net Position - End of Year | | | | | <u>\$ (509,685,633)</u> | <u>\$ 89,365,843</u> | <u>\$ (420,319,790)</u> | <u>\$ 491,810</u> |

The accompanying notes are an integral part of the financial statements

CITY OF PAWTUCKET, RHODE ISLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

| | <u>General Fund</u> | <u>School Unrestricted Fund</u> | <u>School Renovate and Equip School Building Capital Projects Fund</u> | <u>Other Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
|-------------------------------------------------------------------------------|-------------------------|-----------------------------------------|----------------------------------------------------------------------------------------|------------------------------------------------------|-----------------------------------------|
| Assets: | | | | | |
| Cash and cash equivalents | \$ 13,424,907 | \$ 2,660,301 | \$ 11,300,561 | \$ 14,544,457 | \$ 41,930,226 |
| Investments | | | | 982,047 | 982,047 |
| Real estate and personal property tax receivable | 7,697,913 | | | | 7,697,913 |
| Due from federal and state governments | 2,104,442 | 666,616 | | 1,822,867 | 4,593,925 |
| Due from RICWFA | | | | 10,020,401 | 10,020,401 |
| Due from other funds | 7,755,359 | | | | 7,755,359 |
| Other receivables | | 82,376 | 2,800,000 | 2,740,355 | 5,622,731 |
| Prepaid items | 451,733 | 181,028 | | | 632,761 |
| Notes receivable | | | | 110,000 | 110,000 |
| Total Assets | \$ 31,434,354 | \$ 3,590,321 | \$ 14,100,561 | \$ 30,220,127 | \$ 79,345,363 |
| Liabilities, deferred inflows and fund balances | | | | | |
| Liabilities: | | | | | |
| Accounts payable and accrued liabilities | \$ 4,183,073 | \$ 2,860,946 | \$ 318,409 | \$ 5,254,275 | \$ 12,616,703 |
| Due to other funds | | 88,894 | | 4,002,020 | 4,090,914 |
| Unearned revenue | 8,580,329 | | | | 8,580,329 |
| Bond anticipation note | | | 12,000,000 | 10,470,000 | 22,470,000 |
| Total liabilities | 12,763,402 | 2,949,840 | 12,318,409 | 19,726,295 | 47,757,946 |
| Deferred inflows of resources: | | | | | |
| Unavailable revenue - property taxes | 6,593,482 | | | | 6,593,482 |
| Total deferred inflows of resources | 6,593,482 | - | - | - | 6,593,482 |
| Fund balances: | | | | | |
| Non-spendable | | 181,028 | | 1,429,549 | 1,610,577 |
| Restricted | | 459,453 | 1,782,152 | 14,134,117 | 16,375,722 |
| Committed | 789,518 | | | 1,432,673 | 2,222,191 |
| Assigned | 273,926 | | | | 273,926 |
| Unassigned | 11,014,026 | | | (6,502,507) | 4,511,519 |
| Total fund balances | 12,077,470 | 640,481 | 1,782,152 | 10,493,832 | 24,993,935 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 31,434,354 | \$ 3,590,321 | \$ 14,100,561 | \$ 30,220,127 | \$ 79,345,363 |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2018**

Amounts Reported for Governmental Activities in the Statement of Net Position Differ Because:

| | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|
| Total Net Position (B-1) | \$ 24,993,935 |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 171,594,882 |
| Deferred outflows relating to pensions are recorded in the statement of net position. | 48,010,701 |
| Deferred inflows relating to pensions are recorded in the statement of net position. | (21,996,314) |
| Long-term liabilities and related items are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds. | |
| Long-term liabilities (net of premiums) at year-end consist of: | |
| Claims accrual | (2,000,000) |
| Bonds and loans payable | (87,225,293) |
| Unamortized bond premium | (4,281,196) |
| Capital leases | (7,667,932) |
| Compensated absences | (7,867,163) |
| Net pension liability | (284,693,940) |
| Net OPEB liability | (348,618,912) |
| Total pension liability | (2,320,591) |
| Accrued interest payable | (594,108) |
| Internal service funds are recorded as proprietary funds in the fund financial statements but are recorded as governmental activities on the government-wide statement of net position. | 6,386,830 |
| Unearned tax revenues (net of an allowance for uncollectible) are recorded in the funds, but are not deferred under the measurement focus employed in the statement of net position. | <u>6,593,468</u> |
| Total Net Position (A-1) | <u>\$ (509,685,633)</u> |

The accompanying notes are an integral part of the financial statements

**CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

| | General Fund | School Unrestricted Fund | School Renovate and Equip School Building Capital Projects Fund | Other Nonmajor Governmental Funds | Total Governmental Funds |
|------------------------------------------------------------------------------------|----------------------|--------------------------------|-----------------------------------------------------------------------------|--------------------------------------------|--------------------------------|
| Revenues: | | | | | |
| General property taxes and payments in lieu of taxes | \$ 105,188,770 | \$ | \$ | \$ | \$ 105,188,770 |
| Intergovernmental and departmental | 9,745,992 | 90,248,309 | | | 99,994,301 |
| Licenses | 234,199 | | | | 234,199 |
| Permits | 721,653 | | | | 721,653 |
| Fines and forfeitures | 424,415 | | | | 424,415 |
| Charges for service | 3,741,265 | 726,772 | | 3,990,499 | 8,458,536 |
| Operating grants and contributions | | | | 14,394,998 | 14,394,998 |
| Capital grants and contributions | | | | 3,184,222 | 3,184,222 |
| Investment income | 1,273,269 | | | 88,842 | 1,362,111 |
| On behalf pension contribution | | 5,602,398 | | | 5,602,398 |
| Other revenues | 830,904 | | | | 830,904 |
| Total revenues | <u>122,160,467</u> | <u>96,577,479</u> | <u>-</u> | <u>21,658,561</u> | <u>240,396,507</u> |
| Expenditures: | | | | | |
| Legislative and executive | 4,474,209 | | | 764,820 | 5,239,029 |
| Finance | 3,539,300 | | | | 3,539,300 |
| Planning | 1,734,705 | | | 2,940,103 | 4,674,808 |
| Public safety | 49,525,410 | | | 6,379,246 | 55,904,656 |
| Public works | 11,870,678 | | | 4,754,606 | 16,625,284 |
| Senior Center | 546,814 | | | | 546,814 |
| Other fixed and general charges | 13,293,122 | | | | 13,293,122 |
| Education | | 121,437,562 | 2,133,051 | 29,182,030 | 152,752,643 |
| Debt service principal | 6,096,610 | 118,133 | | 34,458 | 6,249,201 |
| Debt service interest | 2,846,732 | 18,578 | | 5,954 | 2,871,264 |
| On behalf pension contribution | | 5,602,398 | | | 5,602,398 |
| Total expenditures | <u>93,927,580</u> | <u>127,176,671</u> | <u>2,133,051</u> | <u>44,061,217</u> | <u>267,298,519</u> |
| Excess of revenues over (under) expenditures before other financing sources (uses) | <u>28,232,887</u> | <u>(30,599,192)</u> | <u>(2,133,051)</u> | <u>(22,402,656)</u> | <u>(26,902,012)</u> |
| Other financing sources (uses): | | | | | |
| Transfers from other funds | | 31,427,723 | | 2,409,698 | 33,837,421 |
| Transfers to other funds | (31,300,705) | (1,096,019) | | (1,540,118) | (33,936,842) |
| Bond proceeds | | | 4,390,000 | 16,300,000 | 20,690,000 |
| Capital lease proceeds | | | | 3,376,000 | 3,376,000 |
| Bond premium | 1,077,732 | | | | 1,077,732 |
| Total other financing sources (uses) | <u>(30,222,973)</u> | <u>30,331,704</u> | <u>4,390,000</u> | <u>20,545,580</u> | <u>25,044,311</u> |
| Net change in fund balances | (1,990,086) | (267,488) | 2,256,949 | (1,857,076) | (1,857,701) |
| Fund balances (deficit) - beginning of year | <u>14,067,556</u> | <u>907,969</u> | <u>(474,797)</u> | <u>12,350,908</u> | <u>26,851,636</u> |
| Fund balances - end of year | <u>\$ 12,077,470</u> | <u>\$ 640,481</u> | <u>\$ 1,782,152</u> | <u>\$ 10,493,832</u> | <u>\$ 24,993,935</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

| | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|
| Net Change in Fund Balances - Total Governmental Funds (B-3) | \$ (1,857,701) |
| <p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense. The capital outlays are as follows:</p> | |
| Capital asset additions | \$ 12,654,101 |
| Less net book value of disposed assets | <u>(103,343)</u> |
| Net capital outlays reported as expenditures | 12,550,758 |
| Depreciation expense | (7,555,022) |
| Change in claims accrual | (2,000,000) |
| Proceeds from issuance of long-term debt | (20,690,000) |
| Proceeds from issuance of capital lease | (3,376,000) |
| Change in accrued interest | (15,428) |
| Change in liability for compensated absences | (199,818) |
| Change in unearned tax revenues that are recorded in the funds, but are not deferred under the measurement focus employed | 54,561 |
| Principal payments made on long-term obligations | 4,605,288 |
| Principal payments made on capital lease | 1,604,492 |
| Bond premium | (1,077,732) |
| Bond premium amortization | 80,552 |
| Excess of internal service funds' revenues over expenses, reported as governmental activities in the government-wide statement of activities | 1,403,633 |
| Change in net OPEB liability | (6,456,754) |
| Change in pension liability | 58,641 |
| Change in net pension liability | (1,722,806) |
| Change in deferred inflows of resources related to pension | (6,342,295) |
| Change in deferred outflows of resources related to pension | <u>4,051,756</u> |
| Change in Net Position of Governmental Activities (A-2) | <u>\$ (26,883,875)</u> |

The accompanying notes are an integral part of the financial statements

CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2018

| | Business-Type Activities | | | Governmental Activities Internal Service Fund |
|-------------------------------------------|--------------------------|-----------------------|----------------------|--------------------------------------------------------|
| | Enterprise Funds | | | |
| | School Lunch Fund | Water Supply Board | Total | |
| Assets | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 1,761,100 | \$ 3,057,496 | \$ 4,818,596 | \$ 6,751,175 |
| Water user fees receivable | | 3,984,788 | 3,984,788 | |
| Due from federal and state government | 279,359 | 18,370 | 297,729 | |
| Inventories | | 299,028 | 299,028 | |
| Other receivables | | | - | 1,524,847 |
| Total current assets | <u>2,040,459</u> | <u>7,359,682</u> | <u>9,400,141</u> | <u>8,276,022</u> |
| Noncurrent assets: | | | | |
| Restricted cash and cash equivalents | | 21,084,317 | 21,084,317 | |
| Investments | | 5,416,773 | 5,416,773 | |
| Capital assets: | | | | |
| Land | | 6,246,052 | 6,246,052 | |
| Non-depreciable assets | | 9,551,432 | 9,551,432 | |
| Depreciable assets, net | | 143,950,367 | 143,950,367 | |
| Total noncurrent assets | <u>-</u> | <u>186,248,941</u> | <u>186,248,941</u> | <u>-</u> |
| Total assets | <u>2,040,459</u> | <u>193,608,623</u> | <u>195,649,082</u> | <u>8,276,022</u> |
| Deferred outflows of resources: | | | | |
| Pension | | 1,762,204 | 1,762,204 | |
| Total deferred outflows of resources | <u>-</u> | <u>1,762,204</u> | <u>1,762,204</u> | <u>-</u> |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued expenses | 421,482 | 560,610 | 982,092 | 1,889,192 |
| Accounts payable from restricted assets | | 135,244 | 135,244 | |
| Accrued interest payable | | 1,085,089 | 1,085,089 | |
| Deposits | | 13,992 | 13,992 | |
| Due to General Fund | 1,600,051 | 2,064,397 | 3,664,448 | |
| Long-term debt due within one year | | 5,682,540 | 5,682,540 | |
| Total current liabilities | <u>2,021,533</u> | <u>9,541,872</u> | <u>11,563,405</u> | <u>1,889,192</u> |
| Noncurrent liabilities: | | | | |
| Accrued expenses | | 209,204 | 209,204 | |
| Net pension liability | | 4,487,586 | 4,487,586 | |
| Accrued compensated absences and vacation | | 704,649 | 704,649 | |
| Net OPEB liability | | 5,291,403 | 5,291,403 | |
| Bonds, loans and notes payable | | 85,038,584 | 85,038,584 | |
| Total noncurrent liabilities | <u>-</u> | <u>95,731,426</u> | <u>95,731,426</u> | <u>-</u> |
| Total liabilities | <u>2,021,533</u> | <u>105,273,298</u> | <u>107,294,831</u> | <u>1,889,192</u> |
| Deferred inflows of resources: | | | | |
| Pension | | 750,612 | 750,612 | |
| Total deferred inflows of resources | <u>-</u> | <u>750,612</u> | <u>750,612</u> | <u>-</u> |
| Net position: | | | | |
| Net investment in capital assets | | 68,969,777 | 68,969,777 | |
| Restricted for: | | | | |
| Trust agreement | | 17,528,979 | 17,528,979 | |
| Public utilities commission order | | 7,887,022 | 7,887,022 | |
| Other purposes | | | - | 6,386,830 |
| Unrestricted | 18,926 | (5,038,861) | (5,019,935) | |
| Total Net Position | <u>\$ 18,926</u> | <u>\$ 89,346,917</u> | <u>\$ 89,365,843</u> | <u>\$ 6,386,830</u> |

The accompanying notes are an integral part of the financial statements

CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

| | Business-Type Activities Enterprise Funds | | | Governmental Activities |
|-----------------------------------------------|----------------------------------------------|-----------------------|----------------------|----------------------------|
| | School Lunch Fund | Water Supply Board | Total | Internal Service Fund |
| Operating revenues: | | | | |
| Charges for services | \$ 623,407 | \$ 20,596,449 | \$ 21,219,856 | \$ 36,155,498 |
| Other income | | 464,695 | 464,695 | 274,569 |
| Total operating revenues | <u>623,407</u> | <u>21,061,144</u> | <u>21,684,551</u> | <u>36,430,067</u> |
| Operating expenses: | | | | |
| General and administrative | | 2,268,213 | 2,268,213 | 35,026,434 |
| Customer service | | 557,100 | 557,100 | |
| Source of supply | | 1,208,806 | 1,208,806 | |
| Purification | | 2,746,273 | 2,746,273 | |
| Transmission and distribution | | 1,772,286 | 1,772,286 | |
| Engineering | | 526,958 | 526,958 | |
| Meters | | 485,495 | 485,495 | |
| Depreciation and amortization | | 2,964,393 | 2,964,393 | |
| School lunch program | 4,844,119 | | 4,844,119 | |
| Total operating expenses | <u>4,844,119</u> | <u>12,529,524</u> | <u>17,373,643</u> | <u>35,026,434</u> |
| Income (loss) from operations | <u>(4,220,712)</u> | <u>8,531,620</u> | <u>4,310,908</u> | <u>1,403,633</u> |
| Non-operating revenues (expenses): | | | | |
| Rental income, net | | 26,907 | 26,907 | |
| Intergovernmental income | | 145,030 | 145,030 | |
| Federal grants | 4,049,450 | | 4,049,450 | |
| State matching funds | 69,310 | | 69,310 | |
| Interest income | | 427,404 | 427,404 | |
| Interest expense | | (3,184,633) | (3,184,633) | |
| Total non-operating revenues (expenses) | <u>4,118,760</u> | <u>(2,585,292)</u> | <u>1,533,468</u> | <u>-</u> |
| Transfers: | | | | |
| Transfers from other funds | 99,420 | | 99,420 | |
| Total transfers | <u>99,420</u> | <u>-</u> | <u>99,420</u> | <u>-</u> |
| Change in net position | (2,532) | 5,946,328 | 5,943,796 | 1,403,633 |
| Net Position - beginning of year, as restated | <u>21,458</u> | <u>83,400,589</u> | <u>83,422,047</u> | <u>4,983,197</u> |
| Net Position - End of Year | <u>\$ 18,926</u> | <u>\$ 89,346,917</u> | <u>\$ 89,365,843</u> | <u>\$ 6,386,830</u> |

The accompanying notes are an integral part of the financial statements

**CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018**

| | Business-Type Activities Enterprise Funds | | | Governmental Activities |
|-----------------------------------------------------------------------|----------------------------------------------|-----------------------|----------------------|----------------------------|
| | School Lunch Fund | Water Supply Board | Total | Internal Service Fund |
| Cash flows from operating activities: | | | | |
| Cash received from customers | \$ 623,407 | \$ 20,612,912 | \$ 21,236,319 | \$ 36,426,303 |
| Cash payments to suppliers for goods and services | (4,856,484) | (8,395,237) | (13,251,721) | |
| Cash payments to employees for services | | (2,445,030) | (2,445,030) | |
| Payment of administrative expenses | | | - | (35,610,431) |
| Net cash (used in) provided by operating activities | <u>(4,233,077)</u> | <u>9,772,645</u> | <u>5,539,568</u> | <u>815,872</u> |
| Cash flows from non-capital financing activities: | | | | |
| Transfers from other funds | 99,420 | | 99,420 | |
| Rental income received | | 26,907 | 26,907 | |
| Intergovernmental revenue | 4,646,714 | 145,030 | 4,791,744 | |
| Interfund (repayments) borrowings | (141,895) | (1,322,136) | (1,464,031) | |
| Net cash provided by non-capital financing activities | <u>4,604,239</u> | <u>(1,150,199)</u> | <u>3,454,040</u> | <u>-</u> |
| Cash flows from capital and related financing activities: | | | | |
| Principal paid on bonds, notes and loans | | (5,447,246) | (5,447,246) | |
| Proceeds from bonds | | 2,567,626 | 2,567,626 | |
| Additions to capital assets | | (2,833,421) | (2,833,421) | |
| Interest paid on bonds, notes and loans | | (3,302,650) | (3,302,650) | |
| Net cash used in capital-related financing activities | <u>-</u> | <u>(9,015,691)</u> | <u>(9,015,691)</u> | <u>-</u> |
| Cash flows from investing activities: | | | | |
| Purchase/sale of investments, net | | 36,735 | 36,735 | |
| Investment income | | 427,404 | 427,404 | |
| Net cash provided by investing activities | <u>-</u> | <u>464,139</u> | <u>464,139</u> | <u>-</u> |
| Net increase (decrease) in cash and cash equivalents | 371,162 | 70,894 | 442,056 | 815,872 |
| Cash and cash equivalents - beginning of year | <u>1,389,938</u> | <u>24,070,919</u> | <u>25,460,857</u> | <u>5,935,303</u> |
| Cash and cash equivalents - end of year | <u>\$ 1,761,100</u> | <u>\$ 24,141,813</u> | <u>\$ 25,902,913</u> | <u>\$ 6,751,175</u> |
| Unrestricted cash and cash equivalents, per statement of net position | \$ 1,761,100 | \$ 3,057,496 | \$ 4,818,596 | \$ 6,751,175 |
| Restricted cash and cash equivalents, per statement of net position | | <u>21,084,317</u> | <u>21,084,317</u> | |
| Total cash and cash equivalents, per statement of net position | <u>\$ 1,761,100</u> | <u>\$ 24,141,813</u> | <u>\$ 25,902,913</u> | <u>\$ 6,751,175</u> |

The accompanying notes are an integral part of the financial statements

CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

| | Business-Type Activities | | | Governmental |
|------------------------------------------------------------------|--------------------------|--------------|--------------|------------------|
| | Enterprise Funds | | | Activities |
| | School Lunch | Water | Total | Internal Service |
| | Fund | Supply Board | | Fund |
| Reconciliation of operating income to net cash | | | | |
| Provided by operating activities: | | | | |
| Operating income (loss) | \$ (4,220,712) | \$ 8,531,620 | \$ 4,310,908 | \$ 1,403,633 |
| Adjustments to reconcile operating income to net | | | | |
| Cash provided by operating activities: | | | | |
| Depreciation and amortization | | 2,964,393 | 2,964,393 | |
| Changes in assets and liabilities: | | | | |
| (Increase) decrease in accounts receivable and accrued revenue | | | - | (3,764) |
| (Increase) decrease in inventories | | 101,470 | 101,470 | |
| (Increase) decrease in prepaid items | | 85,701 | 85,701 | |
| (Increase) decrease in user charges receivable | | (451,372) | (451,372) | |
| (Increase) decrease in due from federal and state agencies | | (8,870) | (8,870) | |
| (Increase) decrease in deferred outflows | | (356,760) | (356,760) | |
| Increase (decrease) in accounts payable and accrued expenses | (12,365) | (1,581,082) | (1,593,447) | (583,997) |
| Increase (decrease) in accrued compensated absences and vacation | | 53,556 | 53,556 | |
| Increase (decrease) in net pension liability | | 381,047 | 381,047 | |
| Increase (decrease) in net OPEB liability | | (1,008) | (1,008) | |
| Increase (decrease) in deferred inflows | | 50,813 | 50,813 | |
| Increase (decrease) in deposits | | 3,137 | 3,137 | |
| Total adjustments | (12,365) | 1,241,025 | 1,228,660 | (587,761) |
| Net cash provided by (used in) operating activities | \$ (4,233,077) | \$ 9,772,645 | \$ 5,539,568 | \$ 815,872 |

The accompanying notes are an integral part of the financial statements

**CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

| | City Pension Trust Fund (New Plan) | City OPEB Trust Fund | Agency Funds |
|-------------------------------------------------|---------------------------------------------------|-------------------------------------|-------------------------|
| Assets: | | | |
| Cash equivalents | \$ _____ | \$ _____ | \$ 280,288 |
| Investments, at Fair Value: | | | |
| Short term investments | 6,855,731 | | |
| Real estate investment trust | | 16,085 | |
| Common stock | 83,895,157 | | |
| Equity mutual fund | 1,991,214 | 138,731 | |
| U.S. Government obligations | 15,925,302 | | |
| U.S. Government agency obligations | 7,000,114 | | |
| Domestic corporate bonds | 7,026,009 | 46,243 | |
| Total investments | <u>122,693,527</u> | <u>201,059</u> | <u>-</u> |
| Receivables: | | | |
| Interest and dividends | 364,987 | | |
| Other | 90,431 | | |
| Total receivables | <u>455,418</u> | <u>-</u> | <u>-</u> |
| Total assets | <u>123,148,945</u> | <u>201,059</u> | <u>\$ 280,288</u> |
| Liabilities: | | | |
| Amounts held for the benefit of others | | | \$ 280,288 |
| Accounts payable and accrued expenses | 124,784 | | |
| Total liabilities | <u>124,784</u> | <u>-</u> | <u>\$ 280,288</u> |
| Net Position: | | | |
| Restricted for pension benefits | 123,024,161 | | |
| Restricted for OPEB benefits | | 201,059 | |
| Net position held in trust for pension benefits | <u>\$ 123,024,161</u> | <u>\$ 201,059</u> | |

The accompanying notes are an integral part of the financial statements

**CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

| | City Pension Trust Fund (New Plan) | City OPEB Trust Fund |
|-------------------------------------------|---------------------------------------------------|-------------------------------------|
| Additions: | | |
| Contributions: | | |
| Employer and plan members | \$ 13,760,338 | \$ 200,000 |
| Plan members | 1,833,531 | |
| Total contributions | <u>15,593,869</u> | <u>200,000</u> |
| Investment Income: | | |
| Net increase in fair value of investments | 6,327,145 | 1,100 |
| Interest and dividends | 2,550,699 | |
| Other | 10,178 | |
| Net investment earnings | <u>8,888,022</u> | <u>1,100</u> |
| Less investment expenses | 654,701 | |
| Total investment income | <u>8,233,321</u> | <u>1,100</u> |
| Total additions | <u>23,827,190</u> | <u>201,100</u> |
| Deductions | | |
| Benefits paid | 15,515,181 | |
| Administrative and other expenses | 154,759 | 41 |
| Total deductions | <u>15,669,940</u> | <u>41</u> |
| Change in Net Position | 8,157,250 | 201,059 |
| Net Position - Beginning of Year | <u>114,866,911</u> | <u>-</u> |
| Net Position - End of Year | <u>\$ 123,024,161</u> | <u>\$ 201,059</u> |

The accompanying notes are an integral part of the financial statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Pawtucket, Rhode Island (the City), have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The government's significant accounting policies are described below.

A. Reporting Entity

The City of Pawtucket is a municipal corporation governed by a Council/Mayor form of government with a nine-member City Council headed by a Council President. In some matters, including the issuance of short and long-term debt, the general laws of the State of Rhode Island govern the City. The City provides the following services: Public Safety (police, fire, traffic safety, inspections, zoning and building), Public Works (sanitation, highways and streets, engineering and building maintenance), Planning Engineering and Inspection, Education, Legislative, Judicial, and General Administrative Services.

The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary City's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the City, organizations for which the City is financially accountable and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the City.

Blended Component Unit

The Pawtucket Water Supply Board serves all the citizens of the City and is governed by a board comprised of the City's elected council. The rates for user charges and bond issuance authorizations are approved by the City's council and the City is legally obligated to provide resources in case there are deficiencies in debt service payments and resources are not available from any other remedies. The Pawtucket Water Supply Board is reported as an enterprise fund and issues separate financial statements.

Discretely Presented Component Unit

The Pawtucket Business Development Corporation (Corporation) is a nonprofit corporation whose purpose is to promote the growth of business and industry in Pawtucket through loans to local businesses. The Corporation is governed by a volunteer board of directors, appointed by the Mayor of the City of Pawtucket. The board reviews and approves all loans. The Corporation is managed by employees of the City of Pawtucket Planning Department. No compensation is paid to the Planning Department employees or the City for these services. It is discretely presented as a component unit. Complete financial statements for the Pawtucket's Business Development Corporation may be obtained at their administrative office at 137 Roosevelt Ave, Pawtucket, RI 02860.

B. Basis of Presentation

Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the City's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the City has a discretely presented component unit. While the Pawtucket Business Development Corporation is not considered to be a major component unit, it is nevertheless shown in a separate column in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the City's water and transit functions and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

Total assets and deferred outflows, liabilities and deferred inflows, revenues, or expenditures/expenses of that individual, governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and

Total assets and deferred outflows, liabilities and deferred inflows, revenues, or expenditures/expenses of the individual, governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

In addition to funds that meet the major fund criteria, any other governmental or enterprise fund that the government's officials believe is particularly important to financial statement users (for example, because of public interest or inconsistency) may be reported as a major fund.

C. General Fund

The General Fund is the primary operating fund of the City and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

D. Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally or administratively restricted, committed or assigned to expenditures for certain purposes for the City and School.

E. Capital Project Funds

Capital Project Funds are used to account for resources restricted, committed or assigned for the acquisition or construction of specific capital projects or items.

F. Permanent Funds

The Permanent Funds account for assets held by the City pursuant to trust agreements. The principal portion of this fund type must remain intact, but the earnings may be used to achieve the objectives of the fund.

G. Proprietary Funds

Proprietary Funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. Operating revenues of the proprietary funds consist of customer/taxpayer charges for uses and services and certain other miscellaneous revenues. All other revenues of the proprietary funds are considered non-operating sources of revenue. Operating expenses for the enterprise funds includes costs of providing services, including administration and depreciation on capital assets. All other expense items not meeting the above criteria are reported as nonoperating expenses.

H. Fiduciary Funds

Fiduciary Funds are used to report assets held in a trustee or agency capacity and, therefore, cannot be used to support the City's own programs. The following fiduciary funds are used by the City:

I. Agency Funds

Agency Funds account for assets held by the City in a purely custodial capacity. The reporting entity includes five agency funds. Since agency funds are custodial in nature (i.e. assets equal liabilities), they do not involve the measurement of results of operations. The agency funds for the City are those funds relating to the Student Activity Funds.

J. Pension Funds

The Pension Trust Fund (New Plan) is an irrevocable trust used to account for funds that are to be used for the payment of retirement benefits to former police and fire employees.

**CITY OF PAWTUCKET, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2018**

The Pension Plan (Old Plan) is not part of an irrevocable trust, and therefore the assets are held in the City’s general fund and used for payment of retirement benefits on a pay-as-you-go basis.

Major Funds

The funds further classified as major are as follows:

| Fund | Brief Description |
|------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Governmental: General Fund | This fund is the primary operating fund of the City. |
| School Unrestricted Fund | This fund is used to report all financial transactions of the Pawtucket School Department, except those legally or administratively required to be accounted for in other funds. |
| School Renovate and Equip School Building - Capital Project Fund | This fund is accounting for the major renovations to the Potter Burns and Nathanael Green schools along with district-wide health and safety improvements. |
| Proprietary: School Lunch Water Supply Board | Fund accounts for lunch operations at all the schools. This fund accounts for the City’s water system. |

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities both governmental and business-like activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and deferred outflows and liabilities and deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period. The City considers property taxes as available if they are collected within 60 days after year end.

All proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position and cash flows. All assets and deferred outflows and liabilities and deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows and liabilities and deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

All proprietary funds, private purpose trust funds and agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Amounts reported as program revenues include charges to customers or applicants for goods, services or privileges provided and operating grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Cash and Cash Equivalents

For purposes of the cash flow statement, the proprietary funds consider all investments with original maturities of three months or less when purchased to be cash equivalents.

Investments

The City's cash and cash equivalents consist of cash on hand, demand deposits, money market accounts and short-term investments with original maturities of three months or less from the date of acquisition.

The City's investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Accounts Receivable

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include property taxes, other receivables and intergovernmental receivables. Business-type activities report service fees as its major receivables.

Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Proprietary fund receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivables are based upon historical trends and the periodic aging of accounts receivable. The allowance for uncollectible taxes receivable accounts amounted to \$3,300,000 at June 30, 2018. Major receivable balances for the governmental activities include property taxes and intergovernmental receivables 31% and 22%, respectively, of total governmental receivables. Business-type activities report service fees as its major receivables.

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

Inventories

Inventories are stated at cost (using the average cost method) and are recorded as expenditures when consumed.

Capital Assets

The accounting treatment over capital assets depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their acquisition price at the date of donation. Library collections, capital assets that are not being depreciated, are placed into service using the replacement method of cost for any new assets and the expense is charged to depreciation expense in the year of acquisition. As of June 30, 2018, the City's infrastructure assets have been capitalized and reported within the financial statements.

The City defines capital assets as assets with an individual cost of more than \$10,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical costs (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1979) is included as part of the governmental capital assets reported in the government-wide statements. Donated assets are recorded at their acquisition price, which approximates estimated fair value at the date of donation.

The Pawtucket Water Supply Board's (PWSB in the Enterprise Funds) assets are used as collateral for water improvement revenue bonds.

Depreciation of all exhaustible capital assets is recorded, as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

| | |
|----------------------------------------------------------|--------------|
| Autos and information processing equipment | 5 years |
| Trucks | 8 years |
| Equipment, furniture and fixtures | 10 years |
| Heavy equipment | 25 years |
| Buildings, infrastructure, water lines and fire hydrants | 39-1/2 years |
| Sewer mains and certain water assets | 75-100 years |

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Open encumbrances at year-end are closed out and re-evaluated at the beginning of the following fiscal year.

Property Taxes

The City is responsible for assessing, collecting, and distributing property taxes in accordance with enabling State legislation.

CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

All property taxes for fund statement purposes are recognized in compliance with Section P70, "Property Taxes" of the Codification of Governmental Accounting and Financial Reporting Standards on the Fund statements.

The City's fiscal 2018 property taxes were levied in July of 2017 on assessed valuation as of December 31, 2016. Upon levy, taxes are billed quarterly and are due on July 15, October 15, January 15 and April 15. Failure to mail payments by due dates will result in lien on taxpayer's property. Assessed values are established by Tax Assessor's Office and are currently calculated at 100% of assessed value for real estate and 100% of market value for motor vehicles. The most recent assessment of all real estate was completed as of December 31, 2016.

Compensated Absences

Under the terms of various contracts and agreements, City employees are granted vacation and sick leave in the varying amounts based on length of service. The City's policy is to recognize the cost of the vacation and sick leave in governmental funds when paid, and on the accrual basis in proprietary funds. For governmental fund types accrued compensated absences are presented as a current liability for those amounts expected to be paid with current financial resources. In governmental funds compensated absence expenditures are only reported when matured. For those compensated absences not to be paid with current financial resources the liability is recorded in the Statement of Net Position of the Government-wide Financial Statements. See Note 10 for amounts due and payable at June 30, 2018. For proprietary fund types accrued compensated absences are recorded as a liability within those funds. In past years and in future fiscal years the general fund has been used to liquidate the liability for compensated absences in governmental funds other than those which are liabilities on proprietary funds.

Judgments and Claims

Liabilities for legal cases and other claims against governmental funds are recorded when the ultimate liability can be estimated and such cases are expected to be liquidated with expendable available financial resources. Proprietary fund types record these liabilities using the accrual basis of accounting.

Bond Issuance Costs

Bond issuance costs, except any portion related to prepaid insurance costs, are recognized as an expense in the period incurred.

Net Pension Liability

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 Employees' Retirement System plan (ERS), the New Plan of the Police and Firefighters Employees' Retirement System (PFERS) and the Municipal Employees' Retirement System plan (MERS) and additions to/deductions from ERS/PFERS/MERS' fiduciary net position have been determined on the same basis as they are reported by ERS/PFERS/MERS. 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.

The pension liability related to the Old Plan of the PFERS, which is a pay-as-you-go plan with no assets, and which is paid out of the general fund, has been determined on the same basis as they are reported by PFERS.

Net OPEB Liability

The net OPEB liability is measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position. The OPEB plan's fiduciary net position is determined using the same valuation methods that are used by the OPEB plan for purposes of preparing its statement of fiduciary net position. The net OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

Long-Term Obligations

In the Government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports deferred outflows related to pensions and OPEB in the government-wide statement of net position. A deferred outflow of resources related to pensions and OPEB results from differences between expected and actual experience and investment gains or losses. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plan (active employees and inactive employees). No deferred outflows of resources affect the governmental fund financial statements in the current year.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The City reports advance property tax collections and deferred inflows of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plan (active employees and inactive employees). Advance property tax collections represent taxes inherently associated with a future

CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

period. This amount is recognized during the period in which the revenue is associated. For governmental funds, the City reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources (revenue) in the period during which the amounts become available.

Self-Insurance

The City's self-insurance costs for health and general liabilities are accounted for in the City's internal service funds. Claims incurred but not paid, including those which have not been reported, are accounted for as expenses and accrued claims in those funds when a liability has been incurred.

Interfund Transactions

Nonreciprocal Interfund Activities

Interfund transfers are reported in governmental funds as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after nonoperating revenues and expenses.

Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.

Interfund transactions are accounted for as expenditures/expenses when they constitute reimbursements from one fund to another. These transactions are recorded as expenditures/expenses in the reimbursing fund and are recorded as reductions of expenditures/expenses in the fund receiving the reimbursement. All other interfund transactions are reported as transfers.

Net Position/Fund Balance Classifications:

Government-Wide Statements

Net position is the result of assets and deferred outflows of resources, less liabilities and deferred inflows of resources, and is displayed in three components:

Net Investment in Capital Assets

Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings excluding unexpended bond proceeds, that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position

Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position

All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

Fund Financial Statements

Governmental fund equity is classified as fund balance in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Fund balance is classified as non-spendable, restricted, committed, assigned or unassigned as described below:

Non-Spendable

The amount of fund balance that cannot be spent because it is either not in spendable form or there is a legal or contractual requirement for the funds to remain intact.

Restricted

The amount of fund balance that can only be spent on specific expenditures due to constraints on the spending because of legal restrictions, outside party creditors, and grantor/donor requirements. The City's restricted fund balance amounts are considered to have been spent when an expenditure has been incurred satisfying such restriction.

Committed

The City Council, as the City's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by formal actions taken, such as an ordinance or resolution. These committed amounts cannot be used for any other purpose unless the City Council removes or changes the specific use through the same type of formal action taken to establish the commitment. This constraint must be imposed prior to the fiscal year end, but the specific amount may be determined at a later date.

Assigned

The amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed, should be reported as assigned fund balance. The City does not maintain a spending policy in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definition* therefore any remaining positive portion of unassigned fund balance cannot be considered assigned.

Unassigned

The amount of fund balance that remains from residual positive net resources of the General Fund in excess of what can properly be classified in one of the other four categories, not subject to any constraints or intended use, no external or self-imposed limitations, no set spending plan and are available for any purposes. Unassigned fund balance is commonly used for emergency expenditures not previously considered. In addition, the resources classified as unassigned can be used to cover expenditures for revenues not yet received. At the end of each fiscal year, the Finance Director will report the portion of the unassigned fund balance. It is also used to report negative fund balances in other governmental funds.

Proprietary fund equity is classified the same as in the government-wide statements.

Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the City's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Fund Balance Flow Assumption

Sometimes the City will fund outlays for particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last, unless the City Council has provided otherwise in its commitment or assignment actions by either ordinance or resolution.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

In accordance with the City Charter, the Mayor must present to the City Council a recommended annual budget for the operations of all municipal departments prior to the commencement of each fiscal year. The recommended budget must include an appropriation to fund school expenditures in excess of their anticipated revenues as requested by the Superintendent and approved by the School Committee. Estimates of sums expected to become available from federal and state grants for the support of the public schools shall be included in the total requested for school expenditures. The City Council shall appropriate these funds for expenditure by the School Committee, and shall appropriate such additional funds from local tax revenues as may be required to meet the total school budget which the City Council approves. The School Committee shall not have the authority to obligate the City financially beyond the total budgetary amount voted by the City Council. The City Council can change only the total amount of the School Committee's recommended budget. The City Council can increase the total amount of the total budget, as presented by the Mayor, only if it makes provisions for increasing anticipated revenue to match increases in expenditures in the budget.

**CITY OF PAWTUCKET, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2018**

The General Fund and the School Unrestricted Fund annual operating budgets are in conformity with the legally enacted budgetary basis. The legally enacted budgetary basis differs from accounting principles generally accepted in the United States of America (U.S. GAAP) in several regards. Budgets are adopted on the modified accrual basis with certain exceptions. Budgetary revenues may include appropriations from fund equity previously recognized under U.S. GAAP. Budgetary expenditures may include provisions to build fund balance.

Excess of Expenditures over Appropriations

For the year ended June 30, 2018, General fund expenditures exceeded appropriations in the following categories:

| | | |
|--------------------------------------------------|----|---------|
| Legislative, judicial and general administrative | \$ | 86,031 |
| Executive | | 296,077 |
| Planning | | 84,791 |
| Public works | | 410,315 |
| Senior Center | | 23,459 |
| Operating insurance | | 265,613 |
| Contribution support | | 8,032 |
| Other fixed and general charges | | 591,932 |
| Transfer out - other | | 14,576 |

For the year ended June 30, 2018, School unrestricted fund expenditures exceeded appropriations in the following categories:

| | | |
|---------------------------------------|----|---------|
| Purchased services | \$ | 865,526 |
| Supplies and materials | | 803 |
| Equipment/capital improvement | | 20,898 |
| Transfer out - capital projects funds | | 953,599 |

Legal Debt Margin

The City's legal debt margin as set forth by State Statute is limited to three percent of total assessed value which approximates \$3,750,774,047 based on the December 31, 2016 assessment. As of June 30, 2018, the City's debt is under the debt limit by \$104,629,365 subject to the Maximum Aggregate Indebtedness provision (3% Debt Limit) of the Rhode Island General Laws 45-12-2. All other City debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

Donor Restricted Endowments

The City has received certain endowments of Library and Cemetery maintenance. The amounts are reflected in the net position and restricted for perpetual care and endowments. Investment income is approved for the expenditure by the various boards of the benefiting activities and is included in the nonspendable fund balance.

**CITY OF PAWTUCKET, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2018**

Fund Deficits

Funds with deficit fund balances as of June 30, 2018 were as follows:

City Special Revenue Funds:

| | |
|-----------------------|--------|
| Instuctor Programming | \$ 970 |
|-----------------------|--------|

HUD Restricted Funds:

| | |
|----------------------|--------|
| Visitors Center City | 53,616 |
|----------------------|--------|

School Special Revenue Funds:

| | |
|----------------------------------|---|
| 21st Century Learning | 9 |
| Curtis Care After School Program | 2 |
| RI Health Department | 1 |

Capital Projects Funds:

| | |
|-----------------------------------------------------|-----------|
| CH137/112 PL2014 Streets and Sidewalks | 621,554 |
| Ch202/220 PL2014 Renovate & Improve Public Building | 1,948,159 |
| CH37/45 PL2010 Renovate & Equip Recreation | 338 |
| CH 165/158 PL2012 Renovate & Equip Recreation | 504,299 |
| CH132/114 PL2014 Renovate & Equip Recreation | 1,200,000 |
| CH274&233 PL16 Recreation | 404,680 |
| CH133/113 PL 2014 Sewer &Sanitary System | 300,000 |
| CH276/230 PL16 Sewers | 212,437 |
| CH134/111 PL2014 School | 723,878 |
| CH138/115 PL14 Road & Traffic | 68,106 |
| CH33/41 PL2012 Road & Traffic | 200,000 |
| CH136/116 PL2014 Bridges | 130,975 |
| CH166/154 PL2012 Highway | 100,000 |
| State Pier Town Landing | 964 |
| Nea Our Town Grant | 70,717 |
| Town Landing Env RI DEM | 14,400 |
| 45 Division St Env RI Dem | 2,000 |

| | |
|-------|---------------------|
| Total | <u>\$ 6,557,105</u> |
|-------|---------------------|

The above capital projects funds will be funded by bond debt expected to be issued in the coming year and specifically for these projects.

3. CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits

The City's custodial credit risk policy is in accordance with RI General Laws, Chapter 35-10.1, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to 100% of time deposits with maturities greater than sixty days. Any of these institutions which do not meet minimum capital standards prescribed by federal regulators will insure or pledge eligible collateral equal to 100% of deposits, regardless of maturities.

The City maintains deposits in various financial institutions that are carried at cost except for those amounts which are carried as petty cash. The carrying amount of deposits is separately displayed on the balance sheet as "Cash and Cash Equivalents".

Investments

Investments of all idle funds are made through national banks or trust companies, providing that the financial conditions and integrity of the institutions are verifiable and can be monitored. The investment of funds must be in direct obligations of the United States Government and "money market instruments" rated "A" or better. Investments in any one institution cannot exceed five (5) percent of that institutions capital and surplus as set forth in the institutions most recent audited financial statements.

Interest Rate Risk

The City and the Pension Trust Fund limits their exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations. This policy avoids the need to sell securities on the open market prior to maturity.

Concentrations

The City and the Pension Trust Fund's investment policies are to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity.

Custodial Credit Risk

Deposits

This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party.

At June 30, 2018, the carrying amount of the City and the Pension Trust Fund's deposits was \$87,137,109, while the bank balance was \$93,469,778, all of which was covered by federal depository insurance or collateralized by the financial institutions and/or third parties in the name of the City and the Pension Trust Fund.

Interest Rate Risk

This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates.

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
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Credit Risk

Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The City has no investment policy that would limit its investment choices due to credit risk other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Rhode Island or political subdivision.

As of June 30, 2018, the City had the following investments:

| | <u>Total Value</u> | <u>Fair Value</u> | <u>Investment Maturities (Years)</u> | | |
|---------------------------------------------|-----------------------|----------------------|--------------------------------------|----------------------|-------------------------|
| | | | <u>Less Than 1</u> | <u>1 - 10</u> | <u>More Than 10</u> |
| Interest-bearing investments at fair value: | | | | | |
| Short-term investments | \$ 6,855,731 | \$ 6,855,731 | \$ 6,855,731 | \$ | \$ |
| U.S. Government Securities | 15,925,301 | 15,925,301 | | 13,409,997 | 2,515,304 |
| U.S. Government Agencies | 7,000,114 | 7,000,114 | 2,910 | 3,686,860 | 3,310,344 |
| Corporate Bonds | <u>7,026,011</u> | <u>7,026,011</u> | <u>854,140</u> | <u>4,886,218</u> | <u>1,285,653</u> |
| Total Interest Bearing Investments | 36,807,157 | \$ <u>36,807,157</u> | \$ <u>7,712,781</u> | \$ <u>21,983,075</u> | \$ <u>7,111,301</u> |
| Common Stock | 85,886,370 | | | | |
| Mutual Funds | 982,047 | | | | |
| Pooled Equity Index Funds | 46,243 | | | | |
| Pooled Fixed Income Index Funds | 138,731 | | | | |
| Real Estate Investment Trusts | <u>16,085</u> | | | | |
| Total Investments | \$ <u>123,876,633</u> | | | | |

Presented below is the rating of investments for each debt investment type:

| <u>Average Rating</u> | <u>Corporate Bonds</u> | <u>U.S. Government Securities</u> | <u>Short Term Investment Fund</u> | <u>U.S. Government Agencies</u> |
|---------------------------|----------------------------|-------------------------------------------|-------------------------------------------|-----------------------------------------|
| Aaa | \$ 231,263 | \$ 15,925,301 | \$ | \$ 806,051 |
| Aa1 | 152,138 | | | 1,276,070 |
| Aa3 | 254,238 | | | 765,473 |
| A1 | 1,482,241 | | | |
| A2 | 694,301 | | | |
| A3 | 1,574,929 | | | 205,780 |
| Baa1 | 917,138 | | | |
| Baa2 | 938,428 | | | |
| Baa3 | 528,172 | | | |
| Unrated | <u>253,163</u> | | <u>6,855,731</u> | <u>3,946,740</u> |
| | \$ <u>7,026,011</u> | \$ <u>15,925,301</u> | \$ <u>6,855,731</u> | \$ <u>7,000,114</u> |

CITY OF PAWTUCKET, RHODE ISLAND
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The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The City has the following recurring fair value measurements as of June 30, 2018:

| | <u>Fair Value</u> | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> |
|---------------------------------------|-----------------------|-----------------------|---------------------|----------------|
| Investments by fair value level: | | | | |
| U.S. Government Securities | \$ 15,925,302 | \$ 15,925,302 | \$ | \$ |
| U.S. Government Agencies | 7,000,114 | 7,000,114 | | |
| Corporate Bonds | 7,026,010 | | 7,026,010 | |
| Common Stock | 85,886,370 | 85,886,370 | | |
| Short Term Investments | 6,855,731 | 6,855,731 | | |
| Mutual Funds | 982,047 | 982,047 | | |
| Pooled Equity Index Funds | 138,731 | 138,731 | | |
| Pooled Fixed Income Index Funds | 16,085 | 16,085 | | |
| Real Estate Investment Trusts | 46,243 | 46,243 | | |
| | <u>123,876,633</u> | <u>116,850,623</u> | <u>7,026,010</u> | <u>-</u> |
| Total Investments by Fair Value Level | \$ <u>123,876,633</u> | \$ <u>116,850,623</u> | \$ <u>7,026,010</u> | \$ <u>-</u> |

4. PROPERTY TAXES

The City is permitted by state law to levy property taxes. Current tax collections for the City were approximately 97.02% of the total December 31, 2016 levy.

For year ended June 30, 2018, the City used a tax rate of \$34.88 per thousand for commercial real property, \$22.72 per thousand for residential real property, \$53.30 per thousand for motor vehicles, and \$52.09 per thousand for tangible personal property.

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

5. RECEIVABLES

Receivables as of year end for the City’s individual major funds and nonmajor, internal service and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

| | <u>General</u> | <u>School Fund</u> | <u>School Renovate and Equip School Building Capital Projects</u> | <u>Water Supply Board</u> | <u>School Lunch</u> | <u>Other Nonmajor Funds</u> | <u>Total</u> |
|------------------------------------|---------------------|--------------------|-------------------------------------------------------------------|---------------------------|---------------------|-----------------------------|----------------------|
| Receivables: | | | | | | | |
| Taxes | \$ 10,897,913 | \$ | \$ | \$ | \$ | \$ | \$ 10,898 |
| Intergovernmental | 2,104,442 | 666,616 | | 18,370 | 279,359 | 1,822,867 | 4,891,654 |
| RICWFA | | | | | | 10,020,401 | 12,820,401 |
| User charges | | | | 4,254,255 | | | 4,254,255 |
| Notes | | | | | | 110,000 | 110,000 |
| Accounts and other | | 82,376 | 2,800,000 | | | 4,720,620 | 7,602,996 |
| Gross receivables | <u>13,002,355</u> | <u>748,992</u> | <u>2,800,000</u> | <u>4,272,625</u> | <u>279,359</u> | <u>16,673,888</u> | <u>40,577,219</u> |
| Less allowance for uncollectibles: | | | | | | | |
| Taxes | 3,200,000 | | | | | | 3,200,000 |
| User charges | | | | 269,467 | | | 269,467 |
| Total allowance | <u>3,200,000</u> | | | <u>269,467</u> | | | <u>3,469,467</u> |
| Net Total Receivables | <u>\$ 9,802,355</u> | <u>\$ 748,992</u> | <u>\$ 2,800,000</u> | <u>\$ 4,003,158</u> | <u>\$ 279,359</u> | <u>\$ 16,673,888</u> | <u>\$ 37,107,752</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2018 was as follows:

| | (As Restated) Beginning Balance | Increases | Adjustments/ Decreases | Ending Balance |
|---------------------------------------------|---------------------------------------|---------------------|---------------------------|-----------------------|
| Governmental activities: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 9,244,950 | \$ | \$ | \$ 9,244,950 |
| Construction in progress | 16,209,770 | 3,146,387 | 245,701 | 19,110,456 |
| Total capital assets not being depreciated | <u>25,454,720</u> | <u>3,146,387</u> | <u>245,701</u> | <u>28,355,406</u> |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 100,379,753 | 5,098,725 | 20,542 | 105,457,936 |
| Motor vehicles | 17,752,866 | 1,766,906 | 184,233 | 19,335,539 |
| Machinery, equipment and furniture | 8,886,027 | 390,915 | | 9,276,942 |
| Infrastructure | 140,825,413 | 2,496,869 | | 143,322,282 |
| Total capital assets being depreciated | <u>267,844,059</u> | <u>9,753,415</u> | <u>204,775</u> | <u>277,392,699</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | 46,391,034 | 3,392,526 | 514 | 49,783,046 |
| Motor vehicles | 12,997,941 | 1,094,213 | 100,918 | 13,991,236 |
| Machinery, equipment and furniture | 7,859,682 | 297,654 | | 8,157,336 |
| Infrastructure | 59,450,976 | 2,770,629 | | 62,221,605 |
| Total accumulated depreciation | <u>126,699,633</u> | <u>7,555,022</u> | <u>101,432</u> | <u>134,153,223</u> |
| Total capital assets being depreciated, net | <u>141,144,426</u> | <u>2,198,393</u> | <u>103,343</u> | <u>143,239,476</u> |
| Governmental Activities Capital Assets, Net | <u>\$ 166,599,146</u> | <u>\$ 5,344,780</u> | <u>\$ 349,044</u> | <u>\$ 171,594,882</u> |

Depreciation Expense was charged to the functions of the governmental activities of the primary government as follows:

| | |
|----------------------------------------------------|---------------------|
| Governmental activities: | |
| Legislative | \$ 25,816 |
| Finance | 25,348 |
| Public Safety | 975,472 |
| Public Works | 3,669,643 |
| Planning | 422,206 |
| Education | <u>2,436,537</u> |
| Total Governmental Activities Depreciation Expense | <u>\$ 7,555,022</u> |

The City has the following commitments related to construction project contracts at June 30, 2018:

| | |
|-----------------------------|---------------------|
| School Building Purchase | \$ 100,000 |
| Max Read Field | 600,000 |
| School Building Renovations | <u>2,677,000</u> |
| Total Commitments | <u>\$ 3,377,000</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

Capital asset activity for the year ended June 30, 2018 was as follows:

| | <u>Beginning Balance</u> | <u>Adjustments/ Increases</u> | <u>Adjustments/ Decreases</u> | <u>Ending Balance</u> |
|-----------------------------------------------------------------------------------------------------------|------------------------------|-----------------------------------|-----------------------------------|---------------------------|
| Business-type activities: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 5,915,052 | \$ 331,000 | \$ | \$ 6,246,052 |
| Construction in progress | <u>7,514,747</u> | <u>2,036,685</u> | <u></u> | <u>9,551,432</u> |
| Total capital assets not being depreciated | <u>13,429,799</u> | <u>2,367,685</u> | <u>-</u> | <u>15,797,484</u> |
| Capital assets being depreciated: | | | | |
| Structures and improvements | 73,479,641 | | 582,345 | 72,897,296 |
| Transmission and distribution | 111,507,062 | 422,700 | | 111,929,762 |
| Equipment | <u>5,974,213</u> | <u>441,420</u> | <u>1,656,723</u> | <u>4,758,910</u> |
| Total capital assets being depreciated | <u>190,960,916</u> | <u>864,120</u> | <u>2,239,068</u> | <u>189,585,968</u> |
| Less accumulated depreciation for: | | | | |
| Structures and improvements | 17,071,033 | 1,296,258 | | 18,367,291 |
| Transmission and distribution | 22,097,824 | 1,501,703 | | 23,599,527 |
| Equipment | <u>5,343,037</u> | <u>166,432</u> | <u>1,840,686</u> | <u>3,668,783</u> |
| Total accumulated depreciation | <u>44,511,894</u> | <u>2,964,393</u> | <u>1,840,686</u> | <u>45,635,601</u> |
| Total capital assets being depreciated, net | <u>146,449,022</u> | <u>(2,100,273)</u> | <u>398,382</u> | <u>143,950,367</u> |
| Business-Type Activities Capital Assets, Net | \$ <u>159,878,821</u> | \$ <u>267,412</u> | \$ <u>398,382</u> | \$ <u>159,747,851</u> |
| Business Activities Depreciation Expense | | | | |
| Water Supply Board | | \$ <u>2,964,393</u> | | |
| The PWSB has the following commitments related to the Construction Project Contracts at June 30, 2018: | | | | |
| CL-6 Cleaning & Lining Contract | | \$ <u>411,746</u> | | |

CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

7. FUND EQUITY

Fund Balance Classifications

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City has classified governmental fund balances at June 30, 2018 as follows:

Nonspendable

| | |
|----------------------------------------------|----------------------------|
| Perpetual Care and endowment permanent funds | \$ 1,422,332 |
| School department prepaid items | 181,028 |
| City special revenue funds | <u>7,217</u> |
| Total non-spendable fund balance | <u><u>\$ 1,610,577</u></u> |

Restricted

| | |
|----------------------------------------------|-----------------------------|
| Restricted for City special revenue funds | \$ 2,556,249 |
| Restricted for School Capital Projects funds | 1,782,152 |
| Restricted for general School purposes | 459,453 |
| Restricted for HUD special revenue funds | 506,711 |
| Restricted for School special revenue funds | 246,613 |
| Restricted for Capital project funds | <u>10,824,544</u> |
| Total restricted fund balance | <u><u>\$ 16,375,722</u></u> |

Committed

| | |
|------------------------------------------|----------------------------|
| Committed for Charter Reserve | \$ 700,000 |
| Committed for Street Lighting | 89,518 |
| Committed for City special revenue funds | <u>1,432,673</u> |
| Total committed fund balance | <u><u>\$ 2,222,191</u></u> |

Assigned

| | |
|-----------------------------|--------------------------|
| Assigned for snow removal | \$ 150,000 |
| Assigned for revaluation | <u>123,926</u> |
| Total assigned fund balance | <u><u>\$ 273,926</u></u> |

Unassigned

| | |
|-------------------------------|----------------------------|
| General Fund | \$ 11,014,026 |
| Capital Projects | <u>(6,502,507)</u> |
| Total unassigned fund balance | <u><u>\$ 4,511,519</u></u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

8. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

During the course of operations, transactions are processed through a fund on behalf of another fund. Additionally, revenues received in one fund are transferred to another fund. A summary of interfund balances as of June 30, 2018 is presented below:

| Fund/Department | Due From Other Funds | Due to Other Funds |
|------------------------------|---------------------------------|-------------------------------|
| General Fund | \$ 7,755,359 | \$ |
| School Unrestricted Fund | | 88,894 |
| Special Revenue Funds | | 713,292 |
| HUD Restricted Funds | | 159,766 |
| School Restricted Funds | | 884,373 |
| Capital Project Funds | | 2,244,460 |
| Permanent Funds | | 129 |
| School Lunch | | 1,600,051 |
| Pawtucket Water Supply Board | | 2,064,397 |
| Totals | \$ <u>7,755,359</u> | \$ <u>7,755,362</u> |

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all costs with revenue generated by the fund. The composition of interfund transfers for the year ended June 30, 2018 is as follows:

| Fund/Department | Transfers From Other Funds | Transfers To Other Funds |
|--------------------------|---------------------------------------|-------------------------------------|
| General Fund | \$ | \$ 31,300,705 |
| School Unrestricted Fund | 31,427,723 | 1,096,019 |
| Special Revenue Funds | 239,759 | 136,686 |
| School Restricted Funds | 43,000 | 220,091 |
| School Lunch | 99,420 | |
| Capital Project Funds | 2,126,939 | 1,183,341 |
| Totals | \$ <u>33,936,841</u> | \$ <u>33,936,842</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

9. TAX & BOND ANTICIPATION NOTES

At June 30, 2017, the City had a BANs payable dated June 14, 2017 in the amount of \$17,950,000 and \$2,450,000 with the interest rates of 1.35% and 1.36% respectively. Both BANs were due and paid on approximately June 13, 2018.

The City issued a Bond Anticipation Note, dated June 13, 2018, in the amount of \$22,470,000 with an interest rate of 2.27%. The notes maturity date is June 12, 2019.

Activity of the City's BAN obligations was as follows for the fiscal year ended June 30, 2018.

| <u>Beginning Balance</u> | <u>Additions</u> | <u>Retirements</u> | <u>Ending Balance</u> |
|------------------------------|------------------|--------------------|---------------------------|
| \$ 20,400,000 | \$ 22,470,000 | \$ 20,400,000 | \$ 22,470,000 |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

10. LONG-TERM LIABILITIES

A. Long-Term Liability Activity

Long-term liability activity for the year ended June 30, 2018 was as follows:

| | (As Restated) Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|-----------------------------------------------------------|---------------------------------------|----------------------|----------------------|-----------------------|------------------------|
| Governmental Activities: | | | | | |
| Bonds and loans payable | \$ 71,140,581 | \$ 20,690,000 | \$ 4,605,288 | \$ 87,225,293 | \$ 5,108,233 |
| Bond premium | 3,284,016 | 1,077,732 | 80,552 | 4,281,196 | 103,883 |
| Total bonds and loans payable and bond premium | 74,424,597 | 21,767,732 | 4,685,840 | 91,506,489 | 5,212,116 |
| Other Liabilities: | | | | | |
| Capital leases | 5,896,424 | 3,376,000 | 1,604,492 | 7,667,932 | 1,664,725 |
| Compensated absences | 7,667,345 | 199,818 | | 7,867,163 | 786,717 |
| Net OPEB liability | 342,162,158 | 6,456,754 | | 348,618,912 | |
| Pension liability | 2,379,232 | | 58,641 | 2,320,591 | |
| Net pension liability | 282,971,134 | 5,640,633 | 3,917,827 | 284,693,940 | |
| Total Other Liabilities | 641,076,293 | 15,673,205 | 5,580,960 | 651,168,538 | 2,451,442 |
| Governmental Activities Long-Term Liabilities | \$ 715,500,890 | \$ 37,440,937 | \$ 10,266,800 | \$ 742,675,027 | \$ 7,663,558 |
| Business-Type Activities: | | | | | |
| Bonds, notes and loans payable: | | | | | |
| Bonds and loans payable | \$ 96,747,885 | | \$ 5,447,245 | \$ 91,300,640 | \$ 5,604,246 |
| Less undrawn proceeds | (4,396,513) | | (2,567,626) | (1,828,887) | - |
| Total Bonds and Loans Payable | 92,351,372 | - | 2,879,619 | 89,471,753 | 5,604,246 |
| Bond premium | 1,237,600 | | 66,524 | 1,171,076 | - |
| Total Bonds and Loans Payable and Bond Premium | 93,588,972 | - | 2,946,143 | 90,642,829 | 5,604,246 |
| Other Liabilities: | | | | | |
| Compensated absences | 729,390 | 53,553 | | 782,943 | 78,294 |
| Net OPEB liability | 5,292,411 | | 1,008 | 5,291,403 | |
| Net pension liability | 4,106,539 | 381,048 | | 4,487,587 | |
| Total Other Liabilities | 10,128,340 | 434,601 | 1,008 | 10,561,933 | 78,294 |
| Business Type Activities Long-Term Liabilities | \$ 103,717,312 | \$ 434,601 | \$ 2,947,151 | \$ 101,204,762 | \$ 5,682,540 |

B. Debt Service

Payments on all long-term debt and other long-term liabilities that pertain to the City's governmental activities are made by the Debt Service Fund and General Fund.

CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

On June 23, 2011, the City Council approved an ordinance authorizing the City to use accumulated funds for the Pawtucket School Department deficit reduction plan in fiscal year 2011. This ordinance allowed the City to transfer accumulated fund balances in various funds to the City's General Fund. The Cemetery Perpetual Care permanent fund, transferred \$500,000 to the General Fund, \$350,000 of which was deemed a loan that shall be repaid to the permanent fund in equal payments in the amount of \$40,000 per year for a period of ten years beginning in fiscal year 2013. This loan payable, in the amount of \$110,000, is included in the government-wide long-term debt obligations.

The debt service through maturity for the above governmental bonds and loans are as follows:

| Fiscal Year Ending June 30 | Principal | Interest | Total |
|-------------------------------------------|----------------------|----------------------|-----------------------|
| 2019 | \$ 5,108,233 | \$ 3,082,696 | \$ 8,190,929 |
| 2020 | 4,986,860 | 3,041,354 | 8,028,214 |
| 2021 | 5,112,200 | 2,866,861 | 7,979,061 |
| 2022 | 5,267,200 | 2,681,392 | 7,948,592 |
| 2023 | 4,940,200 | 2,486,335 | 7,426,535 |
| 2024-2028 | 25,482,600 | 9,423,876 | 34,906,476 |
| 2029-2033 | 20,836,000 | 4,889,783 | 25,725,783 |
| 2034-2038 | <u>15,492,000</u> | <u>1,338,174</u> | <u>16,830,174</u> |
| Totals | <u>\$ 87,225,293</u> | <u>\$ 29,810,470</u> | <u>\$ 117,035,763</u> |

The debt service through maturity for the above business type bonds and loans are as follows:

| Fiscal Year Ending June 30 | Principal | Interest | Total |
|-------------------------------------------|----------------------|----------------------|-----------------------|
| 2019 | \$ 5,604,246 | \$ 2,954,414 | \$ 8,558,660 |
| 2020 | 5,757,394 | 2,834,213 | 8,591,607 |
| 2021 | 5,892,000 | 2,660,949 | 8,552,949 |
| 2022 | 6,082,000 | 2,476,578 | 8,558,578 |
| 2023 | 6,282,000 | 2,280,741 | 8,562,741 |
| 2024-2028 | 30,678,000 | 8,177,408 | 38,855,408 |
| 2029-2033 | 20,440,000 | 3,573,650 | 24,013,650 |
| 2034-2038 | <u>10,565,000</u> | <u>551,400</u> | <u>11,116,400</u> |
| Totals | <u>\$ 91,300,640</u> | <u>\$ 25,509,353</u> | <u>\$ 116,809,993</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

C. Subsequent Issuances

The City issued \$700,000 in capital leases for fire department related equipment subsequent to year end.

11. BONDS AUTHORIZED BUT UNISSUED

Bonds authorized but unissued at June 30, 2018 were \$18,730,500 to be used for capital project funds.

12. DEFINED BENEFIT PENSION PLANS

All eligible employees of the City are covered by one of three pension plans: the Municipal Employees' Retirement System of the State of Rhode Island, a hybrid plan with a defined contribution component for certain employees (Municipal Plan); the Employees' Retirement System of Rhode Island (Teachers' Plan); or the Police and Firefighters Employees' Retirement System (New Plan), a contributory defined benefit. The Municipal Plan covers all full-time City and non-certified School Department general employees. The Teachers' Plan covers all School Department personnel certified by the Rhode Island Department of Education who are or have been engaged in teaching or administration as a principal occupation. The Police and Firefighters Employees' Retirement System (New Plan) is mandatory for employees of the City who are covered under a collective bargaining agreement between the City and the Pawtucket Fire Fighters Independent Union and the City and the Pawtucket Lodge No. 4, Fraternal Order of Police.

Eligible retired police and firefighters of the City that were hired prior to July 1, 1973 and July 1, 1972, respectively, are covered by the Police and Firefighters Employees' Retirement System (Old Plan), a defined benefit pension plan.

In November 2011, the State enacted the Rhode Island Retirement Security Act of 2011 (RIRSA), which made broad changes to the Teachers' Plan and Municipal Plan effective July 1, 2012. The most significant changes include changing the structure of the retirement program from a traditional defined benefit plan to a hybrid plan designed with a smaller defined benefit plan and a supplemental defined contribution plan; changing the automatic cost of living adjustment (COLA) from a CPI-related formula to a formula contingent on the actual investment performance over time; suspension/reduction of the COLA during times when the funded ratio is lower than targeted 80% levels; and the re-amortization of the Unfunded Actuarial Accrued Liability (UAAL) to 25 years from the 19-year schedule as of June 30, 2010. For the Teachers' Plan, teachers not covered by Social Security will participate in additional defined contribution allocations equal to 2% member plus 2% employer. Included within these significant changes are certain rules for transitioning from the prior defined benefit structure to the smaller defined benefit plan going forward. The changes in the defined benefit plan instituted by RIRSA have been fully reflected in the actuarial valuation as of June 30, 2012.

| | <u>Measurement Date</u> | <u>Pension Liability</u> | <u>Net Pension Liability</u> | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> | <u>Pension Expense</u> |
|---------------------------------------------|-------------------------|--------------------------|------------------------------|---------------------------------------|--------------------------------------|------------------------|
| Municipal Employee Retirement System - MERS | 6/30/2017 | \$ | \$ (35,690,834) | \$ 14,248,978 | \$ (6,014,825) | \$ 3,784,594 |
| Employe Retirement System - ERS | 6/30/2017 | | (104,552,182) | 27,308,976 | (11,353,072) | 9,286,072 |
| Police and Fire Pension - New Plan | 6/30/2018 | | (148,938,511) | 8,214,951 | (5,379,029) | 16,220,597 |
| Police and Fire Pension - Old Plan | 6/30/2018 | <u>(2,320,591)</u> | | | | |
| | | \$ <u>(2,320,591)</u> | \$ <u>(289,181,527)</u> | \$ <u>49,772,905</u> | \$ <u>(22,746,926)</u> | \$ <u>29,291,263</u> |

13. DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT OLD PLAN

A. General Information about the Pension Plan

Plan Description

The Old Plan covers police officers who were hired prior to July 1, 1973 and firefighters who were hired prior to July 1, 1972. The Old Plan is unfunded, with benefits paid out of the City’s general fund on a pay-as-you-go basis. The Police and Firefighters Pension Old Plan does not issue stand-alone financial reports. Pawtucket’s City Council acts as the board of the Old Plan.

B. Summary of Significant Accounting Policies

Basis of Accounting

The Police and Firefighters Pension Plan is administered by the City, and is accounted for on the accrual basis of accounting. Expenses (benefits, administration and refunds) are recognized when they are due and payable in accordance with the terms of the Plan.

Funding Policy (Old Plan only)

Each fiscal year, the City pays into the pension plan a sum equal to the actual benefit payout of the Plan for that year. As the Old Plan matures, the amounts payable each year, in general, will decrease until paid in full. The City at present is not intending to create a pool of assets to cover these projected costs but rather will allow this Plan to run its course. Because there are no active employees in the Old Plan and because the diminishing contributions and funds for payment are built into the taxpayer’s rate and budget, the Plan will not add additional burden to future taxpayers and, thus, will continue as is until completion.

Benefits Provided

The Police and Firefighters Pension Plan provides pension wages, but does not provide medical benefits.

In the event that an employee died prior to retirement and was survived by a spouse or children, the spouse was entitled to a pension benefit equal to 30% of the employee’s highest or final salary plus an additional 10% for each dependent child less than 21 years of age. The benefit could not exceed a total of 50% of the member’s highest or final salary. The benefits will continue during the lifetime of the spouse or until he/she remarries.

Cost of Living Adjustments are equal to 0% to 3% annually to every three years, depending on the member’s date of retirement and collective bargaining agreement the member is covered by.

Employees Covered By Benefit Terms.

At the June 30, 2018 valuation date, the following employees were covered by the benefit terms:

| | |
|--------------------------------------------------------------------|-----------|
| Retirees, disability retirees and beneficiaries receiving benefits | 36 |
| Active plan members vested | - |
| | <hr/> |
| Totals | <u>36</u> |

Contributions

All of the Old Plan participants are now retirees or beneficiaries. The City pays the benefits of the Old Plan on a pay-as-you go basis through an annual budgetary appropriation. For the year ended June 30, 2018, the City paid \$473,037.

Pension Liability

The total pension liability was determined by actuarial valuations performed as of June 30, 2018, using the following actuarial assumptions, applied to all periods included in the measurement.

Actuarial Assumptions and Methods

**Summary of Actuarial Assumptions Used in the Valuation to
 Determine the Pension Liability at the July 1, 2018 Valuation Date**

| | |
|----------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Actuarial Cost Method | Entry Age Normal - the Individual Entry Age Normal Cost methodology is used. |
| Actuarial Assumptions | |
| Projected Salary Increases | None, since all members are now retired. |
| Inflation | 3.00% |
| | It is assumed that both pre-retirement and post retirement mortality are represented by the RP-2000 combined mortality table adjusted to Blue Collar (male tables) with 1 year setback, and Scale AA improvement through 2011. Disabled mortality is assumed to follow the RP-2000 combined mortality table adjusted to blue collar male tables; set forward 1 year for males and 2 years for females, and Scale AA improvement through 2011. |
| Cost of Living Adjustments | COLA's vary from 0%-3% depending on the date of retirement, compounded from every 3 years to every year depending on date of retirement. This applies to 15 of the 38 surviving members. |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

Summary of Changes in Pension Liability - Old Plan

| | Total Pension Liability |
|---------------------------------------------------|------------------------------------|
| Balances as of July 1, 2017 | \$ <u>2,379,232</u> |
| Changes for the Year: | |
| Interest on the total pension liability | 178,442 |
| Difference between expected and actual experience | 235,954 |
| Employer contributions | |
| Employee contributions | |
| Net investment income | |
| Benefit payments, including employee refunds | (473,037) |
| Administrative expense | |
| Other changes | |
| Net changes | <u>(58,641)</u> |
| Balances as of June 30, 2018 | \$ <u><u>2,320,591</u></u> |

Sensitivity of The Pension Liability to Changes in The Discount Rate

The following presents the net pension liability of the employers calculated using the discount rate of 7.5%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

| 1% Decrease (6.5%) | Current Discount Rate (7.5%) | 1% Increase (8.5%) |
|-------------------------------|---------------------------------------------|-------------------------------|
| \$ 2,418,365 | \$ 2,320,591 | \$ 2,231,224 |

14. DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT NEW PLAN

A. General Information about the Pension Plan

Plan Description

The City administers a single employer defined benefit pension plan for Police and Fire Employees ("New Plan"). The New Plan covers police officers who were hired after July 1, 1973 and firefighters who were hired after July 1, 1972. The New Plan is prefunded, the information of which can be viewed in the fiduciary fund section of these financial statements. The New Plan does not issue stand-alone financial reports. Pawtucket's City Council acts as the board of the New Plan.

B. Summary of Significant Accounting Policies

Basis of Accounting

The New Plan is administered by the City and is accounted for on the accrual basis of accounting. Revenues (contributions and investment income) are recognized when they are earned and expenses (benefits, administration and refunds) are recognized when they are due and payable in accordance with the terms of the New Plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. There are no investments of 5% or greater in any one organization.

Benefits Provided

The New Plan provides pension benefits, and death and disability benefits. Mandatory retirement age under the Plan is 65. Members are vested in their benefits after 10 years of service, accruing 2.5% for each year of service up to and including their 20th year, with a benefit equal to 50% of the member's final average compensation. A member is entitled to an additional 2% of final average compensation for each year of service over 20 years, not to exceed 10 years or 70%. Details specific to each group are as follows:

Police

Final average compensation is defined as the highest 3 year average salary rate over the last 10 years. Police members who had 23 years and 4 months of service as of July 1, 2014 shall be entitled to additional pension benefit of 3 2/3% for each year of service up to a maximum of 70%. This additional benefit shall begin to accrue from July 1, 2013.

Firefighters

Firefighter members hired before May 1, 2013 retiring after 20 years of credited service are also entitled to an additional retirement benefit of 3% of the member's base for each year of service over 20 years, but not to exceed an additional 3 years and 4 months, and 2% for each year of service thereafter, with a maximum retirement benefit of 70%. Firefighter members hired after May 1, 2013 retiring after 20 years of credited service are entitled to an additional retirement benefit of 2% of the member's Base for each year of service over 20 years, with a maximum retirement benefit of 70%. Final average compensation is defined as the latest 3 year average salary rate.

Any member that withdraws from service prior to retirement (10 years) is entitled to a refund in a single sum of the amount of contribution made to the New Plan with interest at 4%. The payment of a refund under the provisions automatically affects a waiver and forfeiture of all accrued rights and benefits on the part of the member.

Employees that become totally and permanently disabled are eligible for a benefit equal to 66 2/3% of the employee's pay at the time the disability occurs, plus an additional 10% for each dependent child of the employee until the child reaches the age of 21, with a maximum total disability benefit not to exceed 80% of the employee's pay at the time of the occurrence of the disability. The disability benefit will continue until the employee reaches normal retirement, at which time the member will receive the normal retirement benefit.

**CITY OF PAWTUCKET, RHODE ISLAND
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In the event that an employee dies prior to retirement and is survived by a spouse or children, the spouse is entitled to a pension benefit equal to 50% of the employee's highest or final salary plus an additional 10% for each dependent child less than 21 years of age. The benefit cannot exceed a total of 70% of the member's highest or final salary. The benefits will continue during the lifetime of the spouse or until he/she remarries.

Cost of Living Adjustments are equal to 1% to 3% annually depending on the member's date of retirement and collective bargaining agreement the member is covered by.

Employees Covered by Benefit Terms

At the June 30, 2018 valuation date, the following employees were covered by the benefit terms:

| | |
|--------------------------------------------------------------------|-------------------|
| Retirees, disability retirees and beneficiaries receiving benefits | 417 |
| Active plan members vested | <u>292</u> |
| Totals | <u><u>709</u></u> |

Contributions

Employee and Employer contribution requirements are established and may be amended by City Council ordinance or union contract.

Eligible police and fire employees hired before May 1, 2013 are required to contribute 7.5% of their salary to the Plan. Employees hired after May 1, 2013 contribute 9%. Firefighters and police contribute 8% beginning on July 1, 2014, increasing to 8.5% effective July 1, 2015, and 9% commencing July 1, 2016 in accordance with Collective Bargaining Agreements as of July 1, 2014 and the approved Funding Improvement Plan.

The City establishes employer contributions based on an actuarially determined contribution recommended by an independent actuary. The actuarially determined contribution is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2018, the City contributed \$13,760,338 in the year ended June 30, 2018 which was 64.27% of annual covered payroll.

Net Pension Liability

The total pension liability was determined by actuarial valuations performed as of June 30, 2018, using the following actuarial assumptions, applied to all periods included in the measurement.

Actuarial Assumptions and Methods

**Summary of Actuarial Assumptions Used in the Valuation to
 Determine the Net Pension Liability at the July 1, 2016 Valuation Date**

| | |
|-------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Actuarial Cost Method | Entry Age Normal - the Individual Entry Age Normal Cost methodology is used. |
| Amortization Method | Level Percent of Payroll - Closed |
| Equivalent Single Remaining Amortization Period | 20 years at June 30, 2016 |
| Actuarial Assumptions | |
| Investment Rate of Return | 7.50% |
| Projected Salary Increases | Police & Fire Employees - 2.00% to 11.00% |
| Inflation | 3.00% |
| Mortality | It is assumed that both pre-retirement and post retirement mortality are represented by the RP-2000 combined mortality table adjusted to Blue Collar (male tables) with 1 year setback, and Scale AA improvement through 2011. Disabled mortality is assumed to follow the RP-2000 combined mortality table adjusted to blue collar male tables; set forward 1 year for males and 2 years for females, and Scale AA improvement through 2011. |
| Cost of Living Adjustments | COLA's vary from 0%-3% depending on the date of retirement, compounded annually. Under the new plan provisions for active Members, the COLA begins at the earlier of age 55 and 10 years following retirement. For the period FYE14 through FYE16, no COLAs will be made to the benefits for current retirees. |

The actuarial assumptions used in the June 30, 2018 valuation were consistent with the results of an actuarial experience study performed as of July 1, 2014.

The long-term expected rate of return on pension plan investments was determined using a building-block method on which best estimates ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return and by adding inflation.

**CITY OF PAWTUCKET, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
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The City determined 7.5% as the long-term expectation of investment returns. The average return for the past 5 years ending June 30, 2018 exceeded 7.62%. The June 30, 2018 expected geometric returns over the long term by asset class as developed by the City’s investment consultant, which are utilized by the actuary and summarized below. Best estimates of rates of return for each major asset class included in the pension plan’s target allocation as of June 30, 2018 are summarized in the following table:

| <u>Asset class</u> | <u>Long-term Expected Rate of Return, Net of Inflation</u> | <u>Long-term Expected Rate of Return</u> |
|-------------------------|--------------------------------------------------------------------|--------------------------------------------------|
| Equities | 6.25% | 9.25% |
| Government fixed income | 1.50% | 4.50% |
| Corporate fixed income | 3.00% | 6.00% |
| Cash | 0.00% | 3.00% |

Discount Rate

The discount rate was selected based on a projection of employer and employee contributions, benefit payments, expenses and the long term expected rate of return on New Plan assets. Rhode Island law requires locally administered plans to adopt a plan to become fully funded by 2042. Based on these laws and assumptions, the pensions plan’s Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. 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.

Rate of Return

For the year ended June 30, 2018, the annual money weighted rate of return on pension plan investments, net of pension plan investment expense, was 7.62%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

Summary of Changes in Net Pension Liability - New Plan

| | Increase (Decrease) | | |
|---------------------------------------------------|----------------------------|--------------------------------|--------------------------|
| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability |
| Balances as of July 1, 2017 | \$ 267,723,250 | \$ 114,866,912 | \$ 152,856,338 |
| Changes for the Year: | | | |
| Service cost | 3,845,925 | | 3,845,925 |
| Interest on the total pension liability | 19,796,387 | | 19,796,387 |
| Difference between expected and actual experience | (3,887,709) | | (3,887,709) |
| Employer contributions | | 13,760,338 | (13,760,338) |
| Employee contributions | | 1,833,531 | (1,833,531) |
| Net investment income | | 8,233,321 | (8,233,321) |
| Benefit payments, including employee refunds | (15,515,181) | (15,515,181) | - |
| Administrative expense | | (154,760) | 154,760 |
| Net changes | <u>4,239,422</u> | <u>8,157,249</u> | <u>(3,917,827)</u> |
| Balances as of June 30, 2018 | <u>\$ 271,962,672</u> | <u>\$ 123,024,161</u> | <u>\$ 148,938,511</u> |

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the employers calculated using the discount rate of 7.5%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

| 1% Decrease (6.5%) | Current Discount Rate (7.5%) | 1% Increase (8.5%) |
|-----------------------|------------------------------------|-----------------------|
| \$ 183,500,737 | \$ 148,938,511 | \$ 120,388,193 |

Pension Plan Fiduciary Net Position

The Plan Fiduciary Net Position as a percentage of the total New Plan Pension Liability is 45.2%.

**CITY OF PAWTUCKET, RHODE ISLAND
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Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2018 the City recognized pension expense of \$3,001,677. The City reported deferred outflows and inflows of resources related to pensions from the following sources:

| | <u>Outflows of Resources</u> | <u>inflows of Resources</u> |
|------------------------------------|----------------------------------|---------------------------------|
| Difference in experience | \$ 2,693,093 | \$ (3,565,945) |
| Differences in assumptions | 1,303,160 | - |
| Excess(deficit) Investment Returns | <u>4,218,698</u> | <u>(1,813,084)</u> |
| Total | <u>\$ 8,214,951</u> | <u>\$ (5,379,029)</u> |

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Fiscal Year Ending June 30,</u> | <u>Net Deferred Outflow (Inflow) of Resources</u> |
|------------------------------------|-------------------------------------------------------|
| 2019 | \$ 2,869,272 |
| 2020 | 1,751,767 |
| 2021 | (822,231) |
| 2022 | (546,347) |
| 2023 | <u>(416,539)</u> |
| Total | <u>\$ 2,835,922</u> |

15. DEFINED BENEFIT PENSION PLANS - GENERAL MUNICIPAL EMPLOYEES

General Information about the Pension Plan

A. Plan Description

The Municipal Employees' Retirement System (MERS) - an agent multiple-employer defined benefit pension plan - provides certain retirement, disability and death benefits to plan members and beneficiaries. MERS was established under Rhode Island General Law and placed under the management of the Employee's Retirement System of Rhode Island (ERSRI) Board to provide retirement allowances to employees of municipalities, housing authorities, water and sewer districts, and municipal police and fire persons that have elected to participate. Benefit provisions are subject to amendment by the General Assembly.

MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the ERSRI website at www.ersri.org.

B. Benefits Provided

General employees, police officers and firefighters employed by electing municipalities participate in MERS. Eligible employees become members at their date of employment. Anyone employed by a municipality at the time the municipality joins MERS may elect not to be covered. Elected officials may opt to be covered by MERS. Employees covered under another plan maintained by the municipality may not become members of MERS. Police officers and/or firefighters may be designated as such by the municipality, in which case the special contribution and benefit provisions described below will apply to them, or they may be designated as general employees with no special benefits. Members designated as police officers and/or firefighters are treated as belonging to a unit separate from the general employees, with separate contribution rates applicable.

Salary: Salary includes the member's base earnings plus any payments under a regular longevity or incentive plan. Salary excludes overtime, unused sick and vacation leave, severance pay, and other extraordinary compensation. Certain amounts that are excluded from taxable wages, such as amounts sheltered under a Section 125 plan or amounts picked up by the employer under IRC Section 414(h), are not excluded from salary.

Service: Employees receive credit for service while a member. In addition, a member may purchase credit for certain periods by making an additional contribution to purchase the additional service. Special rules and limits govern the purchase of additional service and the contribution required.

Final Compensation: Prior to July 1, 2012 and for general employee members eligible to retire as of June 30, 2012, the average was based on the member's highest three consecutive annual salaries. Effective July 1, 2012, the average was based on the member's highest five consecutive annual salaries. Once a member retires or is terminated, the applicable FAC will be the greater of the member's highest three year FAC as of July 1, 2012 or the five year FAC as of the retirement/termination date. Monthly benefits are based on one-twelfth of this amount.

Subsequent to June 30, 2015, litigation challenging the various pension reform measures enacted in previous years by the General Assembly (2009, 2010, and 2011) was settled. The final settlement approved by the Court on July 8, 2015 also included enactment of the pension settlement provisions by the General Assembly. These amended benefit provisions, which have been included in the determination of the total pension liability at the June 30, 2015 measurement date and are reflected in the summary of benefit provisions described below.

General Employees

Members with less than five years of contributory service as of June 30, 2012 and members hired on or after that date are eligible for retirement on or after their Social Security normal retirement age (SSNRA).

Members who had at least five years of contributory service as of June 30, 2012 will be eligible for retirement at an individually determined age. This age is the result of interpolating between the member's prior Retirement Date, described below, and the retirement age applicable to members hired after June 30, 2012 as described above. The interpolation is based on service as of June 30, 2012 divided by projected service at the member's prior Retirement Date. The minimum retirement age is 59.

Members with 10 or more years of contributory service on June 30, 2012 may choose to retire at their prior Retirement Date if they continue to work and contribute until that date. If this option is elected, the retirement benefit will be calculated using the benefits accrued as of June 30, 2012, i.e., the member will accumulate no additional defined benefits after this date, but the benefit will be paid without any actuarial reduction.

**CITY OF PAWTUCKET, RHODE ISLAND
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Effective July 1, 2015, members will be eligible to retire with full benefits at the earlier of their current Rhode Island Retirement Security Act (RIRSA) date described above or upon the attainment of age 65 with 30 years of service, age 64 with 31 years of service, age 63 with 32 years of service, or age 62 with 33 years of service.

A member who is within five years of reaching their retirement eligibility date and has 20 or more years of service, may elect to retire at any time with an actuarially reduced benefit.

Prior to July 1, 2012, members were eligible for retirement on or after age 58 if they had credit for 10 or more years of service, or at any age if they had credit for at least 30 years of service. Members eligible to retire before July 1, 2012 were not impacted by the changes to retirement eligibility above.

The annual benefit is equal to 2.00% of the member's monthly FAC for each year of service prior to July 1, 2012 and 1.00% of the member's monthly FAC for each year of service from July 1, 2012 through June 30, 2015. For all service after June 30, 2015, the annual benefit is equal to 1.0% per year unless the member had 20 or more years of service as of June 30, 2012 in which case the benefit accrual is 2.0% per year for service after June 30, 2015. The benefit cannot exceed 75% of the member's FAC. Benefits are paid monthly.

Other Benefit Provisions

Death and disability benefits are also provided to members. A member is eligible for a disability retirement provided he/she has credit for at least five years of service or if the disability is work-related. Members are not eligible for an ordinary disability benefit if they are eligible for unreduced retirement.

Joint and survivor benefit options are available to retirees. For some employees, a Social Security Option is also available where an annuity is paid at one amount prior to age 62, and at a reduced amount after age 62, designed to provide a level total income when combined with the member's age 62 Social Security benefit. Benefits cease upon the member's death.

Post-retirement benefit increases are paid to members who retire after June 30, 2012. Members will be eligible to receive cost of living increases at the later of the member's third anniversary of retirement and the month following their SSNRA (age 55 for members designated as police officers and/or firefighters). When a municipality elects coverage, it may elect either COLA C (covering only current and future active members and excluding members already retired) or COLA B (covering current retired members as well as current and future active members).

- a. The COLA will be suspended for any unit whose funding level is less than 80%; however, an interim COLA may be granted in four-year intervals while the COLA is suspended. The first interim COLA may begin January 1, 2018.
- b. Effective July 1, 2015, the COLA is determined based on 50% of the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%, plus 50% of the lesser of 3.0% or last year's CPI-U increase for a total maximum increase of 3.50%. Previously, it was the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%
- c. The COLA will be limited to the first \$25,000 of the member's annual pension benefit. For retirees and beneficiaries who retired on or before July 1, 2015, years in which a COLA is payable based on the every fourth year provision described in (a) above will be limited to the first \$30,000. These limits will be indexed annually to increase in the same manner as COLAs, with the known values of \$25,000 for 2013, \$25,000 for 2014, \$25,168 for 2015, \$25,855 for 2016, and \$26,098 for 2017.

**CITY OF PAWTUCKET, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2018**

Employees Covered by Benefit Terms

At the June 30, 2017 measurement date, the following employees were covered by the benefit terms:

| | <u>From Employer Specific Valuation</u> |
|------------------------------|---------------------------------------------|
| Retirees and Beneficiaries | 506 |
| Inactive, Nonretired Members | 179 |
| Active Members | <u>497</u> |
| Total | <u><u>1,182</u></u> |

Contributions

The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012 are required to contribute 2% of their salaries. General employees with more than 20 years of service as of June 30, 2012 are required to contribute 8.25%. Public safety employees are required to contribute 10% of their salaries. The City of Pawtucket contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The City of Pawtucket contributed \$3,349,306 in the year ended June 30, 2018 which was 16.37% of annual covered payroll.

Net Pension Liability

The total pension liability was determined by actuarial valuations performed as of June 30, 2016 and rolled forward to June 30, 2017, using the following actuarial assumptions, applied to all periods included in the measurement.

**Summary of Actuarial Assumptions Used in the Valuations to
 Determine the Net Pension Liability at the June 30, 2017 Measurement Date
 (June 30, 2016 Valuation Rolled Forward to June 30, 2017)**

| | |
|-------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Actuarial Cost Method | Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used. |
| Amortization Method | Level Percent of Payroll - Closed |
| Equivalent Single Remaining Amortization Period | 19 years |
| Asset Valuation Method | 5-Year smoothed market |
| Investment Rate of Return | 7.50% |
| Projected Salary Increases | General Employees - 3.50% to 7.50% |
| Inflation | 2.75% |
| Mortality | Male employees, MERS General and MERS P&F: 115% of RP-2000 combined healthy for males with white collar adjustments, projected with Scale AA from 2000. Female employees, MERS General and MERS P&F: 95% of RP-2000 Combined Healthy for Females with white collar adjustments, projected Scale AA from 2000. |
| Cost of Living Adjustments | A 2% COLA is assumed after January 1, 2014. |

CITY OF PAWTUCKET, RHODE ISLAND
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The actuarial assumptions used in the June 30, 2014 valuation rolled forward to June 30, 2017 and the calculation of the total pension liability at June 30, 2018 were consistent with the results of an actuarial experience study performed as of June 30, 2015.

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 35 sources. The June 30, 2016 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

| <u>Type of Investment</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|--------------------------------|--------------------------|-------------------------------------------------------|
| Global Equity | | |
| US Equity | 20.60% | 6.85% |
| International Developed Equity | 15.90% | 6.71% |
| Emerging Markets Equity | 3.50% | 8.91% |
| Private Equity | | |
| Private Energy | 11.30% | 9.62% |
| Non-Core RE | 2.20% | 5.17% |
| OPP Private Credit | 1.50% | 9.62% |
| Income | | |
| High Yield Infrastructure | 1.00% | 4.26% |
| REITS | 1.00% | 5.17% |
| Liquid Credit | 2.80% | 4.26% |
| Private Credit | 3.20% | 4.26% |
| Crisis Protection Class | | |
| Treasury Duration | 4.00% | 0.83% |
| Systematic Trend | 4.00% | 3.81% |
| Inflation Protection | | |
| Core Real Estate | 3.60% | 5.17% |
| Private Infrastructure | 2.40% | 5.57% |
| TIPs | 1.00% | 1.72% |
| Natural Resources | 1.00% | 3.98% |
| Volatility Protection | | |
| IG Fixed Income | 11.50% | 2.12% |
| Absolute Return | 6.50% | 3.81% |
| Cash | 3.00% | 0.83% |
| | <u>100%</u> | |

These return assumptions are then weighted by the target asset allocation percentage, factoring in correlation effects, to develop the overall long-term expected rate of return best-estimate on an arithmetic basis.

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Discount Rate

The discount rate used to measure the total pension liability of the plan was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. 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 plan members. 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.

| | <u>Total Pension Liability</u> | <u>Increase (Decrease) Plan Fiduciary Net Position</u> | <u>Net Pension Liability (Asset)</u> |
|----------------------------------------------------|------------------------------------|--------------------------------------------------------------------|------------------------------------------|
| Balances as of July 1, 2016 | \$ 117,569,693 | \$ 85,056,906 | \$ 32,512,787 |
| Changes for the year: | | | |
| Service cost | 1,755,796 | | 1,755,796 |
| Interest on the total pension liability | 8,573,954 | | 8,573,954 |
| Differences between expected and actual experience | 209,515 | | 209,515 |
| Changes in assumptions | 6,659,706 | | 6,659,706 |
| Employer contributions | | 3,349,306 | (3,349,306) |
| Employee contributions | | 660,191 | (660,191) |
| Net investment income | | 9,644,921 | (9,644,921) |
| Benefit payments, including employee refunds | (8,256,419) | (8,256,419) | - |
| Administrative expense | | (91,121) | 91,121 |
| Other changes | | 457,627 | (457,627) |
| Net changes | <u>8,942,552</u> | <u>5,764,505</u> | <u>3,178,047</u> |
| Balances as of June 30, 2017 | <u>\$ 126,512,245</u> | <u>\$ 90,821,411</u> | <u>\$ 35,690,834</u> |

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the employers calculated using the discount rate of 7.0%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

| | <u>1% Decrease (6.0%)</u> | <u>Current Discount Rate (7.0%)</u> | <u>1% Increase (8.0%)</u> |
|--|---------------------------|-----------------------------------------|---------------------------|
| | \$ 50,535,092 | \$ 35,690,834 | \$ 24,635,067 |

Pension Plan Fiduciary Net Position

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

**CITY OF PAWTUCKET, RHODE ISLAND
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Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2018, the employer recognized pension expense of \$3,784,594. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--------------------------------------------------|-------------------------------------------|------------------------------------------|
| Contributions subsequent to the measurement date | \$ 3,092,612 | \$ |
| Difference in experience | 164,563 | (2,071,251) |
| Difference in assumptions | 5,230,860 | |
| Excess (deficit) investment returns | <u>5,760,943</u> | <u>(3,943,574)</u> |
| Total | \$ <u>11,156,366</u> | \$ <u>(6,014,825)</u> |

The City contributions subsequent to measurement date of \$3,092,612 reported as deferred outflows of resources related to the pension above will be recognized as a reduction of the net pension liability in the year ended June 30, 2018.

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Year Ending June 30</u> | <u>Net Deferred Outflows/(Inflows) of Resources</u> |
|----------------------------|-------------------------------------------------------------|
| 2019 | \$ 845,564 |
| 2020 | 2,182,613 |
| 2021 | 1,821,568 |
| 2022 | <u>291,796</u> |
| Total | \$ <u>5,141,541</u> |

Defined Contribution Plan Description

Certain employees participating in the defined benefit plan, as described above, may also participate in a defined contribution plan authorized by General Law Chapter 36-10.3. The defined contribution plan is established under IRS section 401(a) and is administered by TIAA-CREF. Employees may choose among various investment options available to plan participants. Employees contribute 5% of their annual covered salary and employers contribute 1% of annual covered salary. Employee contributions are immediately vested while employer contributions and any investment earnings thereon are vested after three years of contributory service. Benefit terms and contributions required under the plan by both the employee and employer are established by the General Laws, which are subject to amendment by the General Assembly.

**CITY OF PAWTUCKET, RHODE ISLAND
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Amounts in the defined contribution plan are available to participants in accordance with Internal Revenue Service guidelines for such plans.

The City of Pawtucket recognized pension expense of \$207,576, for the fiscal year ended June 30, 2018.

The System issues a publicly available financial report that includes financial statements and required supplementary information for plans administered by the system. The report may be obtained at <http://www.ersri.org>.

16. DEFINED BENEFIT PENSION PLANS - TEACHERS

General Information about the Pension Plan

A. Plan description

Certain employees of the Pawtucket School District participate in a cost-sharing multiple-employer defined benefit pension plan - the Employees' Retirement System plan - administered by the Employees' Retirement System of the State of Rhode Island (System). Under a cost-sharing plan, pension obligations for employees of all employers are pooled and plan assets are available to pay the benefits of the employees of any participating employer providing pension benefits through the Plan, regardless of the status of the employers' payment of its pension obligation to the Plan. The Plan provides retirement and disability benefits and death benefits to plan members and beneficiaries.

The System issues a publicly available financial report that includes financial statements and required supplementary information for the plans. The report may be obtained at <http://www.ersri.org>.

Benefit Provisions

The level of benefits provided to participants is established by Chapter 36-10 of the General Laws, which is subject to amendment by the General Assembly. Member benefit provisions vary based on service credits accumulated at dates specified in various amendments to the General Laws outlining minimum retirement age, benefit accrual rates and maximum benefit provisions. In general, members accumulate service credits for each year of service subject to maximum benefit accruals of 80% or 75%. For those hired after June 30, 2012, the benefit accrual rate is 1% per year with a maximum benefit accrual of 40%. Members eligible to retire at September 30, 2009 may retire with 10 years of service at age 60 or after 28 years of service at any age. The retirement eligibility age increases proportionately for other members reflecting years of service and other factors until it aligns with the Social Security Normal Retirement Age, which applies to any member with less than 5 years of service as of July 1, 2012. Members are vested after 5 years of service.

The Plan provides for survivor's benefits for service connected death and certain lump sum death benefits. Joint and survivor benefit provision options are available to members.

Cost of living adjustments are provided but are currently suspended until the collective plans covering state employees and teachers reach a funded status of 80%. Until the plans reach an 80% funded status, interim cost of living adjustments are provided at five-year intervals.

The Plan also provides nonservice-connected disability benefits after five years of service and service-connected disability benefits with no minimum service requirement.

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Contributions

The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the Plan. For fiscal 2018, Pawtucket School District teachers were required to contribute 3.75% of their annual covered salary. The State and the Pawtucket School District are required to contribute at an actuarially determined rate, 40% of which is to be paid by the State and the remaining 60% is to be paid by Pawtucket School Department; the rates were 9.89% and 13.24% of annual covered payroll for the year ended June 30, 2018 for the State and Pawtucket School District, respectively. The Pawtucket School District contributed \$8,418,535, \$8,202,436 and \$8,107,401 for the years ended June 30, 2018, 2017 and 2016, respectively, equal to 100% of the required contributions for each year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At June 30, 2018, the Pawtucket School District reported a liability of \$104,552,182 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the State. The amount recognized by the Pawtucket School District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Pawtucket School District were as follows:

| | |
|-------------------------------------------------------------------------------------------------|-----------------------|
| Pawtucket School District proportionate share of net pension liability | \$ 104,552,182 |
| State's proportionate share of the net pension liability associated with the Pawtucket District | <u>79,016,330</u> |
| Total Net Pension Liability | <u>\$ 183,568,512</u> |

The net pension liability was measured as of June 30, 2017, the measurement date, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017. The Pawtucket School District proportion of the net pension liability was based on a projection of the Pawtucket School District long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the state, actuarially determined. At June 30, 2017, the Pawtucket School District proportion was 3.31481655%.

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For the year ended June 30, 2018 the Pawtucket School District recognized gross pension expense of \$17,411,967 and revenue of \$8,082,309 for support provided by the State. At June 30, 2018 the Pawtucket School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | |
|---------------------------------------------------------------------------------------------------------------|------------------------|
| Deferred outflows of resources: | |
| Contributions subsequent to the measurement date | \$ 8,418,535 |
| Changes of assumptions | 9,131,127 |
| Net difference between projected and actual earnings on pension plan investments: | 8,089,703 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | <u>1,669,611</u> |
| | <u>\$ 18,890,441</u> |
| Deferred inflows of resources: | |
| Difference between expected and actual experience | \$ (2,478,685) |
| Changes of assumptions | (1,647,579) |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | (1,778,163) |
| Net difference between projected and actual earnings on pension plan investments | <u>(5,448,645)</u> |
| Total | <u>\$ (11,353,072)</u> |

The \$8,418,535 reported as deferred outflows of resources related to pensions resulting from the Pawtucket School District contributions in fiscal year 2018 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2019. This and all 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 Ending June 30</u> | |
|----------------------------|---------------------|
| 2019 | \$ 1,095,169 |
| 2020 | 2,835,828 |
| 2021 | 1,547,582 |
| 2022 | (290,155) |
| 2023 | 1,052,064 |
| Thereafter | <u>1,296,881</u> |
| Total | <u>\$ 7,537,369</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

Actuarial Assumptions

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

| | |
|---------------------------|-----------------|
| Inflation | 2.50% |
| Salary increases | 3.00% to 13.50% |
| Investment rate of return | 7.00% |

Mortality - variants of the RP-2014 mortality tables - for the improvement scale, update to the ultimate rates of the MP-2016 projection scale.

The actuarial assumptions used in the June 30, 2016 valuation rolled forward to June 30, 2017 and the calculation of the total pension liability at June 30, 2016 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

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The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 35 sources. The June 30, 2016 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

| Type of Investment | Target Allocation | Long-Term Expected Real Rate of Return |
|--------------------------------|--------------------------|-------------------------------------------------------|
| Global Equity | | |
| US Equity | 20.60% | 6.85% |
| International Developed Equity | 15.90% | 6.71% |
| Emerging Markets Equity | 3.50% | 8.91% |
| Private Equity | | |
| Private Energy | 11.30% | 9.62% |
| Non-Core RE | 2.20% | 5.17% |
| OPP Private Credit | 1.50% | 9.62% |
| Income | | |
| High Yield Infrastructure | 1.00% | 4.26% |
| REITS | 1.00% | 5.17% |
| Liquid Credit | 2.80% | 4.26% |
| Private Credit | 3.20% | 4.26% |
| Crisis Protection Class | | |
| Treasury Duration | 4.00% | 0.83% |
| Systematic Trend | 4.00% | 3.81% |
| Inflation Protection | | |
| Core Real Estate | 3.60% | 5.17% |
| Private Infrastructure | 2.40% | 5.57% |
| TIPs | 1.00% | 1.72% |
| Natural Resources | 1.00% | 3.98% |
| Volatility Protection | | |
| IG Fixed Income | 11.50% | 2.12% |
| Absolute Return | 6.50% | 3.81% |
| Cash | 3.00% | 0.83% |
| | 100.00% | |

These return assumptions are then weighted by the target asset allocation percentage, factoring in correlation effects, to develop the overall long-term expected rate of return best-estimate on an arithmetic basis.

**CITY OF PAWTUCKET, RHODE ISLAND
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Discount Rate

The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. 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 plan members. 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.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability calculated using the discount rate of 7.0% as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

| 1% Decrease (6.0%) | Current Discount Rate (7.0%) | 1% Increase (8.0%) |
|-------------------------------|-----------------------------------------|-------------------------------|
| \$ 131,397,113 | \$ 104,552,182 | \$ 84,556,981 |

Pension Plan Fiduciary Net Position

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

Defined Contribution Plan Description

Employees participating in the defined benefit plan with less than 20 years of service as of June 30, 2012, as described above, also participate in a defined contribution plan authorized by General Law Chapter 36-10.3. The defined contribution plan is established under IRS section 401(a) and is administered by TIAA-CREF. Employees may choose among various investment options available to plan participants. Employees contribute 5% of their annual covered salary and employers contribute between 1% and 1.5% of annual covered salary depending on the employee’s total years of service as of June 30, 2012. Employee contributions are immediately vested while employer contributions and any investment earnings thereon are vested after three years of contributory service. Benefit terms and contributions required under the plan by both the employee and employer are established by the General Laws, which are subject to amendment by the General Assembly.

Amounts in the defined contribution plan are available to participants in accordance with Internal Revenue Service guidelines for such plans.

The Pawtucket School District recognized pension expense of \$617,751 for the fiscal year ended June 30, 2018.

The System issues a publicly available financial report that includes financial statements and required supplementary information for plans administered by the system. The report may be obtained at <http://www.ersri.org>.

17. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The City provides post-retirement benefits to retired individuals as required by union contracts with City municipal employees, teachers, School department administrators (through age 65), police officers, and firefighters through a single-employer defined benefit plan (OPEB). Benefits include: (1) full health coverage for the retiree and their spouse, and (2) full dental coverage for the retiree and their spouse. The City obtains a biennial actuarial valuation report which can be obtained from the City's Finance Director at City Hall, 137 Roosevelt Avenue, Pawtucket, Rhode Island 02860.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The OPEB trust fund financial statements are prepared on the accrual basis of accounting. Contributions are recognized when they are due, pursuant to formal commitments and contractual requirements. Investment income is recognized when earned. Expenses (benefits and administration) are recognized when they are due and payable in accordance with terms of the plan.

Valuation of Investments

Investments are valued at fair value. Securities traded on national exchanges are valued at the last reported sales price. There are no investments of 5% or greater in any one organization.

Classes of Employees Covered

As of July 1, 2017 (date of the last actuarial valuation) membership data was as follows:

| | |
|---------------------------------------------------------|---------------------|
| Inactive employees currently receiving benefit payments | 646 |
| Active employees | <u>1,505</u> |
| Total | <u><u>2,151</u></u> |

Funding Policy

The City established an Irrevocable Trust Agreement (OPEB Trust) effective in 2017 and has started to pre-fund OPEB liabilities.

Investments

Rate of Return

For the year ended June 30, 2018, the annual money-weighted rate of return on plan investments, net of investment expense was .53%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts of actually invested.

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The long-term expected rate of return on OPEB plan investments was determined using the building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense) are developed for each major asset class. 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. These rates do not include inflation assumption which is assumed to be 2%. The target allocation and best of arithmetic real rates of return for each major asset class are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|--------------------------|--------------------------|-----------------------------------------------|
| U.S. Equity | 48% | 4.3% |
| Non-U.S. Equity | 21% | 6.5% |
| U.S. Aggregate Bonds | 9% | 2.0% |
| Intermediate-Term Credit | 5.4% | 2.5% |
| Short-Term Credit | 3.6% | 2.2% |
| Intermediate-Term TIPS | 5.0% | 1.1% |
| REITs | 8.0% | 4.0% |
| | <u>100.0%</u> | |

Net OPEB Liability

The components of the net OPEB liability of the City of Pawtucket at June 30, 2018, were as follows:

| | |
|---------------------------------------------------------------------|-----------------------|
| Total OPEB liability | \$ 354,111,375 |
| Plan fiduciary net position | <u>(201,059)</u> |
| Net OPEB liability | <u>\$ 353,910,316</u> |
| Plan fiduciary net position as a percentage of total OPEB liability | 0.06% |

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2018, using the following actuarial assumptions applied to all periods included in the measurement, unless otherwise specified:

| | |
|-----------------------------|------------------------------------------------------------------|
| Salary increases | 3.25%, average, including inflation |
| Discount rate | 4.00% |
| Healthcare cost trend rates | 5.0 % for 2018, decreasing 0.5% to 4.5% for 2019 and later years |

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It is assumed that the pre-retirement and post retirement mortality for general employees and Teachers are represented by the MERS Class A assumptions for 2013. It is assumed that the pre-retirement and post retirement mortality for Public Safety employees are represented by the RP2000 Mortality Table with Blue Collar adjustment, projected to 2011 using Scale AA. For disabled general and Teacher members is represented by the MERS mortality assumptions for 2013. For Public Safety disabled retirees, it is represented by RP2000 Mortality Table with Blue Collar adjustment, projected to 2011 using Scale AA, set forward 1 year for males and 2 years for females.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actual experience study for the period July 1, 2016 - June 30, 2017.

Discount Rate

The discount rate used to measure the total OPEB liability was 4.0%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the City, as well as what the City’s net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

| <u>1% Decrease</u> <u>(3.0%)</u> | <u>Current Discount Rate</u> <u>(4.0%)</u> | <u>1% Increase</u> <u>(5.0%)</u> |
|-------------------------------------|-------------------------------------------------------|-------------------------------------|
| \$ 420,207,433 | \$ 353,910,316 | \$ 311,965,048 |

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates. The following presents the net OPEB liability of the City, as well as the City’s net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

| <u>1% Decrease</u> | <u>Healthcare Cost Trend Rates</u> | <u>1% Increase</u> |
|--------------------|--------------------------------------------|--------------------|
| \$ 320,761,295 | \$ 353,910,316 | \$ 413,168,434 |

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Changes in the Net OPEB Liability

| | Increase (Decrease) | | |
|----------------------------------|--------------------------------|---------------------------------------|----------------------------------|
| | Total OPEB Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability (a)-(b) |
| Balances as of July 1, 2017 | \$ 347,424,569 | \$ _____ | \$ 347,424,569 |
| Changes for the year: | | | |
| Service cost | 7,407,349 | | 7,407,349 |
| Interest on total OPEB liability | 13,903,660 | | 13,903,660 |
| Employer contributions | | 14,824,203 | (14,824,203) |
| Net investment income (loss) | | 1,059 | (1,059) |
| Benefit payments | (14,624,203) | (14,624,203) | |
| Net changes | <u>6,686,806</u> | <u>201,059</u> | <u>6,485,747</u> |
| Balances as of June 30, 2018 | <u>\$ 354,111,375</u> | <u>\$ 201,059</u> | <u>\$ 353,910,316</u> |

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2018, the City recognized OPEB expense of \$21,311,321. At June 30, 2018, there were no deferred outflows of resources or deferred inflows of resources related to OPEB.

18. CONTINGENCIES AND COMMITMENTS

Litigation

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints, and adequately provides for losses and accrues liabilities for losses when they are both probable and can be reasonable estimated.

The City is involved in the early stages of litigation with several plaintiffs relating to tax assessment appeals, personal injuries and contract disputes. The outcomes of the cases are not known at this time. Management is rigorously defending the cases and has calculated the range of potential liability, after applying the City’s insurance deductible, if the City should not prevail to be between \$0 and \$3,996,000. At June 30, 2018, the government-wide financial statements have \$2,000,000 accrued for loss contingencies.

Property and Liability Insurance

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; and natural disasters. As a result, the City participates in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) (the Trust) which provides coverage for property and liability claims. Upon joining the Trust, the City signed a participation agreement which outlines the rights and responsibilities of both the Trust and the City. The agreement states that for premiums paid by the City, the Trust will assume financial responsibility for the City’s losses up to the maximum amount of insurance purchased, minus the City’s deductible amounts. The Trust provides this insurance coverage through a pooled, self-insurance mechanism which includes reinsurance purchased

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by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its members. Under the participation agreement, the City is insured for a maximum of \$4,000,000 per occurrence. Settled claims resulting from these risks have not exceeded the Trust coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage during the year ended June 30, 2018. At June 30, 2018, the Trust’s estimated reserves on open claims not subject to coverage amounted to approximately \$3,340,000, which the City could be liable for.

Grants

The City has received federal and state grants for specific purposes that are subject to audit by the grantors or their representatives. Such audits could lead to requests for reimbursement to the grant agency for expenditures disallowed under terms of the grant. City officials believe such disallowances, if any, would be immaterial.

19. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; injuries to employees; and natural disasters for which the City carries commercial insurance. Settled claims resulting from these risks have not exceeded the City’s coverage in any of the past three fiscal years and there have been no significant reductions in insurance coverage from the prior year. The City maintains an internal service fund for Health/Dental (medical) insurance, which is a cost plus health and dental plan that has a self-insurance mechanism with a stop gap maximum claim amount at \$300,000.

The claims liability reported in the internal service fund at June 30, 2018 is based on the requirements of GASB Statement No. 10 and 30, which require that a liability for estimated claims incurred but not reported be recorded. The amount of claim accrual is based on the ultimate costs of settling the claim, which include past experience data, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses. At June 30, 2018 and 2017 the City has estimated a liability for incurred but not reported claims (IBNR) based on actual claims paid subsequent to year end but related to claims incurred prior to June 30, 2018 and 2017 as follows:

| | <u>2018</u> | <u>2017</u> |
|---------------------------------|---------------------|---------------------|
| IBNR at beginning of year | \$ 1,269,485 | \$ 1,416,130 |
| Claims incurred during the year | 32,556,493 | 33,205,605 |
| Claims paid during the year | <u>(32,707,974)</u> | <u>(33,352,250)</u> |
| IBNR at end of year | <u>\$ 1,118,004</u> | <u>\$ 1,269,485</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

20. TAX ABATEMENTS

The City of Pawtucket enters into tax abatement agreements with local businesses under its Real Estate Tax Stabilization Program. Under the program, new businesses locating in a commercially zoned property with the City of Pawtucket or the rehabilitation of property may qualify for a tax incentive.

For the fiscal year ended June 30, 2018, the City abated property taxes totaling \$1,072,668 under this program, including the following tax abatement agreements to new businesses locating in a commercially zoned property or rehabilitation of property:

| <u>Purpose</u> | <u>Percentage of Taxes Abated During the Fiscal Year</u> | <u>Amount of Taxes Abated During the Fiscal Year</u> |
|----------------------------------------------------------------------------------|--------------------------------------------------------------|----------------------------------------------------------|
| Adaptive reuse of blighted mill property into residential units | 59% | \$ 102,963 |
| Attract the relocation of Corporate Office Operations in Pawtucket increase jobs | 37% | 51,467 |
| Adaptive reuse of mill property into market rate residential units | 93% | 249,285 |
| Adaptive reuse of blighted mill property into market rate residential units | 66% | 55,622 |
| Adaptive reuse of mill property into commercial & market rate residential units | 16% | 46,360 |
| Increase size and employment base | 76% | 99,999 |
| Retain and increase leased vehicle fleet operations | 49% | 423,997 |
| New Adaptive reuse of mill property into market rent apartments | 45% | 42,975 |
| Total | | <u>\$ 1,072,668</u> |

21. RESTATEMENT

The following restatements were recorded to the beginning of net position of the governmental activities and business-type activities as a result of implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the City is required to implement this standard retrospectively.

Additionally, the City determined that a correction to the land held by the City in the governmental activities was required as a result of the land being held-for-use by the Pawtucket Water Supply Board was recorded in both the governmental activities and business-type activities. The opening net position was adjusted for the net OPEB liability and the removal of the land as noted below.

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>Water Supply Board</u> |
|--------------------------------------------------------|------------------------------------|-------------------------------------|-------------------------------|
| Net position at June 30, 2017, as previously reported | \$ (234,352,444) | \$ 87,132,540 | \$ 87,111,082 |
| Adjustments: | | | |
| To remove land recorded twice during a prior period | (12,832,900) | | |
| Eliminate net OPEB obligation reported per GASB No. 45 | 106,545,744 | 1,581,910 | 1,581,910 |
| Record net/total OPEB liability per GASB No. 75 | <u>(342,162,158)</u> | <u>(5,292,403)</u> | <u>(5,292,403)</u> |
| Net Position at July 1, 2017, as Restated | <u>\$ (482,801,758)</u> | <u>\$ 83,422,047</u> | <u>\$ 83,400,589</u> |



Required Supplementary Information

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

| | <u>Original Budget</u> | <u>Revised Budget</u> | <u>Actual</u> | <u>Variance</u> |
|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|---------------------------|-----------------------|-----------------------|
| Revenues: | | | | |
| General property taxes and payments in lieu of taxes | \$ 109,548,505 | \$ 109,548,505 | \$ 106,011,646 | \$ (3,536,859) |
| Intergovernmental and departmental | 7,943,925 | 7,943,925 | 9,745,992 | 1,802,067 |
| Licenses | 238,665 | 238,665 | 234,199 | (4,466) |
| Permits | 767,550 | 767,550 | 721,653 | (45,897) |
| Fines and forfeitures | 308,340 | 308,340 | 424,415 | 116,075 |
| Charges for services | 3,674,740 | 3,674,740 | 3,741,265 | 66,525 |
| Investment and interest income | 940,000 | 940,000 | 1,273,269 | 333,269 |
| Donations | 7,000 | 7,000 | 8,028 | 1,028 |
| Total revenues | <u>123,428,725</u> | <u>123,428,725</u> | <u>122,160,467</u> | <u>(1,268,258)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Legislative, judicial and general administrative | 3,035,982 | 3,035,982 | 3,122,013 | (86,031) |
| Executive | 1,056,119 | 1,056,119 | 1,352,196 | (296,077) |
| Finance | 3,720,480 | 3,720,480 | 3,539,300 | 181,180 |
| Planning | 1,649,914 | 1,649,914 | 1,734,705 | (84,791) |
| Public safety | 49,703,823 | 49,703,823 | 49,525,410 | 178,413 |
| Public works | 11,460,363 | 11,460,363 | 11,870,678 | (410,315) |
| Senior Center | 523,355 | 523,355 | 546,814 | (23,459) |
| Operating insurance | 1,034,100 | 1,034,100 | 1,299,713 | (265,613) |
| Contribution support | 276,646 | 276,646 | 284,678 | (8,032) |
| Employee benefits | 9,444,124 | 9,444,124 | 9,433,508 | 10,616 |
| Other fixed and general charges | 1,483,291 | 1,483,291 | 2,075,223 | (591,932) |
| Debt services | 8,991,961 | 8,991,961 | 8,943,342 | 48,619 |
| Total expenditures | <u>92,380,158</u> | <u>92,380,158</u> | <u>93,727,580</u> | <u>(1,347,422)</u> |
| Excess of revenues over expenditures before other financing sources (uses) | <u>31,048,567</u> | <u>31,048,567</u> | <u>28,432,887</u> | <u>(2,615,680)</u> |
| Other Financing Sources (Uses): | | | | |
| Appropriation of fund balance | 640,200 | 640,200 | 538,075 | 102,125 |
| Bond premium | | | 1,077,732 | (1,077,732) |
| Transfers out - other | (78,497) | (78,497) | (93,073) | (14,576) |
| Transfers out - School unrestricted fund - appropriation | <u>(31,207,632)</u> | <u>(31,207,632)</u> | <u>(31,207,632)</u> | <u>-</u> |
| Net other financing sources (uses) | <u>(30,645,929)</u> | <u>(30,645,929)</u> | <u>(29,684,898)</u> | <u>(990,183)</u> |
| Excess of Revenues over Expenditures and Other Financing Sources (Uses) | <u>\$ 402,638</u> | <u>\$ 402,638</u> | <u>(1,252,011)</u> | <u>\$ (3,605,863)</u> |
| Budgetary excess of revenues over expenditures is different than GAAP net change in fund balance because of the following reconciling items: | | | | |
| Appropriation of reserved fund balance for revaluation | | | (538,075) | |
| Committed for contribution to OPEB Trust | | | <u>(200,000)</u> | |
| Total Net Change in Fund Balance - GAAP basis | | | <u>\$ (1,990,086)</u> | |

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

| | <u>Original Budgeted Revenues</u> | <u>Revised Budgeted Revenues</u> | <u>Actual Revenues</u> | <u>Variance</u> |
|--------------------------------------------|-------------------------------------------|------------------------------------------|----------------------------|---------------------|
| General Property Taxes: | | | | |
| Real estate, tangible and motor vehicle | \$ 108,807,405 | \$ 108,807,405 | \$ 105,188,770 | \$ (3,618,635) |
| Current other taxes | 741,100 | 741,100 | 822,876 | 81,776 |
| Total general property taxes | <u>109,548,505</u> | <u>109,548,505</u> | <u>106,011,646</u> | <u>(3,536,859)</u> |
| Intergovernmental and Departmental: | | | | |
| State | 7,943,925 | 7,943,925 | 9,745,992 | 1,802,067 |
| Total intergovernmental and departmental | <u>7,943,925</u> | <u>7,943,925</u> | <u>9,745,992</u> | <u>1,802,067</u> |
| Licenses: | | | | |
| Liquor | 140,000 | 140,000 | 142,398 | 2,398 |
| Taverns & victualling | 37,000 | 37,000 | 36,100 | (900) |
| Other | 61,665 | 61,665 | 55,701 | (5,964) |
| Total licenses | <u>238,665</u> | <u>238,665</u> | <u>234,199</u> | <u>(4,466)</u> |
| Permits: | | | | |
| Building | 375,000 | 375,000 | 346,488 | (28,512) |
| Electrical | 145,000 | 145,000 | 134,401 | (10,599) |
| Plumbing | 61,000 | 61,000 | 59,208 | (1,792) |
| Other | 186,550 | 186,550 | 181,556 | (4,994) |
| Total permits | <u>767,550</u> | <u>767,550</u> | <u>721,653</u> | <u>(45,897)</u> |
| Fines and Forfeitures: | | | | |
| Municipal and Police P.T.E. | 117,400 | 117,400 | 134,607 | 17,207 |
| Other | 190,940 | 190,940 | 289,808 | 98,868 |
| Total fines and forfeiture | <u>308,340</u> | <u>308,340</u> | <u>424,415</u> | <u>116,075</u> |
| Charges for Service: | | | | |
| Legal instrument fees | 532,000 | 532,000 | 532,035 | 35 |
| Alarm box fee | 190,000 | 190,000 | 205,548 | 15,548 |
| VIN inspection fees | 37,000 | 37,000 | 44,690 | 7,690 |
| Rescue service | 2,220,000 | 2,220,000 | 2,155,498 | (64,502) |
| Other | 695,740 | 695,740 | 803,494 | 107,754 |
| Total charges for services | <u>3,674,740</u> | <u>3,674,740</u> | <u>3,741,265</u> | <u>66,525</u> |
| Interest: | | | | |
| Real estate overdue taxes | 740,000 | 740,000 | 998,241 | 258,241 |
| Bank accounts | 200,000 | 200,000 | 275,028 | 75,028 |
| Total interest | <u>940,000</u> | <u>940,000</u> | <u>1,273,269</u> | <u>333,269</u> |
| Donations | 7,000 | 7,000 | 8,028 | 1,028 |
| Total revenues | <u>123,428,725</u> | <u>123,428,725</u> | <u>122,160,467</u> | <u>(1,268,258)</u> |
| Other Financing Sources: | | | | |
| Appropriated fund balance | 640,200 | 640,200 | 538,075 | (102,125) |
| Bond premium | | | 1,077,732 | 1,077,732 |
| Total other financing sources | <u>640,200</u> | <u>640,200</u> | <u>1,615,807</u> | <u>975,607</u> |
| Total Revenues and Other Financing Sources | <u>\$ 124,068,925</u> | <u>\$ 124,068,925</u> | <u>\$ 123,776,274</u> | <u>\$ (292,651)</u> |

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

| | <u>Original Budgeted Expenditures</u> | <u>Revised Budgeted Expenditures</u> | <u>Actual Expenditures</u> | <u>Variance</u> |
|------------------------------|-----------------------------------------------|----------------------------------------------|--------------------------------|------------------|
| Legislative: | | | | |
| City Council | \$ 262,878 | \$ 262,878 | \$ 255,011 | \$ 7,867 |
| City Clerk | 579,981 | 579,981 | 600,550 | (20,569) |
| Probate Court | 39,059 | 39,059 | 29,275 | 9,784 |
| Board of Canvassers | 268,088 | 268,088 | 365,641 | (97,553) |
| Library | <u>1,885,976</u> | <u>1,885,976</u> | <u>1,871,536</u> | <u>14,440</u> |
| Total legislative | <u>3,035,982</u> | <u>3,035,982</u> | <u>3,122,013</u> | <u>(86,031)</u> |
| Executive: | | | | |
| Mayor | 570,057 | 570,057 | 643,156 | (73,099) |
| Law Department | 404,236 | 404,236 | 631,043 | (226,807) |
| Municipal Court | <u>81,826</u> | <u>81,826</u> | <u>77,997</u> | <u>3,829</u> |
| Total executive | <u>1,056,119</u> | <u>1,056,119</u> | <u>1,352,196</u> | <u>(296,077)</u> |
| Finance Department: | | | | |
| Finance Director | 376,771 | 376,771 | 361,559 | 15,212 |
| Accounting | 312,219 | 312,219 | 317,258 | (5,039) |
| Tax Assessors | 1,015,850 | 1,015,850 | 907,675 | 108,175 |
| Collections-disbursement | 593,479 | 593,479 | 579,925 | 13,554 |
| Information Technology | 816,498 | 816,498 | 782,197 | 34,301 |
| Personnel | 226,974 | 226,974 | 207,964 | 19,010 |
| Purchasing | 221,637 | 221,637 | 222,219 | (582) |
| Payroll | <u>157,052</u> | <u>157,052</u> | <u>160,503</u> | <u>(3,451)</u> |
| Total finance department | <u>3,720,480</u> | <u>3,720,480</u> | <u>3,539,300</u> | <u>181,180</u> |
| Planning Department: | | | | |
| Planning Department | 640,364 | 640,364 | 707,611 | (67,247) |
| Development | 87,866 | 87,866 | 88,594 | (728) |
| Zoning & Code Enforcement | <u>921,684</u> | <u>921,684</u> | <u>938,500</u> | <u>(16,816)</u> |
| Total planning department | <u>1,649,914</u> | <u>1,649,914</u> | <u>1,734,705</u> | <u>(84,791)</u> |
| Public Safety: | | | | |
| Uniform Police | 22,566,304 | 22,566,304 | 22,136,591 | 429,713 |
| Civilian Police | 1,823,224 | 1,823,224 | 1,947,060 | (123,836) |
| Animal Shelter | 522,539 | 522,539 | 453,345 | 69,194 |
| Police Crossing Guards | 478,768 | 478,768 | 457,413 | 21,355 |
| Uniform Fire | 22,918,509 | 22,918,509 | 23,146,532 | (228,023) |
| Civilian Fire | 463,465 | 463,465 | 411,319 | 52,146 |
| Fire Prevention | 540,389 | 540,389 | 548,705 | (8,316) |
| Emergency Management Systems | 123,166 | 123,166 | 212,727 | (89,561) |
| PS Communication | <u>267,459</u> | <u>267,459</u> | <u>211,718</u> | <u>55,741</u> |
| Total public safety | <u>49,703,823</u> | <u>49,703,823</u> | <u>49,525,410</u> | <u>178,413</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

| | <u>Original Budget Expenditures</u> | <u>Revised Budgeted Expenditures</u> | <u>Actual Expenditures</u> | <u>Variance</u> |
|---------------------------------------------|---------------------------------------------|----------------------------------------------|--------------------------------|-----------------------|
| Public Works: | | | | |
| Public Works Director | \$ 806,142 | \$ 806,142 | \$ 825,147 | \$ (19,005) |
| Engineering | 304,377 | 304,377 | 333,053 | (28,676) |
| Equipment maintenance | 774,306 | 774,306 | 804,261 | (29,955) |
| Building maintenance | 853,935 | 853,935 | 812,755 | 41,180 |
| City Hall maintenance | 670,899 | 670,899 | 652,981 | 17,918 |
| Sewer maintenance | 639,294 | 639,294 | 656,702 | (17,408) |
| Beautification | 2,442,945 | 2,442,945 | 2,530,214 | (87,269) |
| Transfer station | 750,000 | 750,000 | 949,599 | (199,599) |
| Streets, bridge & cemetery | 881,572 | 881,572 | 777,844 | 103,728 |
| Street cleaning/snow removal | 1,011,093 | 1,011,093 | 1,212,652 | (201,559) |
| Traffic | 407,892 | 407,892 | 388,913 | 18,979 |
| Parks division | 1,433,381 | 1,433,381 | 1,458,457 | (25,076) |
| Recreation | 380,019 | 380,019 | 380,367 | (348) |
| Daggett Farm | 104,508 | 104,508 | 87,733 | 16,775 |
| Total public works | <u>11,460,363</u> | <u>11,460,363</u> | <u>11,870,678</u> | <u>(410,315)</u> |
| Senior Center | <u>523,355</u> | <u>523,355</u> | <u>546,814</u> | <u>(23,459)</u> |
| Operating Insurance | <u>1,034,100</u> | <u>1,034,100</u> | <u>1,299,713</u> | <u>(265,613)</u> |
| Contribution Support | <u>276,646</u> | <u>276,646</u> | <u>284,678</u> | <u>(8,032)</u> |
| Employee Benefits | <u>9,444,124</u> | <u>9,444,124</u> | <u>9,433,508</u> | <u>10,616</u> |
| Fixed Charges | <u>1,483,291</u> | <u>1,483,291</u> | <u>2,075,223</u> | <u>(591,932)</u> |
| Debt Service: | | | | |
| Debt service-principal | 6,084,113 | 6,084,113 | 6,096,610 | (12,497) |
| Debt service-interest & other charges | <u>2,907,848</u> | <u>2,907,848</u> | <u>2,846,732</u> | <u>61,116</u> |
| Total debt service | <u>8,991,961</u> | <u>8,991,961</u> | <u>8,943,342</u> | <u>48,619</u> |
| Total expenditures | <u>92,380,158</u> | <u>92,380,158</u> | <u>93,727,580</u> | <u>(1,347,422)</u> |
| Transfers to Other Funds: | | | | |
| School unrestricted fund- appropriation | 31,207,632 | 31,207,632 | 31,207,632 | - |
| Other transfers | <u>78,497</u> | <u>78,497</u> | <u>93,073</u> | <u>(14,576)</u> |
| Total transfers | <u>31,286,129</u> | <u>31,286,129</u> | <u>31,300,705</u> | <u>(14,576)</u> |
| Total Expenditures and Other Financing Uses | <u>\$ 123,666,287</u> | <u>\$ 123,666,287</u> | <u>\$ 125,028,285</u> | <u>\$ (1,361,998)</u> |

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - SCHOOL UNRESTRICTED FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

| | <u>Original Budget</u> | <u>Revised Budget</u> | <u>Actual</u> | <u>Variance</u> |
|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|---------------------------|---------------------|---------------------|
| Revenues: | | | | |
| State aid | \$ 89,036,231 | \$ 89,036,231 | \$ 89,036,230 | \$ (1) |
| Medicaid | 1,450,000 | 1,450,000 | 1,212,079 | (237,921) |
| Fees, services and miscellaneous revenue | 581,627 | 581,627 | 726,772 | 145,145 |
| Total revenues | <u>91,067,858</u> | <u>91,067,858</u> | <u>90,975,081</u> | <u>(92,777)</u> |
| Expenditures: | | | | |
| Salaries | 68,024,942 | 67,949,923 | 67,170,638 | 779,285 |
| Fringe and fixed charges | 29,871,006 | 29,833,761 | 29,221,595 | 612,166 |
| Purchased services | 20,154,501 | 20,060,090 | 20,925,616 | (865,526) |
| Supplies and materials | 3,362,881 | 3,392,806 | 3,393,609 | (803) |
| Equipment/capital improvement | 731,200 | 764,375 | 785,273 | (20,898) |
| Other | 106,907 | 111,370 | 77,542 | 33,828 |
| Total expenditures | <u>122,251,437</u> | <u>122,112,325</u> | <u>121,574,273</u> | <u>538,052</u> |
| Excess of Expenditures over Revenues Before Other Financing Sources | <u>(31,183,579)</u> | <u>(31,044,467)</u> | <u>(30,599,192)</u> | <u>445,275</u> |
| Other Financing Sources: | | | | |
| Operating transfer from general fund | | | | |
| City appropriation | 31,207,632 | 31,207,632 | 31,207,632 | - |
| Transfer In - Indirect Revenue | | | 220,091 | 220,091 |
| Transfer Out - School Lunch Fund | 40,787 | 99,420 | (99,420) | - |
| Transfer Out - Capital Projects Funds | | | (953,599) | (953,599) |
| Total other financing sources | <u>31,248,419</u> | <u>31,307,052</u> | <u>30,374,704</u> | <u>(733,508)</u> |
| Excess Revenues and Other Sources Over (Under) Expenditures and Other Sources | <u>\$ 64,840</u> | <u>\$ 262,585</u> | <u>\$ (224,488)</u> | <u>\$ (288,233)</u> |
| Budgetary excess of revenues over expenditures is different than GAAP net change in fund balance because of the following reconciling items: | | | | |
| Transfer to capital projects fund | | | <u>(43,000)</u> | |
| Total Net Change in Fund Balance - GAAP basis | | | <u>\$ (267,488)</u> | |

CITY OF PAWTUCKET, RHODE ISLAND
PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION NEW PLAN
SCHEDULE OF CHANGES IN THE CITY OF PAWTUCKET'S NET PENSION LIABILITY AND RELATED RATIOS
LAST FOUR FISCAL YEARS*

| | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|----------------------------------------------------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Total pension liability: | | | | |
| Service cost | \$ 3,845,925 | \$ 3,616,831 | \$ 3,765,783 | \$ 4,436,644 |
| Interest on the total pension liability | 19,796,387 | 19,062,801 | 18,699,523 | 18,845,036 |
| Changes of benefit terms | | | | (6,485,856) |
| Difference between expected and actual experience of the total pension liability | (3,887,709) | 2,075,037 | 4,031,307 | (1,519,718) |
| Changes of assumptions | | | | 5,317,024 |
| Benefit payments, including refunds of employee contributions | (15,515,181) | (14,901,137) | (13,684,199) | (13,253,086) |
| Interest on benefit payments | | | (503,881) | (503,975) |
| Net change in total pension liability | <u>4,239,422</u> | <u>9,853,532</u> | <u>12,308,533</u> | <u>6,836,069</u> |
| Total pension liability - beginning | <u>267,723,250</u> | <u>257,869,718</u> | <u>245,561,185</u> | <u>238,725,116</u> |
| Total pension liability - ending (a) | <u>271,962,672</u> | <u>267,723,250</u> | <u>257,869,718</u> | <u>245,561,185</u> |
| Plan fiduciary net position: | | | | |
| Contributions - employer | 13,760,338 | 13,646,297 | 13,630,084 | 12,996,379 |
| Contributions - employee | 1,833,531 | 1,955,294 | 1,843,313 | 1,527,777 |
| Net investment income | 8,233,321 | 10,803,883 | (1,288,022) | 5,940,316 |
| Benefit payments, including refunds of employee contributions | (15,515,181) | (14,901,137) | (13,684,199) | (13,253,087) |
| Expenses | <u>(154,759)</u> | <u>(107,167)</u> | <u>(728,116)</u> | <u>(735,430)</u> |
| Net change in plan fiduciary net position | <u>8,157,250</u> | <u>11,397,170</u> | <u>(226,940)</u> | <u>6,475,955</u> |
| Plan fiduciary net position - beginning | <u>114,866,911</u> | <u>103,469,741</u> | <u>103,696,681</u> | <u>97,220,726</u> |
| Plan fiduciary net position - ending (b) | <u>\$ 123,024,161</u> | <u>\$ 114,866,911</u> | <u>\$ 103,469,741</u> | <u>\$ 103,696,681</u> |
| Net Pension Liability - Ending (a) - (b) | <u>\$ 148,938,511</u> | <u>\$ 152,856,339</u> | <u>\$ 154,399,977</u> | <u>\$ 141,864,504</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 45.24% | 42.91% | 40.12% | 42.23% |
| Covered payroll | \$ 21,257,802 | \$ 19,504,659 | \$ 18,353,315 | \$ 19,427,234 |
| Net pension liability as a percentage of covered payroll | 700.63% | 783.69% | 841.26% | 730.24% |

* Schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**CITY OF PAWTUCKET, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM - MUNICIPAL PLAN
SCHEDULE OF CHANGES IN THE CITY OF PAWTUCKET'S NET PENSION LIABILITY AND RELATED RATIOS
LAST FOUR FISCAL YEARS***

| | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|----------------------------------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|
| Total pension liability: | | | | |
| Service cost | \$ 1,755,796 | \$ 1,725,078 | \$ 1,678,551 | \$ 1,758,847 |
| Interest on the total pension liability | 8,573,954 | 8,661,520 | 8,425,763 | 8,327,033 |
| Changes of benefit terms | | | 2,108,670 | |
| Difference between expected and actual experience of the total pension liability | 209,515 | (3,281,003) | (919,002) | |
| Changes of assumptions | 6,659,706 | | | (571,087) |
| Benefit payments, including refunds of employee contributions | <u>(8,256,419)</u> | <u>(8,320,604)</u> | <u>(8,027,028)</u> | <u>(8,289,462)</u> |
| Net change in total pension liability | 8,942,552 | (1,215,009) | 3,266,954 | 1,225,331 |
| Total pension liability - beginning | <u>117,569,693</u> | <u>118,784,702</u> | <u>115,517,748</u> | <u>114,292,417</u> |
| Total pension liability - ending (a) | <u>126,512,245</u> | <u>117,569,693</u> | <u>118,784,702</u> | <u>115,517,748</u> |
| Plan fiduciary net position: | | | | |
| Contributions - employer | 3,349,306 | 3,351,122 | 3,180,541 | 2,748,725 |
| Contributions - employee | 660,191 | 652,005 | 396,865 | 383,778 |
| Net investment income | 9,644,921 | 27,958 | 2,096,868 | 12,248,352 |
| Benefit payments, including refunds of employee contributions | (8,256,419) | (8,320,604) | (8,027,028) | (8,289,462) |
| Pension plan administrative expense | (91,121) | (136,903) | (95,648) | (76,699) |
| Other | <u>457,627</u> | <u>7,826</u> | <u>(38,394)</u> | <u>(9,184)</u> |
| Net change in plan fiduciary net position | 5,764,505 | (4,418,596) | (2,486,796) | 7,005,510 |
| Plan fiduciary net position - beginning | <u>85,056,906</u> | <u>89,475,502</u> | <u>91,962,298</u> | <u>84,956,788</u> |
| Plan fiduciary net position - ending (b) | <u>90,821,411</u> | <u>85,056,906</u> | <u>89,475,502</u> | <u>91,962,298</u> |
| Net Pension Liability - Ending (a) - (b) | <u>\$ 35,690,834</u> | <u>\$ 32,512,787</u> | <u>\$ 29,309,200</u> | <u>\$ 23,555,450</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 71.79% | 72.35% | 75.33% | 79.61% |
| Covered payroll | 20,463,823 | 19,760,339 | 19,382,810 | 18,953,097 |
| Net pension liability as a percentage of covered payroll | 174.41% | 164.54% | 151.21% | 124.28% |

*Schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**CITY OF PAWTUCKET, RHODE ISLAND
EMPLOYEES' RETIREMENT SYSTEM - TEACHERS PLAN
SCHEDULE OF PAWTUCKET'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST FOUR FISCAL YEARS***

| | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|----------------------------------------------------------------------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Employer's proportion of the net pension liability | 3.31% | 3.41% | 3.33% | 3.33% |
| Employer's proportionate share of the net pension liability | \$ 104,552,182 | \$ 101,708,548 | \$ 91,758,238 | \$ 80,955,350 |
| State's proportionate share of the net pension liability associated with the school district | <u>79,016,330</u> | <u>69,655,421</u> | <u>62,686,348</u> | <u>55,514,813</u> |
| Total | <u>\$ 183,568,512</u> | <u>\$ 171,363,969</u> | <u>\$ 154,444,586</u> | <u>\$ 136,470,163</u> |
| Employer's covered payroll | \$ 60,618,942 | \$ 59,048,806 | \$ 57,530,052 | \$ 51,497,621 |
| Employer's proportionate share of the net pension liability as a percentage of its covered payroll | 172.47% | 172.24% | 159.50% | 157.20% |
| Plan fiduciary net position as a percentage of the total pension liability | 54.06% | 54.06% | 57.55% | 61.40% |

Notes:

1.) The amounts presented for each fiscal year were determined as of 6/30 measurement date prior to the fiscal year-end.

* Schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**CITY OF PAWTUCKET, RHODE ISLAND
PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION OLD PLAN
SCHEDULE OF CHANGES IN THE CITY OF PAWTUCKET'S PENSION LIABILITY
LAST THREE FISCAL YEARS'**

| | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|-------------------------------------------------------------------------------------|---------------------|---------------------|---------------------|
| Total pension liability: | | | |
| Interest on the total pension liability | \$ 178,442 | \$ 167,297 | \$ 177,313 |
| Difference between expected and actual experience of the total pension liability | 235,954 | 221,592 | 164,609 |
| Benefit payments, including refunds of employee contributions | <u>(473,037)</u> | <u>(472,041)</u> | <u>(478,777)</u> |
| Net change in total pension liability | (58,641) | (83,152) | (136,855) |
| Total pension liability - beginning | <u>2,379,232</u> | <u>2,462,384</u> | <u>2,599,239</u> |
| Total Pension Liability - Ending | <u>\$ 2,320,591</u> | <u>\$ 2,379,232</u> | <u>\$ 2,462,384</u> |

*Schedule is intended to show information for 10 years - additional years will be displayed as they become available

**CITY OF PAWTUCKET, RHODE ISLAND
PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION - NEW PLAN
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS
LAST FOUR FISCAL YEARS***

| | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|----------------------------------------------------------------------|-------------------|-------------------|-------------------|-------------------|
| Actuarially determined contribution | \$ 13,760,338 | \$ 13,646,297 | \$ 13,630,084 | \$ 12,996,379 |
| Contributions in relation to the actuarially determined contribution | <u>13,760,338</u> | <u>13,646,297</u> | <u>13,630,084</u> | <u>12,996,379</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ --</u> | <u>\$ --</u> |
| Covered payroll | \$ 21,257,802 | \$ 19,504,659 | \$ 18,353,315 | \$ 19,427,234 |
| Contributions as a percentage of covered payroll | 64.73% | 69.96% | 74.26% | 66.90% |

Notes:

* Schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**CITY OF PAWTUCKET, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM - CITY & WATER
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS
LAST FOUR FISCAL YEARS***

| | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|----------------------------------------------------------------------|------------------|------------------|------------------|------------------|
| Actuarially determined contribution | \$ 3,349,306 | \$ 3,351,122 | \$ 3,180,541 | \$ 2,748,725 |
| Contributions in relation to the actuarially determined contribution | <u>3,349,306</u> | <u>3,351,122</u> | <u>3,180,541</u> | <u>2,748,725</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered payroll | \$ 20,463,823 | \$ 19,760,339 | \$ 19,382,810 | \$ 18,953,097 |
| Contributions as a percentage of covered payroll | 16.37% | 16.96% | 16.41% | 14.50% |

Notes:

1.) Employers participating in the Municipal Employee's Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.

* Schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**CITY OF PAWTUCKET, RHODE ISLAND
EMPLOYEES' RETIREMENT SYSTEM - TEACHERS PLAN
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS
LAST FIVE FISCAL YEARS¹**

| | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|----------------------------------------------------------------------|------------------|------------------|------------------|------------------|------------------|
| Actuarially determined contribution | \$ 8,418,535 | \$ 8,202,436 | \$ 8,107,401 | \$ 7,714,780 | \$ 6,905,831 |
| Contributions in relation to the actuarially determined contribution | <u>8,418,535</u> | <u>8,202,436</u> | <u>8,107,401</u> | <u>7,714,780</u> | <u>6,905,831</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered payroll | \$ 60,618,942 | \$ 62,233,961 | \$ 59,048,806 | \$ 57,530,052 | \$ 51,497,621 |
| Contributions as a percentage of covered payroll | 13.89% | 13.18% | 13.73% | 13.41% | 13.41% |
| Contributions as a percentage of covered federal payroll | 23.13% | 21.86% | 21.44% | 22.60% | 22.60% |

Notes:

1.) Employers participating in the State Employee's Retirement System are required by RI General Laws, Section 36-10-2, to contribute an actuarially determined contribution rate each year.

* Schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**CITY OF PAWTUCKET, RHODE ISLAND
PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION - NEW PLAN
SCHEDULE OF INVESTMENT RETURNS
LAST FOUR FISCAL YEARS***

| | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|------------------------------------------------------------------|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expenses | 7.62% | 11.03% | -1.21% | 6.02% |

*Schedule is intended to show information for 10 years - additional years will be displayed as they become available

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF CHANGES IN THE CITY'S NET OPEB LIABILITY AND RELATED RATIOS
OPEB PLAN
LAST FISCAL YEAR*

| | <u>2018</u> |
|-------------------------------------------------------------------------|-----------------------|
| Total OPEB liability: | |
| Service cost | \$ 7,407,349 |
| Interest on the total OPEB liability | 13,903,660 |
| Benefit payments | <u>(14,624,203)</u> |
| Net change in total OPEB liability | 6,686,806 |
| Total OPEB liability - beginning | <u>347,424,569</u> |
| Total OPEB liability - ending | <u>\$ 354,111,375</u> |
| Plan fiduciary net position: | |
| Contributions - employer | \$ 14,824,203 |
| Net investment income | 1,059 |
| Benefit payments | <u>(14,624,203)</u> |
| Net change in plan fiduciary net position | 201,059 |
| Plan fiduciary net position - beginning | <u>-</u> |
| Plan fiduciary net position - ending (b) | <u>201,059</u> |
| Net OPEB Liability - Ending | <u>\$ 353,910,316</u> |
| Plan fiduciary net position as a percentage of the total OPEB liability | 0.06% |
| Covered payroll | \$ 102,553,692 |
| Net OPEB liability as a percentage of covered payroll | 345.10% |

*Schedule is intended to show information for 10 years - additional years will be displayed as they become available.


CITY OF PAWTUCKET, RHODE ISLAND
OPEB PLAN
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS
LAST TEN FISCAL YEARS

| | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> | <u>2009</u> |
|----------------------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|----------------------|
| Actuarially determined contribution | \$ 21,155,209 | \$ 20,305,107 | \$ 20,604,671 | \$ 19,664,769 | \$ 17,636,868 | \$ 20,257,675 | \$ 19,285,740 | \$ 24,211,420 | \$ 19,285,740 | \$ 31,011,620 |
| Contributions in relation to the actuarially determined contribution | <u>14,613,247</u> | <u>13,994,453</u> | <u>11,109,056</u> | <u>9,976,571</u> | <u>12,892,143</u> | <u>12,953,770</u> | <u>12,939,217</u> | <u>12,541,409</u> | <u>11,416,382</u> | <u>10,032,096</u> |
| Contribution deficiency (excess) | <u>\$ 6,541,962</u> | <u>\$ 6,310,654</u> | <u>\$ 9,495,615</u> | <u>\$ 9,688,198</u> | <u>\$ 4,744,725</u> | <u>\$ 7,303,905</u> | <u>\$ 6,346,523</u> | <u>\$ 11,670,011</u> | <u>\$ 7,869,358</u> | <u>\$ 20,979,524</u> |
| Percentage contributed | 69% | 69% | 54% | 51% | 73% | 64% | 67% | 52% | 59% | 32% |

**CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF INVESTMENT RETURNS
OPEB PLAN
LAST FISCAL YEAR***

| | <u>2018</u> |
|--------------------------------------------------------------------|--------------------|
| Annual money-weighted rate of return, net of investment expense | 0.53% |

* Schedule is intended to show information for 10 years - additional years will be displayed as they become available.



**Supplemental,
Combining and
Individual
Fund Statements and
Schedules**

**CITY OF PAWTUCKET, RHODE ISLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018**

| | City Special Revenue Funds | HUD Special Revenue Funds | School Restricted Funds | Capital Projects Funds | Permanent Funds | Total Nonmajor Governmental Funds |
|-------------------------------------------|-----------------------------------------------|----------------------------------------------|----------------------------------------|---------------------------------------|----------------------------|------------------------------------------------------|
| Assets: | | | | | | |
| Cash and cash equivalents | \$ 3,792,184 | \$ 570,032 | \$ 251,338 | \$ 9,600,489 | \$ 330,414 | \$ 14,544,457 |
| Investments | - | - | - | - | 982,047 | 982,047 |
| Due from federal and state governments | 566,723 | 269,116 | 987,028 | - | - | 1,822,867 |
| Due from RICWFA | - | - | - | 10,020,401 | - | 10,020,401 |
| Other receivables | 524,441 | 2,028,769 | - | 187,145 | - | 2,740,355 |
| Notes receivable | - | - | - | - | 110,000 | 110,000 |
| Total Assets | \$ 4,883,348 | \$ 2,867,917 | \$ 1,238,366 | \$ 19,808,035 | \$ 1,422,461 | \$ 30,220,127 |
| Liabilities: | | | | | | |
| Accounts payable and accrued liabilities | \$ 173,917 | \$ 2,201,440 | \$ 107,380 | \$ 2,771,538 | \$ - | \$ 5,254,275 |
| Due to other funds | 713,292 | 159,766 | 884,373 | 2,244,460 | 129 | 4,002,020 |
| Bond anticipation note | - | - | - | 10,470,000 | - | 10,470,000 |
| Total liabilities | <u>887,209</u> | <u>2,361,206</u> | <u>991,753</u> | <u>15,485,998</u> | <u>129</u> | <u>19,726,295</u> |
| Fund Balance: | | | | | | |
| Nonspendable | 7,217 | - | - | - | 1,422,332 | 1,429,549 |
| Restricted | 2,556,249 | 506,711 | 246,613 | 10,824,544 | - | 14,134,117 |
| Committed | 1,432,673 | - | - | - | - | 1,432,673 |
| Unassigned | - | - | - | (6,502,507) | - | (6,502,507) |
| Total fund balance | <u>3,996,139</u> | <u>506,711</u> | <u>246,613</u> | <u>4,322,037</u> | <u>1,422,332</u> | <u>10,493,832</u> |
| Total Liabilities and Fund Balance | \$ 4,883,348 | \$ 2,867,917 | \$ 1,238,366 | \$ 19,808,035 | \$ 1,422,461 | \$ 30,220,127 |

**CITY OF PAWTUCKET, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018**

| | <u>City Special Revenue Funds</u> | <u>HUD Special Revenue Funds</u> | <u>School Restricted Funds</u> | <u>Capital Projects Funds</u> | <u>Permanent Funds</u> | <u>Total Nonmajor Governmental Funds</u> |
|----------------------------------------------------------------------------------------------------|-----------------------------------------------|----------------------------------------------|----------------------------------------|---------------------------------------|----------------------------|------------------------------------------------------|
| Revenues: | | | | | | |
| Charges for services | \$ 3,825,220 | \$ 1,067 | \$ 164,212 | \$ - | \$ - | \$ 3,990,499 |
| Operating grants and contributions | 2,652,509 | 2,085,127 | 9,655,437 | - | 1,925 | 14,394,998 |
| Capital grants and contributions | 31 | - | - | 3,184,191 | - | 3,184,222 |
| Investment income | - | 1,299 | - | 24,666 | 62,877 | 88,842 |
| Total revenues | <u>6,477,760</u> | <u>2,087,493</u> | <u>9,819,649</u> | <u>3,208,857</u> | <u>64,802</u> | <u>21,658,561</u> |
| Expenditures: | | | | | | |
| Current: | | | | | | |
| Legislative and executive | 714,742 | - | - | 44,253 | 5,825 | 764,820 |
| Planning | 244,159 | 1,918,902 | - | 777,042 | - | 2,940,103 |
| Public safety | 5,498,041 | - | - | 881,205 | - | 6,379,246 |
| Public works | 262,996 | - | - | 4,491,610 | - | 4,754,606 |
| Education | - | - | 9,614,530 | 19,567,500 | - | 29,182,030 |
| Debt Service Principal | - | - | - | 34,458 | - | 34,458 |
| Debt Service Interest | - | - | - | 5,954 | - | 5,954 |
| Total expenditures | <u>6,719,938</u> | <u>1,918,902</u> | <u>9,614,530</u> | <u>25,802,022</u> | <u>5,825</u> | <u>44,061,217</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>(242,178)</u> | <u>168,591</u> | <u>205,119</u> | <u>(22,593,165)</u> | <u>58,977</u> | <u>(22,402,656)</u> |
| Other financing sources (uses): | | | | | | |
| Transfers from other funds | 239,759 | - | 43,000 | 2,126,939 | - | 2,409,698 |
| Transfers to other funds | (136,686) | - | (220,091) | (1,183,341) | - | (1,540,118) |
| Bond proceeds | - | - | - | 16,300,000 | - | 16,300,000 |
| Capital lease proceeds | - | - | - | 3,376,000 | - | 3,376,000 |
| Total other financing sources (uses) | <u>103,073</u> | <u>-</u> | <u>(177,091)</u> | <u>20,619,598</u> | <u>-</u> | <u>20,545,580</u> |
| Net change in fund balances | <u>(139,105)</u> | <u>168,591</u> | <u>28,028</u> | <u>(1,973,567)</u> | <u>58,977</u> | <u>(1,857,076)</u> |
| Fund Balances - Beginning of Year | <u>4,135,244</u> | <u>338,120</u> | <u>218,585</u> | <u>6,295,604</u> | <u>1,363,355</u> | <u>12,350,908</u> |
| Fund Balances - End of Year | <u>\$ 3,996,139</u> | <u>\$ 506,711</u> | <u>\$ 246,613</u> | <u>\$ 4,322,037</u> | <u>\$ 1,422,332</u> | <u>\$ 10,493,832</u> |

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2018

| | <u>Cancer Task Force</u> | <u>Pawtucket Public Fund</u> | <u>Convergence Fund 2</u> | <u>Convergence Fund</u> | <u>Substance Abuse</u> | <u>EMA Small Grants Fund</u> | <u>CERT FY-17 Equip</u> | <u>FY13 Cert (Fed)</u> |
|----------------------------------------|------------------------------|----------------------------------|-------------------------------|-----------------------------|----------------------------|----------------------------------|-----------------------------|----------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ 303 | \$ 5,512 | \$ - | \$ - | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | <u>2,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>25,175</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Assets | <u>\$ 2,000</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 303</u> | <u>\$ 30,687</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ - | \$ 28,225 | \$ - | \$ - | \$ - |
| Due to other funds | <u>1,170</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total liabilities | <u>1,170</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>28,225</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | - | - | - | - | 2,462 | - | - | - |
| Committed | <u>830</u> | <u>-</u> | <u>-</u> | <u>303</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total fund balance | <u>830</u> | <u>-</u> | <u>-</u> | <u>303</u> | <u>2,462</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 2,000</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 303</u> | <u>\$ 30,687</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Department of Health Deliverable</u> | <u>EMA Special Operations</u> | <u>RIRPA Coaching Workshop</u> | <u>Slater Park Permits</u> | <u>Dog Park</u> | <u>Recreation Trips</u> | <u>Daggett Farm</u> | <u>Champlin Carousel Restore</u> |
|----------------------------------------|-------------------------------------------------|-----------------------------------|------------------------------------|--------------------------------|-----------------|-----------------------------|---------------------|------------------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 598 | \$ - | \$ - | \$ 40,330 | \$ - | \$ 5,270 | \$ 53,864 | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | - | - | - | - |
| Total Assets | <u>\$ 598</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 40,330</u> | <u>\$ -</u> | <u>\$ 5,270</u> | <u>\$ 53,864</u> | <u>\$ -</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ 2,500 | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | - | - | - | - | - |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,500</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | 598 | - | - | - | - | - | - | - |
| Committed | - | - | - | 37,830 | - | 5,270 | 53,864 | - |
| Total fund balance | <u>598</u> | <u>-</u> | <u>-</u> | <u>37,830</u> | <u>-</u> | <u>5,270</u> | <u>53,864</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 598</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 40,330</u> | <u>\$ -</u> | <u>\$ 5,270</u> | <u>\$ 53,864</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Carousel Fund</u> | <u>Tennis Single League</u> | <u>Summer Camp</u> | <u>Instructor Programming</u> | <u>Arts In The Park</u> | <u>Field Use Maintenance</u> | <u>Council's Substance Abuse</u> | <u>Project Renew</u> |
|----------------------------------------|--------------------------|---------------------------------|------------------------|-----------------------------------|-----------------------------|----------------------------------|------------------------------------------|--------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 28,196 | \$ 48,461 | \$ - | \$ 25 | \$ 1,100 | \$ 98,697 | \$ 73,525 | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | - | - | - | - |
| Total Assets | <u>\$ 28,196</u> | <u>\$ 48,461</u> | <u>\$ -</u> | <u>\$ 25</u> | <u>\$ 1,100</u> | <u>\$ 98,697</u> | <u>\$ 73,525</u> | <u>\$ -</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ 2,512 | \$ 15,306 | \$ - | \$ 301 | \$ - | \$ 1,032 | \$ - | \$ - |
| Due to other funds | - | - | - | 694 | - | - | - | - |
| Total liabilities | <u>2,512</u> | <u>15,306</u> | <u>-</u> | <u>995</u> | <u>-</u> | <u>1,032</u> | <u>-</u> | <u>-</u> |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | - | - | - | - | - | - | - | - |
| Committed | 25,684 | 33,155 | - | (970) | 1,100 | 97,665 | 73,525 | - |
| Total fund balance | <u>25,684</u> | <u>33,155</u> | <u>-</u> | <u>(970)</u> | <u>1,100</u> | <u>97,665</u> | <u>73,525</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 28,196</u> | <u>\$ 48,461</u> | <u>\$ -</u> | <u>\$ 25</u> | <u>\$ 1,100</u> | <u>\$ 98,697</u> | <u>\$ 73,525</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Arts Support Initiative</u> | <u>Pawtucket Arts Funding</u> | <u>Youth Sports League</u> | <u>AED Fund</u> | <u>Mayor's Holiday Dinner</u> | <u>Vital St. Restoration</u> | <u>Animal Control</u> | <u>Land Records Restoration</u> |
|----------------------------------------|--------------------------------|-------------------------------|----------------------------|-----------------|-------------------------------|------------------------------|-----------------------|---------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 23,075 | \$ 5,997 | \$ 22,603 | \$ 1,052 | \$ 16,173 | \$ 90,452 | \$ 55,628 | \$ 137,729 |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | - | - | - | - |
| Total Assets | <u>\$ 23,075</u> | <u>\$ 5,997</u> | <u>\$ 22,603</u> | <u>\$ 1,052</u> | <u>\$ 16,173</u> | <u>\$ 90,452</u> | <u>\$ 55,628</u> | <u>\$ 137,729</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ 750 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 2,928 |
| Due to other funds | - | - | - | - | - | - | - | - |
| Total liabilities | <u>750</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,928</u> |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | 22,325 | - | - | - | 16,173 | - | - | 134,801 |
| Committed | - | 5,997 | 22,603 | 1,052 | - | 90,452 | 55,628 | - |
| Total fund balance | <u>22,325</u> | <u>5,997</u> | <u>22,603</u> | <u>1,052</u> | <u>16,173</u> | <u>90,452</u> | <u>55,628</u> | <u>134,801</u> |
| Total Liabilities and Fund Balance | <u>\$ 23,075</u> | <u>\$ 5,997</u> | <u>\$ 22,603</u> | <u>\$ 1,052</u> | <u>\$ 16,173</u> | <u>\$ 90,452</u> | <u>\$ 55,628</u> | <u>\$ 137,729</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Alcohol Prevention Fund</u> | <u>Recruitment Testing Fund</u> | <u>Document Preservation</u> | <u>Family Literacy Initiative</u> | <u>State Grant In Aid</u> | <u>Library Donations</u> | <u>Champlin Grant</u> | <u>Holiday Basket Drive</u> |
|----------------------------------------|----------------------------------------|-------------------------------------|----------------------------------|---------------------------------------|-------------------------------|------------------------------|---------------------------|---------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 11,504 | \$ - | \$ 378,226 | \$ 55,536 | \$ 14,843 | \$ 166,873 | \$ 61,305 | \$ 5,671 |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | - | - | - | - |
| Total Assets | <u>\$ 11,504</u> | <u>\$ -</u> | <u>\$ 378,226</u> | <u>\$ 55,536</u> | <u>\$ 14,843</u> | <u>\$ 166,873</u> | <u>\$ 61,305</u> | <u>\$ 5,671</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ 735 | \$ 11,246 | \$ 2,633 | \$ - | \$ - |
| Due to other funds | - | - | - | - | - | - | - | - |
| Total liabilities | - | - | - | 735 | 11,246 | 2,633 | - | - |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | - | - | - | 54,801 | 3,597 | - | 61,305 | 5,671 |
| Committed | 11,504 | - | 378,226 | - | - | 164,240 | - | - |
| Total fund balance | <u>11,504</u> | <u>-</u> | <u>378,226</u> | <u>54,801</u> | <u>3,597</u> | <u>164,240</u> | <u>61,305</u> | <u>5,671</u> |
| Total Liabilities and Fund Balance | <u>\$ 11,504</u> | <u>\$ -</u> | <u>\$ 378,226</u> | <u>\$ 55,536</u> | <u>\$ 14,843</u> | <u>\$ 166,873</u> | <u>\$ 61,305</u> | <u>\$ 5,671</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Foundation Contribution Fund</u> | <u>Insurance Deductible Reserve</u> | <u>Fire Equipment Fund</u> | <u>Fire Prevention</u> | <u>Fire Apparatus</u> | <u>Safer Grant</u> | <u>AFG Stretchers</u> | <u>Clean Diesel</u> |
|----------------------------------------|---------------------------------------------|---------------------------------------------|--------------------------------|----------------------------|-----------------------|--------------------|-----------------------|---------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 12,837 | \$ 304,061 | \$ 3,360 | \$ 299,339 | \$ 10,587 | \$ - | \$ 31 | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | - | 248,136 | - | - |
| Total Assets | <u>\$ 12,837</u> | <u>\$ 304,061</u> | <u>\$ 3,360</u> | <u>\$ 299,339</u> | <u>\$ 10,587</u> | <u>248,136</u> | <u>\$ 31</u> | <u>\$ -</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 10,808 | \$ - | \$ - |
| Due to other funds | - | 135,164 | - | - | - | 237,317 | - | - |
| Total liabilities | - | 135,164 | - | - | - | 248,125 | - | - |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | 12,837 | - | - | 299,339 | - | 11 | - | - |
| Committed | - | 168,897 | 3,360 | - | 10,587 | - | 31 | - |
| Total fund balance | 12,837 | 168,897 | 3,360 | 299,339 | 10,587 | 11 | 31 | - |
| Total Liabilities and Fund Balance | <u>\$ 12,837</u> | <u>\$ 304,061</u> | <u>\$ 3,360</u> | <u>\$ 299,339</u> | <u>\$ 10,587</u> | <u>\$ 248,136</u> | <u>\$ 31</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Gun Buy-Back Fund</u> | <u>Comm Policing Initiative</u> | <u>Federal Forfeited Property</u> | <u>State Share Drugs</u> | <u>Reim O/T Special Squad</u> | <u>2016 Byrne 16-125-JAG</u> | <u>RI Traffic Tribunal</u> | <u>SAFE Street Gang Taskforce</u> |
|----------------------------------------|------------------------------|-------------------------------------|-------------------------------------------|------------------------------|-----------------------------------|----------------------------------|--------------------------------|---------------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 3,551 | \$ 8,223 | \$ 228,537 | \$ 545,908 | \$ - | \$ - | \$ 147,209 | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | 11,118 | - | 8,457 | 2,982 |
| Total Assets | <u>\$ 3,551</u> | <u>\$ 8,223</u> | <u>\$ 228,537</u> | <u>\$ 545,908</u> | <u>\$ 11,118</u> | <u>\$ -</u> | <u>\$ 155,666</u> | <u>\$ 2,982</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ 3,505 | \$ 1,168 | \$ - | \$ 1,391 | \$ - | \$ 15,389 | \$ 298 |
| Due to other funds | - | - | 193,817 | - | 8,534 | - | - | 2,684 |
| Total liabilities | <u>-</u> | <u>3,505</u> | <u>194,985</u> | <u>-</u> | <u>9,925</u> | <u>-</u> | <u>15,389</u> | <u>2,982</u> |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | 3,551 | 4,718 | 33,552 | 545,908 | 1,193 | - | 140,277 | - |
| Committed | - | - | - | - | - | - | - | - |
| Total fund balance | <u>3,551</u> | <u>4,718</u> | <u>33,552</u> | <u>545,908</u> | <u>1,193</u> | <u>-</u> | <u>140,277</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 3,551</u> | <u>\$ 8,223</u> | <u>\$ 228,537</u> | <u>\$ 545,908</u> | <u>\$ 11,118</u> | <u>\$ -</u> | <u>\$ 155,666</u> | <u>\$ 2,982</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Bike Patrol</u> | <u>RI Foundation Grant</u> | <u>D.A.R.E.</u> | <u>2016DJBX0885</u> | <u>2015DJBX0981</u> | <u>PTE Overtime</u> | <u>PTE Police Equipment</u> | <u>Bureau of Justice Assistance – JAG Grant #2012DJBX1097</u> |
|----------------------------------------|--------------------|----------------------------|-----------------|---------------------|---------------------|---------------------|-----------------------------|---------------------------------------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 19,138 | \$ 133 | \$ 9,815 | \$ - | \$ - | \$ - | \$ 122,031 | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | 6,880 | - | - | - | - |
| Total Assets | <u>\$ 19,138</u> | <u>\$ 133</u> | <u>\$ 9,815</u> | <u>\$ 6,880</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 122,031</u> | <u>\$ -</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ 1,630 | \$ - | \$ - | \$ 199 | \$ - | \$ - | \$ 1,825 | \$ - |
| Due to other funds | - | - | - | 6,681 | - | - | - | - |
| Total liabilities | <u>1,630</u> | <u>-</u> | <u>-</u> | <u>6,880</u> | <u>-</u> | <u>-</u> | <u>1,825</u> | <u>-</u> |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | 17,508 | 133 | - | - | - | - | - | - |
| Committed | - | - | 9,815 | - | - | - | 120,206 | - |
| Total fund balance | <u>17,508</u> | <u>133</u> | <u>9,815</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>120,206</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 19,138</u> | <u>\$ 133</u> | <u>\$ 9,815</u> | <u>\$ 6,880</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 122,031</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | Bureau of Justice Assistance – JAG Grant #2013DJBX0265 | 2014DJBX0782 10/13-9/17 | Dog Pound- Spay & Neuter Fund | Vet Care Private Donation | Spay & Neuter Public Assist | Spay & Neuter Pound Fund | Underage Drinking | Highway Safety Grant 2015 |
|----------------------------------------|-----------------------------------------------------------------|----------------------------|----------------------------------|---------------------------------|--------------------------------|-----------------------------|----------------------|------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 62,328 | \$ 66,054 | \$ 6,495 | \$ 6,495 | \$ - | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | - | - | 1,077 | - |
| Total Assets | \$ - | \$ - | \$ 62,328 | \$ 66,054 | \$ 6,495 | \$ 6,495 | \$ 1,077 | \$ - |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ 509 | \$ 1,737 | \$ - | \$ - | \$ 646 | \$ - |
| Due to other funds | - | - | - | - | - | - | 431 | - |
| Total liabilities | - | - | 509 | 1,737 | - | - | 1,077 | - |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | - | - | - | 64,317 | 6,495 | 6,495 | - | - |
| Committed | - | - | 61,819 | - | - | - | - | - |
| Total fund balance | - | - | 61,819 | 64,317 | 6,495 | 6,495 | - | - |
| Total Liabilities and Fund Balance | \$ - | \$ - | \$ 62,328 | \$ 66,054 | \$ 6,495 | \$ 6,495 | \$ 1,077 | \$ - |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Seized Vehicles (State)</u> | <u>Tobacco Enforcement</u> | <u>Pending Forfeiture (Campbell)</u> | <u>Highway Safety Grant 2014</u> | <u>Synar Tobacco Grant</u> | <u>Sex Offenders</u> | <u>Sex Offenders Project #FWB3000F</u> | <u>Details Private Company Reimbursements</u> |
|-------------------------------------------|------------------------------------|--------------------------------|----------------------------------------------|------------------------------------------|--------------------------------|----------------------|------------------------------------------------|-------------------------------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 28,768 | \$ - | \$ 116,668 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | - | - | 1,930 | 1,615 | 859 | 218,436 |
| Total Assets | <u>\$ 28,768</u> | <u>\$ -</u> | <u>\$ 116,668</u> | <u>\$ -</u> | <u>\$ 1,930</u> | <u>\$ 1,615</u> | <u>\$ 859</u> | <u>\$ 218,436</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ - | \$ 431 | \$ 248 | \$ 224 | \$ 38,300 |
| Due to other funds | - | - | - | - | 1,499 | 1,367 | 635 | 72,537 |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,930</u> | <u>1,615</u> | <u>859</u> | <u>110,837</u> |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | 28,768 | - | 116,668 | - | - | - | - | 107,599 |
| Committed | - | - | - | - | - | - | - | - |
| Total fund balance | <u>28,768</u> | <u>-</u> | <u>116,668</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>107,599</u> |
| Total Liabilities and Fund Balance | <u>\$ 28,768</u> | <u>\$ -</u> | <u>\$ 116,668</u> | <u>\$ -</u> | <u>\$ 1,930</u> | <u>\$ 1,615</u> | <u>\$ 859</u> | <u>\$ 218,436</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Details Private Company Reimbursements</u> | <u>Evidence Money</u> | <u>Misc Police Reimbursements</u> | <u>Municipal Waste Reduction</u> | <u>GCD Various Polling Site</u> | <u>PW Diesel Engine</u> | <u>Blackstone Wall Rep 2</u> | <u>Rain Barrel Program</u> |
|----------------------------------------|-------------------------------------------------------|---------------------------|---------------------------------------|--------------------------------------|-------------------------------------|-----------------------------|----------------------------------|--------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ 7,217 | \$ 1,568 | \$ 44,550 | \$ - | \$ - | \$ - | \$ - |
| Other receivables | - | - | - | - | - | - | - | - |
| Due from federal and state governments | - | - | 1,342 | - | - | - | - | - |
| Total Assets | <u>\$ -</u> | <u>\$ 7,217</u> | <u>\$ 2,910</u> | <u>\$ 44,550</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ 99 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | - | - | - | - | - |
| Total liabilities | - | - | 99 | - | - | - | - | - |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | 7,217 | - | - | - | - | - | - |
| Restricted | - | - | 2,811 | 44,550 | - | - | - | - |
| Committed | - | - | - | - | - | - | - | - |
| Total fund balance | - | 7,217 | 2,811 | 44,550 | - | - | - | - |
| Total Liabilities and Fund Balance | <u>\$ -</u> | <u>\$ 7,217</u> | <u>\$ 2,910</u> | <u>\$ 44,550</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Slater Park Pavilion</u> | <u>Vets Park Restroom</u> | <u>Cleaning Vehicle (RIDEM)</u> | <u>Veg Water Fowl Buffer</u> | <u>Summer Youth Initiative</u> | <u>Stormwater Master Plan</u> | <u>Spring 2018 Tree Planting</u> | <u>PRA Redevelopment</u> |
|-------------------------------------------|-----------------------------|---------------------------|---------------------------------|------------------------------|--------------------------------|-------------------------------|----------------------------------|--------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ 14,829 | \$ 3,000 | \$ 1,110 | \$ 10,000 | \$ 228,475 |
| Other receivables | - | - | - | - | - | - | - | 524,441 |
| Due from federal and state governments | - | - | 34,717 | - | - | - | - | - |
| Total Assets | \$ - | \$ - | \$ 34,717 | \$ 14,829 | \$ 3,000 | \$ 1,110 | \$ 10,000 | \$ 752,916 |
| Liabilities and Fund Balance: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 23,490 |
| Due to other funds | - | - | 34,717 | - | - | - | - | 16,045 |
| Total liabilities | - | - | 34,717 | - | - | - | - | 39,535 |
| Fund Balance: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | - | - | - | 14,829 | 3,000 | 1,110 | 10,000 | 713,381 |
| Committed | - | - | - | - | - | - | - | - |
| Total fund balance | - | - | - | 14,829 | 3,000 | 1,110 | 10,000 | 713,381 |
| Total Liabilities and Fund Balance | \$ - | \$ - | \$ 34,717 | \$ 14,829 | \$ 3,000 | \$ 1,110 | \$ 10,000 | \$ 752,916 |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | Senior Center | Senior Center II | Senate Grant- Senior Shuttle | Senior Center - City | Information Specialist | Leon Mathieu Donations | Senior Center Title III B | Revolving Loan Fund | City Special Revenue Funds Totals |
|-------------------------------------------|------------------|---------------------|---------------------------------|-------------------------|---------------------------|---------------------------|------------------------------|------------------------|--------------------------------------------|
| Assets: | | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 7,319 | \$ - | \$ 70,000 | \$ 3,792,184 |
| Other receivables | - | - | - | - | - | - | - | - | 524,441 |
| Due from federal and state governments | - | - | - | - | - | - | - | 1,999 | 566,723 |
| Total Assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 7,319 | \$ - | \$ 71,999 | \$ 4,883,348 |
| Liabilities and Fund Balance: | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,853 | \$ - | \$ 1,999 | \$ 173,917 |
| Due to other funds | - | - | - | - | - | - | - | - | 713,292 |
| Total liabilities | - | - | - | - | - | 1,853 | - | 1,999 | 887,209 |
| Fund Balance: | | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - | 7,217 |
| Restricted | - | - | - | - | - | 5,466 | - | 70,000 | 2,556,249 |
| Committed | - | - | - | - | - | - | - | - | 1,432,673 |
| Total fund balance | - | - | - | - | - | 5,466 | - | 70,000 | 3,996,139 |
| Total Liabilities and Fund Balance | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 7,319 | \$ - | \$ 71,999 | \$ 4,883,348 |

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2018

| | Cancer Task Force | Pawtucket Public Fund | Convergence Fund 2 | Convergence Fund | Substance Abuse | EMA Small Grants Fund | Cert Funding FY17 Equip | FY13 Cert (Fed) |
|----------------------------------------------------------------------------------------------------|----------------------------------|----------------------------------|-------------------------------|-----------------------------|----------------------------|----------------------------------|------------------------------------|------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ 2,969,143 | \$ 16,667 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | 2,000 | - | 46,699 | 21,575 | 110,867 | - | - | (4,157) |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>2,000</u> | <u>2,969,143</u> | <u>63,366</u> | <u>21,575</u> | <u>110,867</u> | <u>-</u> | <u>-</u> | <u>(4,157)</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | 1,170 | - | - | - | 114,093 | - | - | - |
| Planning | - | - | 73,496 | 28,713 | - | - | - | - |
| Public safety | - | 2,969,143 | - | - | - | - | - | 4,124 |
| Public works | - | - | - | - | - | - | - | - |
| Total expenditures | <u>1,170</u> | <u>2,969,143</u> | <u>73,496</u> | <u>28,713</u> | <u>114,093</u> | <u>-</u> | <u>-</u> | <u>4,124</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>830</u> | <u>-</u> | <u>(10,130)</u> | <u>(7,138)</u> | <u>(3,226)</u> | <u>-</u> | <u>-</u> | <u>(8,281)</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | 2,156 | - | - | - | 2,430 |
| Transfers to other funds | - | - | (2,156) | - | (363) | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>(2,156)</u> | <u>2,156</u> | <u>(363)</u> | <u>-</u> | <u>-</u> | <u>2,430</u> |
| Net change in fund balances | 830 | - | (12,286) | (4,982) | (3,589) | - | - | (5,851) |
| Fund Balances - Beginning of Year | <u>-</u> | <u>-</u> | <u>12,286</u> | <u>5,285</u> | <u>6,051</u> | <u>-</u> | <u>-</u> | <u>5,851</u> |
| Fund Balances - End of Year | <u>\$ 830</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 303</u> | <u>\$ 2,462</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Department of Health Deliverable</u> | <u>EMA Special Operations</u> | <u>RIRPA Coaching Workshop</u> | <u>Slater Park Permits</u> | <u>Dog Park</u> | <u>Recreation Trips</u> | <u>Daggett Farm</u> | <u>Champlin Carousel Restore</u> |
|----------------------------------------------------------------------------------------------------|---------------------------------------------|-----------------------------------|------------------------------------|--------------------------------|-----------------|-----------------------------|---------------------|------------------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ 8,344 | \$ - | \$ 2,750 | \$ - | \$ - |
| Operating grants and contributions | 1,301 | - | - | 21,022 | - | - | 21,545 | - |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>1,301</u> | <u>-</u> | <u>-</u> | <u>29,366</u> | <u>-</u> | <u>2,750</u> | <u>21,545</u> | <u>-</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | 1,537 | - | - | - | - | - | - | - |
| Public works | - | - | - | 20,906 | 120 | 1,960 | 6,715 | - |
| Total expenditures | <u>1,537</u> | <u>-</u> | <u>-</u> | <u>20,906</u> | <u>120</u> | <u>1,960</u> | <u>6,715</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>(236)</u> | <u>-</u> | <u>-</u> | <u>8,460</u> | <u>(120)</u> | <u>790</u> | <u>14,830</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | (2,430) | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>(2,430)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | (2,666) | - | - | 8,460 | (120) | 790 | 14,830 | - |
| Fund Balances - Beginning of Year | <u>3,264</u> | <u>-</u> | <u>-</u> | <u>29,370</u> | <u>120</u> | <u>4,480</u> | <u>39,034</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 598</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 37,830</u> | <u>\$ -</u> | <u>\$ 5,270</u> | <u>\$ 53,864</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | Carousel Fund | Tennis Single League | Summer Camp | Instructor Programming | Arts In The Park | Field Use Maintenance | Council's Substance Abuse | Project Renew |
|----------------------------------------------------------------------------------------------------|------------------|----------------------------|-------------|---------------------------|---------------------|--------------------------|---------------------------------|---------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ 35,147 | \$ 19,133 | \$ - | \$ 20,023 | \$ - | \$ 48,368 | \$ 27,267 | \$ - |
| Operating grants and contributions | 4,500 | - | - | - | 750 | - | - | - |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>39,647</u> | <u>19,133</u> | <u>-</u> | <u>20,023</u> | <u>750</u> | <u>48,368</u> | <u>27,267</u> | <u>-</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | 27,760 | 24,985 | - | 30,662 | - | 28,774 | 4,500 | - |
| Total expenditures | <u>27,760</u> | <u>24,985</u> | <u>-</u> | <u>30,662</u> | <u>-</u> | <u>28,774</u> | <u>4,500</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>11,887</u> | <u>(5,852)</u> | <u>-</u> | <u>(10,639)</u> | <u>750</u> | <u>19,594</u> | <u>22,767</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | 11,887 | (5,852) | - | (10,639) | 750 | 19,594 | 22,767 | - |
| Fund Balances - Beginning of Year | <u>13,797</u> | <u>39,007</u> | <u>-</u> | <u>9,669</u> | <u>350</u> | <u>78,071</u> | <u>50,758</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 25,684</u> | <u>\$ 33,155</u> | <u>\$ -</u> | <u>\$ (970)</u> | <u>\$ 1,100</u> | <u>\$ 97,665</u> | <u>\$ 73,525</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Arts Support Initiative</u> | <u>Pawtucket Arts Funding</u> | <u>Youth Sports League</u> | <u>AED Fund</u> | <u>Mayor's Holiday Dinner</u> | <u>Vital St. Restoration</u> | <u>Animal Control</u> | <u>Land Records Restoration</u> |
|-------------------------------------------------------------------------------------------------|--------------------------------|-------------------------------|----------------------------|-----------------|-------------------------------|------------------------------|-----------------------|---------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 11,886 | \$ 10,825 | \$ 8,693 |
| Operating grants and contributions | 500 | - | - | - | 4,400 | - | - | - |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>500</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>4,400</u> | <u>11,886</u> | <u>10,825</u> | <u>8,693</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | 9,796 | - | - | 1,397 | - | - | 1,344 |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | 34,880 | - | - | - | - | - | - | - |
| Total expenditures | <u>34,880</u> | <u>9,796</u> | <u>-</u> | <u>-</u> | <u>1,397</u> | <u>-</u> | <u>-</u> | <u>1,344</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>(34,380)</u> | <u>(9,796)</u> | <u>-</u> | <u>-</u> | <u>3,003</u> | <u>11,886</u> | <u>10,825</u> | <u>7,349</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | 28,390 | 10,107 | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>28,390</u> | <u>10,107</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | (5,990) | 311 | - | - | 3,003 | 11,886 | 10,825 | 7,349 |
| Fund Balances - Beginning of Year | <u>28,315</u> | <u>5,686</u> | <u>22,603</u> | <u>1,052</u> | <u>13,170</u> | <u>78,566</u> | <u>44,803</u> | <u>127,452</u> |
| Fund Balances - End of Year | <u>\$ 22,325</u> | <u>\$ 5,997</u> | <u>\$ 22,603</u> | <u>\$ 1,052</u> | <u>\$ 16,173</u> | <u>\$ 90,452</u> | <u>\$ 55,628</u> | <u>\$ 134,801</u> |

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CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Alcohol Prevention Fund</u> | <u>Recruitment Testing Fund</u> | <u>Document Preservation</u> | <u>Family Literacy Initiative</u> | <u>State Grant In Aid</u> | <u>Library Donations</u> | <u>Champlin Grant</u> | <u>Holiday Basket Drive</u> |
|----------------------------------------------------------------------------------------------------|----------------------------------------|-------------------------------------|----------------------------------|---------------------------------------|-------------------------------|------------------------------|---------------------------|---------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ 1,650 | \$ - | \$ - | \$ - | \$ - | \$ 28,703 | \$ - | \$ - |
| Operating grants and contributions | - | - | 52,589 | 64,197 | 409,155 | 1,750 | 60,077 | 15,684 |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>1,650</u> | <u>-</u> | <u>52,589</u> | <u>64,197</u> | <u>409,155</u> | <u>30,453</u> | <u>60,077</u> | <u>15,684</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | 33,302 | 58,164 | 409,154 | 12,984 | 8,600 | 13,539 |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | - | - | - | - | - | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>33,302</u> | <u>58,164</u> | <u>409,154</u> | <u>12,984</u> | <u>8,600</u> | <u>13,539</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>1,650</u> | <u>-</u> | <u>19,287</u> | <u>6,033</u> | <u>1</u> | <u>17,469</u> | <u>51,477</u> | <u>2,145</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | 1,650 | - | 19,287 | 6,033 | 1 | 17,469 | 51,477 | 2,145 |
| Fund Balances - Beginning of Year | <u>9,854</u> | <u>-</u> | <u>358,939</u> | <u>48,768</u> | <u>3,596</u> | <u>146,771</u> | <u>9,828</u> | <u>3,526</u> |
| Fund Balances - End of Year | <u>\$ 11,504</u> | <u>\$ -</u> | <u>\$ 378,226</u> | <u>\$ 54,801</u> | <u>\$ 3,597</u> | <u>\$ 164,240</u> | <u>\$ 61,305</u> | <u>\$ 5,671</u> |

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CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Foundation Contribution Fund</u> | <u>Insurance Deductible Reserve</u> | <u>Fire Equipment Fund</u> | <u>Fire Prevention</u> | <u>Fire Apparatus</u> | <u>Safer Grant FY18</u> | <u>AFG Stretchers</u> | <u>Clean Diesel</u> |
|----------------------------------------------------------------------------------------------------|---------------------------------------------|---------------------------------------------|--------------------------------|------------------------|---------------------------|-----------------------------|-----------------------|-------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ 1,500 | \$ 199,514 | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | 1,554 | - | - | - | 387,353 | - | 132,444 |
| Capital grants and contributions | - | - | - | - | - | - | 31 | - |
| Total revenues | <u>-</u> | <u>1,554</u> | <u>1,500</u> | <u>199,514</u> | <u>-</u> | <u>387,353</u> | <u>31</u> | <u>132,444</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | 45,102 | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | 108,071 | 387,342 | - | 132,444 |
| Public works | - | - | - | - | - | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>45,102</u> | <u>108,071</u> | <u>387,342</u> | <u>-</u> | <u>132,444</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>-</u> | <u>1,554</u> | <u>1,500</u> | <u>154,412</u> | <u>(108,071)</u> | <u>11</u> | <u>31</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | 4,576 | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>4,576</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | - | 1,554 | 1,500 | 154,412 | (103,495) | 11 | 31 | - |
| Fund Balances - Beginning of Year | <u>12,837</u> | <u>167,343</u> | <u>1,860</u> | <u>144,927</u> | <u>114,082</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 12,837</u> | <u>\$ 168,897</u> | <u>\$ 3,360</u> | <u>\$ 299,339</u> | <u>\$ 10,587</u> | <u>\$ 11</u> | <u>\$ 31</u> | <u>\$ -</u> |

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CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Gun Buy-Back Fund</u> | <u>Comm Policing Initiative</u> | <u>Federal Forfeited Property</u> | <u>State Share Drugs</u> | <u>Reim O/T Special Squad</u> | <u>2016 BYRNE 16- 125-JAG</u> | <u>RI Traffic Tribunal</u> | <u>RI Traffic Tribunal</u> |
|----------------------------------------------------------------------------------------------------|------------------------------|-------------------------------------|-------------------------------------------|------------------------------|-----------------------------------|-----------------------------------|--------------------------------|--------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ 53,882 | \$ - | \$ 1,341 | \$ 4,473 |
| Operating grants and contributions | - | - | 2,139 | 129,581 | - | 2,840 | 91,987 | - |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>2,139</u> | <u>129,581</u> | <u>53,882</u> | <u>2,840</u> | <u>93,328</u> | <u>4,473</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | 1,209 | 5,282 | 251,068 | 69,653 | 53,978 | 2,840 | 30,826 | 4,473 |
| Public works | - | - | - | - | - | - | - | - |
| Total expenditures | <u>1,209</u> | <u>5,282</u> | <u>251,068</u> | <u>69,653</u> | <u>53,978</u> | <u>2,840</u> | <u>30,826</u> | <u>4,473</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>(1,209)</u> | <u>(5,282)</u> | <u>(248,929)</u> | <u>59,928</u> | <u>(96)</u> | <u>-</u> | <u>62,502</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | 10,000 | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>10,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | (1,209) | 4,718 | (248,929) | 59,928 | (96) | - | 62,502 | - |
| Fund Balances - Beginning of Year | <u>4,760</u> | <u>-</u> | <u>282,481</u> | <u>485,980</u> | <u>1,289</u> | <u>-</u> | <u>77,775</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 3,551</u> | <u>\$ 4,718</u> | <u>\$ 33,552</u> | <u>\$ 545,908</u> | <u>\$ 1,193</u> | <u>\$ -</u> | <u>\$ 140,277</u> | <u>\$ -</u> |

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CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | Bike Patrol | RI Foundation Grant | D.A.R.E. | 2016JJBX0885 | 2015JJBX0981 10/14-9/18 | PTE Overtime | PTE Police Equipment | Bureau of Justice Assistance – JAG Grant #2012JJBX1097 |
|----------------------------------------------------------------------------------------------------|------------------|---------------------------|-----------------|---------------|----------------------------|----------------|-------------------------|-----------------------------------------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ 22,702 | \$ - | \$ - | \$ 231,101 | \$ 53,285 | \$ - |
| Operating grants and contributions | - | - | 4 | 36,289 | 26,674 | - | - | - |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>22,706</u> | <u>36,289</u> | <u>26,674</u> | <u>231,101</u> | <u>53,285</u> | <u>-</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | 14,287 | 3,020 | - | 36,289 | 26,674 | 231,101 | 76,821 | - |
| Public works | - | 6,847 | - | - | - | - | - | - |
| Total expenditures | <u>14,287</u> | <u>9,867</u> | <u>-</u> | <u>36,289</u> | <u>26,674</u> | <u>231,101</u> | <u>76,821</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>(14,287)</u> | <u>(9,867)</u> | <u>22,706</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(23,536)</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | 20,071 | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | (20,071) | - | - | - | - | - |
| Total other financing sources (uses) | <u>20,071</u> | <u>-</u> | <u>(20,071)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | 5,784 | (9,867) | 2,635 | - | - | - | (23,536) | - |
| Fund Balances - Beginning of Year | <u>11,724</u> | <u>10,000</u> | <u>7,180</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>143,742</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 17,508</u> | <u>\$ 133</u> | <u>\$ 9,815</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 120,206</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | Bureau of Justice Assistance – JAG Grant #2013DJBX0265 | 2014DJBX0782 10/13-9/17 | Dog Pound- Spay & Neuter Fund | Vet Care Private Donation | Spay & Neuter Public Assist | Spay & Neuter Pound Fund | Underage Drinking | Highway Safety Grant 2015 |
|----------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------|------------------------------------|--------------------------------------------------|------------------------------------------|--------------------------------------------|-----------------------------------------|------------------------------|--------------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ 25,275 | \$ - | \$ 485 | \$ 485 | \$ - | \$ - |
| Operating grants and contributions | - | - | - | 14,704 | - | - | 2,320 | 8,566 |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>25,275</u> | <u>14,704</u> | <u>485</u> | <u>485</u> | <u>2,320</u> | <u>8,566</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | 23,457 | 4,716 | - | - | 2,683 | 8,566 |
| Public works | - | - | - | - | - | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>23,457</u> | <u>4,716</u> | <u>-</u> | <u>-</u> | <u>2,683</u> | <u>8,566</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>1,818</u> | <u>9,988</u> | <u>485</u> | <u>485</u> | <u>(363)</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | 363 | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>363</u> | <u>-</u> |
| Net change in fund balances | - | - | 1,818 | 9,988 | 485 | 485 | - | - |
| Fund Balances - Beginning of Year | <u>-</u> | <u>-</u> | <u>60,001</u> | <u>54,329</u> | <u>6,010</u> | <u>6,010</u> | <u>-</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 61,819</u> | <u>\$ 64,317</u> | <u>\$ 6,495</u> | <u>\$ 6,495</u> | <u>\$ -</u> | <u>\$ -</u> |

(Continued on next page)

**CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018**

| | <u>Seized Vehicles (State)</u> | <u>Tobacco Enforcement</u> | <u>Pending Forfeiture (Campbell)</u> | <u>Highway Safety Grant 2014</u> | <u>SYNAR Tobacco Grant</u> | <u>Sex Offenders</u> | <u>Sex Offenders Project #FWB3000F</u> | <u>Details Private Company Reimbursements</u> |
|----------------------------------------------------------------------------------------------------|----------------------------------------|--------------------------------|----------------------------------------------|--------------------------------------|--------------------------------|--------------------------|------------------------------------------------|-------------------------------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ 11,793 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | - | 26,245 | 25,818 | 2,879 | 11,402 | 3,935 | 803,220 |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>11,793</u> | <u>-</u> | <u>26,245</u> | <u>25,818</u> | <u>2,879</u> | <u>11,402</u> | <u>3,935</u> | <u>803,220</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | 43,671 | - | 147,160 | 25,818 | 2,879 | 11,402 | 3,935 | 807,287 |
| Public works | - | - | - | - | - | - | - | - |
| Total expenditures | <u>43,671</u> | <u>-</u> | <u>147,160</u> | <u>25,818</u> | <u>2,879</u> | <u>11,402</u> | <u>3,935</u> | <u>807,287</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>(31,878)</u> | <u>-</u> | <u>(120,915)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(4,067)</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | 111,666 |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>111,666</u> |
| Net change in fund balances | (31,878) | - | (120,915) | - | - | - | - | 107,599 |
| Fund Balances - Beginning of Year | <u>60,646</u> | <u>-</u> | <u>237,583</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 28,768</u> | <u>\$ -</u> | <u>\$ 116,668</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 107,599</u> |

(Continued on next page)

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Details Private Company Reimbursements</u> | <u>Evidence Money</u> | <u>Misc Police Reimbursements</u> | <u>Municipal Waste Reduction</u> | <u>GCD Various Polling Site</u> | <u>PW Diesel Engine</u> | <u>Blackstone Wall Rep 2</u> | <u>Rain Barrel Program</u> |
|----------------------------------------------------------------------------------------------------|-------------------------------------------------------|---------------------------|---------------------------------------|------------------------------------------|-------------------------------------|-----------------------------|----------------------------------|--------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ 6,785 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | - | - | 2,500 | - | 44,220 | - | 12,500 |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>6,785</u> | <u>2,500</u> | <u>-</u> | <u>44,220</u> | <u>-</u> | <u>12,500</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | 6,285 | - | - | - | - | - |
| Public works | - | - | - | 13,052 | - | 44,220 | - | 12,500 |
| Total expenditures | <u>-</u> | <u>-</u> | <u>6,285</u> | <u>13,052</u> | <u>-</u> | <u>44,220</u> | <u>-</u> | <u>12,500</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>500</u> | <u>(10,552)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | (111,666) | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>(111,666)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | (111,666) | - | 500 | (10,552) | - | - | - | - |
| Fund Balances - Beginning of Year | <u>111,666</u> | <u>7,217</u> | <u>2,311</u> | <u>55,102</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ -</u> | <u>\$ 7,217</u> | <u>\$ 2,811</u> | <u>\$ 44,550</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | Slater Park Pavilion | Vets Park Restroom | Cleaning Vehicle (RIDEM) | Veg Water Fowl Buffer | Summer Youth Initiative | Stormwater Master Plan | Spring 2018 Tree Planting | PRA Redevelopment |
|----------------------------------------------------------------------------------------------------|-------------------------|-----------------------|-----------------------------|--------------------------|----------------------------|---------------------------|------------------------------|----------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ 3,000 | \$ - | \$ - | \$ 1,000 |
| Operating grants and contributions | - | - | - | 18,113 | - | - | - | 24,254 |
| Capital grants and contributions | - | - | - | - | - | - | - | - |
| Total revenues | - | - | - | 18,113 | 3,000 | - | - | 25,254 |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Planning | - | - | - | - | - | - | - | 136,026 |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | - | - | - | 3,284 | - | 1,831 | - | - |
| Total expenditures | - | - | - | 3,284 | - | 1,831 | - | 136,026 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | - | - | - | 14,829 | 3,000 | (1,831) | - | (110,772) |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | 10,000 | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | 10,000 | - |
| Net change in fund balances | - | - | - | 14,829 | 3,000 | (1,831) | 10,000 | (110,772) |
| Fund Balances - Beginning of Year | - | - | - | - | - | 2,941 | - | 824,153 |
| Fund Balances - End of Year | \$ - | \$ - | \$ - | \$ 14,829 | \$ 3,000 | \$ 1,110 | \$ 10,000 | \$ 713,381 |

(Continued on next page)

CITY OF PAWTUCK, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | Senior Center | Senior Center II | Senate Grant- Senior Shuttle | Senior Center - City | Information Specialist | Leon Mathieu Donations | Senior Center Title III B | Revolving Loan Fund | City Special Revenue Funds |
|----------------------------------------------------------------------------------------------------|------------------|---------------------|---------------------------------|-------------------------|---------------------------|------------------------------|---------------------------------|------------------------|-------------------------------------|
| Revenues: | | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,825,220 |
| Operating grants and contributions | - | - | - | - | - | 590 | - | 5,924 | 2,652,509 |
| Capital grants and contributions | - | - | - | - | - | - | - | - | 31 |
| Total revenues | - | - | - | - | - | 590 | - | 5,924 | 6,477,760 |
| Expenditures: | | | | | | | | | |
| Current: | | | | | | | | | |
| Legislative and executive | - | - | - | - | - | 6,097 | - | - | 714,742 |
| Planning | - | - | - | - | - | - | - | 5,924 | 244,159 |
| Public safety | - | - | - | - | - | - | - | - | 5,498,041 |
| Public works | - | - | - | - | - | - | - | - | 262,996 |
| Total expenditures | - | - | - | - | - | 6,097 | - | 5,924 | 6,719,938 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | - | - | - | - | - | (5,507) | - | - | (242,178) |
| Other financing sources (uses): | | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | 40,000 | 239,759 |
| Transfers to other funds | - | - | - | - | - | - | - | - | (136,686) |
| Total other financing sources (uses) | - | - | - | - | - | - | - | 40,000 | 103,073 |
| Net change in fund balances | - | - | - | - | - | (5,507) | - | 40,000 | (139,105) |
| Fund Balances - Beginning of Year | - | - | - | - | - | 10,973 | - | 30,000 | 4,135,244 |
| Fund Balances - End of Year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 5,466 | \$ - | \$ 70,000 | \$ 3,996,139 |

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL - HUD RESTRICTED FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | Planning Department | | | | | | Redevelopment Agency | | HUD Restricted Funds |
|-------------------------------------------|----------------------------------|-----------------|----------------------------------|------------------------|------------------------|-------------------------|----------------------|--------------------------------------|----------------------------|
| | CDBG Community Development | Home Program | Planning Emergency Shelter | CDBG Public Service | Plaza Shops City | Visitors Center City | UDAG City | Pawtucket Redevelopment Agency | |
| Assets | | | | | | | | | |
| Cash and cash equivalents | \$ 100 | \$ 529 | 25 | \$ - | \$ - | \$ - | \$ 86,730 | \$ 482,648 | \$ 570,032 |
| Other receivables | - | - | - | - | - | - | - | 2,028,769 | 2,028,769 |
| Due from federal and state governments | 137,572 | 7,800 | 5,034 | 34,531 | - | - | - | 84,179 | 269,116 |
| Total Assets | \$ 137,672 | \$ 8,329 | \$ 5,059 | \$ 34,531 | \$ - | \$ - | \$ 86,730 | \$ 2,595,596 | \$ 2,867,917 |
| Liabilities and Fund Balance | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable and accrued expenses | \$ 87,023 | \$ (699) | \$ 5,034 | \$ 29,531 | \$ - | \$ 12,899 | \$ - | \$ 2,067,652 | \$ 2,201,440 |
| Due to other funds | 50,492 | - | - | 5,000 | - | 40,717 | - | 63,557 | 159,766 |
| Total liabilities | 137,515 | (699) | 5,034 | 34,531 | - | 53,616 | - | 2,131,209 | 2,361,206 |
| Fund Balance: | | | | | | | | | |
| Restricted | 157 | 9,028 | 25 | - | - | (53,616) | 86,730 | 464,387 | 506,711 |
| Total fund balance | 157 | 9,028 | 25 | - | - | (53,616) | 86,730 | 464,387 | 506,711 |
| Total Liabilities and Fund Balance | \$ 137,672 | \$ 8,329 | \$ 5,059 | \$ 34,531 | \$ - | \$ - | \$ 86,730 | \$ 2,595,596 | \$ 2,867,917 |

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL - HUD RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2018

| | Planning Department | | | | | Redevelopment Agency | | HUD Restricted Funds | |
|------------------------------------|----------------------------------|-----------------|----------------------------------|---------------------------|------------------------|----------------------------|------------------|----------------------------|--------------------------------------|
| | CDBG Community Development | Home Program | Planning Emergency Shelter | CDBG Public Service | Plaza Shops City | Visitors Center City | UDAG City | | Pawtucket Redevelopment Agency |
| Revenues: | | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,067 | \$ - | \$ 1,067 |
| Operating grants and contributions | 869,912 | 345,485 | 278,717 | 180,131 | - | - | - | 410,882 | 2,085,127 |
| Investment income | - | - | - | - | - | - | - | 1,299 | 1,299 |
| Total revenues | <u>869,912</u> | <u>345,485</u> | <u>278,717</u> | <u>180,131</u> | <u>-</u> | <u>-</u> | <u>1,067</u> | <u>412,181</u> | <u>2,087,493</u> |
| Expenditures: | | | | | | | | | |
| Current: | | | | | | | | | |
| Planning | 872,152 | 337,115 | 278,717 | 180,131 | - | 26,608 | - | 224,179 | 1,918,902 |
| Total expenditures | <u>872,152</u> | <u>337,115</u> | <u>278,717</u> | <u>180,131</u> | <u>-</u> | <u>26,608</u> | <u>-</u> | <u>224,179</u> | <u>1,918,902</u> |
| Net change in fund balances | (2,240) | 8,370 | - | - | - | (26,608) | 1,067 | 188,002 | 168,591 |
| Fund Balances - Beginning of Year | <u>2,397</u> | <u>658</u> | <u>25</u> | <u>-</u> | <u>-</u> | <u>(27,008)</u> | <u>85,663</u> | <u>276,385</u> | <u>338,120</u> |
| Fund Balances - End of Year | <u>\$ 157</u> | <u>\$ 9,028</u> | <u>\$ 25</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (53,616)</u> | <u>\$ 86,730</u> | <u>\$ 464,387</u> | <u>\$ 506,711</u> |

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2018

| | <u>Prek State 23153003</u> | <u>Americorp 24040115</u> | <u>21st Century Learning</u> | <u>SIG 1003(G) SHEA 21022600</u> | <u>PTO Curvin 24040079</u> | <u>Fresh Fruit & Veg. Program</u> | <u>RISCA Echo & Narcissus</u> |
|----------------------------------------|--------------------------------|-------------------------------|----------------------------------|--------------------------------------|--------------------------------|-----------------------------------------------|---------------------------------------|
| Assets: | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | 102 | \$ - | \$ - |
| Due from federal and state governments | <u>52,637</u> | <u>-</u> | <u>190,041</u> | <u>67,137</u> | <u>-</u> | <u>98,909</u> | <u>-</u> |
| Total Assets | <u>\$ 52,637</u> | <u>\$ -</u> | <u>\$ 190,041</u> | <u>\$ 67,137</u> | <u>\$ 102</u> | <u>\$ 98,909</u> | <u>\$ -</u> |
| Liabilities and Fund Balances: | | | | | | | |
| Liabilities: | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ 5,632 | \$ 2,770 | \$ - | \$ - | \$ - |
| Due to other funds | <u>52,637</u> | <u>-</u> | <u>184,418</u> | <u>64,367</u> | <u>-</u> | <u>98,909</u> | <u>-</u> |
| Total liabilities | <u>52,637</u> | <u>-</u> | <u>190,050</u> | <u>67,137</u> | <u>-</u> | <u>98,909</u> | <u>-</u> |
| Fund Balances: | | | | | | | |
| Restricted | - | - | - | - | 102 | - | - |
| Unassigned | <u>-</u> | <u>-</u> | <u>(9)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total fund balances | <u>-</u> | <u>-</u> | <u>(9)</u> | <u>-</u> | <u>102</u> | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balances | <u>\$ 52,637</u> | <u>\$ -</u> | <u>\$ 190,041</u> | <u>\$ 67,137</u> | <u>\$ 102</u> | <u>\$ 98,909</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Dental Program Medical Reimb.</u> | <u>Dental Program Medical Reimb.</u> | <u>Wisconsin Ladder 24030051</u> | <u>Child Opportunity Zones</u> | <u>Luke Charitable FDN</u> | <u>Pawtucket Rotary</u> | <u>Perm School Fund</u> | <u>RI Foundation #2</u> |
|----------------------------------------|------------------------------------------|------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 6,660 | \$ 28,163 | \$ 490 | \$ - | \$ 5,978 | \$ - | \$ - | \$ 40,605 |
| Due from federal and state governments | - | - | - | 10,072 | - | - | - | - |
| Total Assets | <u>\$ 6,660</u> | <u>\$ 28,163</u> | <u>\$ 490</u> | <u>\$ 10,072</u> | <u>\$ 5,978</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 40,605</u> |
| Liabilities and Fund Balances: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ 6,660 | \$ - | \$ - | \$ 433 | \$ - | \$ - | \$ - | \$ 212 |
| Due to other funds | - | 21,537 | - | 9,638 | - | - | - | - |
| Total liabilities | <u>6,660</u> | <u>21,537</u> | <u>-</u> | <u>10,071</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>212</u> |
| Fund Balances: | | | | | | | | |
| Restricted | - | 6,626 | 490 | 1 | 5,978 | - | - | 40,393 |
| Unassigned | - | - | - | - | - | - | - | - |
| Total fund balances | <u>-</u> | <u>6,626</u> | <u>490</u> | <u>1</u> | <u>5,978</u> | <u>-</u> | <u>-</u> | <u>40,393</u> |
| Total Liabilities and Fund Balances | <u>\$ 6,660</u> | <u>\$ 28,163</u> | <u>\$ 490</u> | <u>\$ 10,072</u> | <u>\$ 5,978</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 40,605</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Title IV Cohort 5 21052204</u> | <u>Nordson 24030083</u> | <u>Perkins Law & Public Safety</u> | <u>Title III</u> | <u>Education Development Center</u> | <u>Title I Part A</u> | <u>23132000 HRIC/ADULT</u> | <u>Legislative After School-Varieur</u> |
|----------------------------------------|---------------------------------------|-----------------------------|------------------------------------------------|------------------|---------------------------------------------|-----------------------|--------------------------------|---------------------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,500 |
| Due from federal and state governments | - | - | - | 10,107 | - | 99,491 | 110,962 | - |
| Total Assets | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 10,107</u> | <u>\$ -</u> | <u>\$ 99,491</u> | <u>\$ 110,962</u> | <u>\$ 3,500</u> |
| Liabilities and Fund Balances: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ 594 | \$ - | \$ 9,343 | \$ 4,084 | \$ - |
| Due to other funds | - | - | - | 9,513 | - | 90,142 | 106,878 | - |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>10,107</u> | <u>-</u> | <u>99,485</u> | <u>110,962</u> | <u>-</u> |
| Fund Balances: | | | | | | | | |
| Restricted | - | - | - | - | - | 6 | - | 3,500 |
| Unassigned | - | - | - | - | - | - | - | - |
| Total fund balances | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>6</u> | <u>-</u> | <u>3,500</u> |
| Total Liabilities and Fund Balances | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 10,107</u> | <u>\$ -</u> | <u>\$ 99,491</u> | <u>\$ 110,962</u> | <u>\$ 3,500</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>IDEA Part B</u> | <u>General Youth Foundation</u> | <u>Adult Ed/ Event Start</u> | <u>Title II- Professional Dev.</u> | <u>Improvement of Education PEP</u> | <u>Healthy Kids 24040153</u> | <u>24050042 ELEM Donars</u> | <u>RISCA Shea 23183008</u> |
|----------------------------------------|--------------------|-------------------------------------|----------------------------------|--------------------------------------------|-----------------------------------------|----------------------------------|---------------------------------|--------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ 1,247 | \$ - | \$ - | \$ - | \$ 1,272 | \$ 3,000 | \$ - |
| Due from federal and state governments | <u>39,016</u> | <u>-</u> | <u>-</u> | <u>97,085</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Assets | <u>\$ 39,016</u> | <u>\$ 1,247</u> | <u>\$ -</u> | <u>\$ 97,085</u> | <u>\$ -</u> | <u>\$ 1,272</u> | <u>\$ 3,000</u> | <u>\$ -</u> |
| Liabilities and Fund Balances: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ 24,894 | \$ 1,247 | \$ - | \$ 19,024 | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | <u>14,122</u> | <u>-</u> | <u>-</u> | <u>77,840</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total liabilities | <u>39,016</u> | <u>1,247</u> | <u>-</u> | <u>96,864</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | | | | | | |
| Restricted | - | - | - | 221 | - | 1,272 | 3,000 | - |
| Unassigned | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total fund balances | <u>-</u> | <u>-</u> | <u>-</u> | <u>221</u> | <u>-</u> | <u>1,272</u> | <u>3,000</u> | <u>-</u> |
| Total Liabilities and Fund Balances | <u>\$ 39,016</u> | <u>\$ 1,247</u> | <u>\$ -</u> | <u>\$ 97,085</u> | <u>\$ -</u> | <u>\$ 1,272</u> | <u>\$ 3,000</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>21042100</u> <u>Immigrant</u> | <u>RIF #3 24012028</u> | <u>Friends of</u> <u>Varieur</u> | <u>Pre K Exp</u> <u>21422100</u> | <u>RISCA-</u> <u>Jenks</u> | <u>Legislative</u> <u>Jenks</u> | <u>Pre K State</u> <u>Fund 23153001</u> | <u>PSA Mott</u> | <u>Curtis Care After</u> <u>School Prog.</u> |
|----------------------------------------|-------------------------------------|------------------------|-------------------------------------|-------------------------------------|-------------------------------|------------------------------------|--------------------------------------------|------------------|-------------------------------------------------|
| Assets: | | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ 335 | \$ 540 | \$ - | \$ - | \$ 2,160 | \$ - | \$ 59,221 | \$ - |
| Due from federal and state governments | - | - | - | 101,083 | - | - | - | - | 9,682 |
| Total Assets | <u>\$ -</u> | <u>\$ 335</u> | <u>\$ 540</u> | <u>\$ 101,083</u> | <u>\$ -</u> | <u>\$ 2,160</u> | <u>\$ -</u> | <u>\$ 59,221</u> | <u>\$ 9,682</u> |
| Liabilities and Fund Balances: | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 338 | \$ 271 |
| Due to other funds | - | - | - | 101,083 | - | - | - | - | 9,413 |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>101,083</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>338</u> | <u>9,684</u> |
| Fund Balances: | | | | | | | | | |
| Restricted | - | 335 | 540 | - | - | 2,160 | - | 58,883 | - |
| Unassigned | - | - | - | - | - | - | - | - | (2) |
| Total fund balances | <u>-</u> | <u>335</u> | <u>540</u> | <u>-</u> | <u>-</u> | <u>2,160</u> | <u>-</u> | <u>58,883</u> | <u>(2)</u> |
| Total Liabilities and Fund Balances | <u>\$ -</u> | <u>\$ 335</u> | <u>\$ 540</u> | <u>\$ 101,083</u> | <u>\$ -</u> | <u>\$ 2,160</u> | <u>\$ -</u> | <u>\$ 59,221</u> | <u>\$ 9,682</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>CTE</u> | <u>Perkins Grant</u> | <u>Prog Latino 24040191</u> | <u>RI Dept. Health</u> | <u>Johnson and Johnson</u> | <u>CTE Categorical</u> | <u>103A IMP 21023101</u> | <u>Legislative Winters</u> | <u>Shea Leg 23112015</u> |
|----------------------------------------|------------------|--------------------------|---------------------------------|----------------------------|--------------------------------|----------------------------|------------------------------|--------------------------------|------------------------------|
| Assets: | | | | | | | | | |
| Cash and cash equivalents | \$ 15,544 | \$ - | \$ - | \$ - | \$ 22,171 | \$ - | \$ - | \$ - | \$ - |
| Due from federal and state governments | - | 15,508 | - | 2,112 | - | 52,081 | - | - | - |
| Total Assets | <u>\$ 15,544</u> | <u>\$ 15,508</u> | <u>\$ -</u> | <u>\$ 2,112</u> | <u>\$ 22,171</u> | <u>\$ 52,081</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Liabilities and Fund Balances: | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable and accrued expenses | \$ 12,275 | \$ (542) | \$ - | \$ 185 | \$ 6,422 | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | 16,048 | - | 1,928 | - | - | - | - | - |
| Total liabilities | <u>12,275</u> | <u>15,506</u> | <u>-</u> | <u>2,113</u> | <u>6,422</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | | | | | | | |
| Restricted | 3,269 | 2 | - | - | 15,749 | 52,081 | - | - | - |
| Unassigned | - | - | - | (1) | - | - | - | - | - |
| Total fund balances | <u>3,269</u> | <u>2</u> | <u>-</u> | <u>(1)</u> | <u>15,749</u> | <u>52,081</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balances | <u>\$ 15,544</u> | <u>\$ 15,508</u> | <u>\$ -</u> | <u>\$ 2,112</u> | <u>\$ 22,171</u> | <u>\$ 52,081</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | URI Confucius | Legislative Tolman | RI Foundation #1 | Integration Math | Verizon | NE Dairy 24040059 | School Support Plan | WIA Incentive | ARAMARK 90000032 |
|----------------------------------------|------------------|-----------------------|------------------------|---------------------|------------------|----------------------|------------------------|------------------|---------------------|
| Assets: | | | | | | | | | |
| Cash and cash equivalents | \$ 4,724 | \$ - | \$ 6,081 | \$ - | \$ 12,593 | \$ 16,460 | \$ - | \$ - | \$ 500 |
| Due from federal and state governments | - | - | - | - | - | - | - | 110 | - |
| Total Assets | <u>\$ 4,724</u> | <u>\$ -</u> | <u>\$ 6,081</u> | <u>\$ -</u> | <u>\$ 12,593</u> | <u>\$ 16,460</u> | <u>\$ -</u> | <u>\$ 110</u> | <u>\$ 500</u> |
| Liabilities and Fund Balances: | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable and accrued expenses | \$ 131 | \$ - | \$ 3,876 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | - | - | - | - | 110 | - |
| Total liabilities | <u>131</u> | <u>-</u> | <u>3,876</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>110</u> | <u>-</u> |
| Fund Balances: | | | | | | | | | |
| Restricted | 4,593 | - | 2,205 | - | 12,593 | 16,460 | - | - | 500 |
| Unassigned | - | - | - | - | - | - | - | - | - |
| Total fund balances | <u>4,593</u> | <u>-</u> | <u>2,205</u> | <u>-</u> | <u>12,593</u> | <u>16,460</u> | <u>-</u> | <u>-</u> | <u>500</u> |
| Total Liabilities and Fund Balances | <u>\$ 4,724</u> | <u>\$ -</u> | <u>\$ 6,081</u> | <u>\$ -</u> | <u>\$ 12,593</u> | <u>\$ 16,460</u> | <u>\$ -</u> | <u>\$ 110</u> | <u>\$ 500</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>RISCA JMW 23183002</u> | <u>Leadership Mini 23682000</u> | <u>School Improvement Shea High School</u> | <u>21st Century Learning - Expansion</u> | <u>Legislative Slater</u> | <u>IDEA Sec. 619</u> | <u>21383100 DOH Disease</u> | <u>Evaluation of Safe Dates</u> |
|----------------------------------------|-------------------------------|-------------------------------------|----------------------------------------------------|--------------------------------------------------|-------------------------------|--------------------------|---------------------------------|-------------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 2,358 | \$ - |
| Due from federal and state governments | - | 26,641 | - | - | - | 4,354 | - | - |
| Total Assets | <u>\$ -</u> | <u>\$ 26,641</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,354</u> | <u>\$ 2,358</u> | <u>\$ -</u> |
| Liabilities and Fund Balances: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ 5,205 | \$ - | \$ - | \$ - | \$ - | \$ 1,943 | \$ - |
| Due to other funds | - | 21,436 | - | - | - | 4,354 | - | - |
| Total liabilities | <u>-</u> | <u>26,641</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>4,354</u> | <u>1,943</u> | <u>-</u> |
| Fund Balances: | | | | | | | | |
| Restricted | - | - | - | - | - | - | 415 | - |
| Unassigned | - | - | - | - | - | - | - | - |
| Total fund balances | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>415</u> | <u>-</u> |
| Total Liabilities and Fund Balances | <u>\$ -</u> | <u>\$ 26,641</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,354</u> | <u>\$ 2,358</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>Evaluation of Safe Dates</u> | <u>Junior High Sports</u> | <u>ED Jobs 21254100</u> | <u>Wireless Classroom Initiative</u> | <u>The Trust 24030025</u> | <u>Adult Ed-COZ</u> | <u>Big Yellow Bus</u> | <u>21272109 Lunch Equip</u> |
|--------------------------------------------|-------------------------------------|-----------------------------------|-----------------------------|----------------------------------------------|-------------------------------|-------------------------|---------------------------|---------------------------------|
| Assets: | | | | | | | | |
| Cash and cash equivalents | \$ 12,568 | \$ - | \$ 492 | \$ - | \$ - | \$ 1,454 | \$ 1,600 | \$ - |
| Due from federal and state governments | - | - | - | - | - | - | - | - |
| Total Assets | \$ 12,568 | \$ - | \$ 492 | \$ - | \$ - | \$ 1,454 | \$ 1,600 | \$ - |
| Liabilities and Fund Balances: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable and accrued expenses | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 664 | \$ 1,199 | \$ - |
| Due to other funds | - | - | - | - | - | - | - | - |
| Total liabilities | - | - | - | - | - | 664 | 1,199 | - |
| Fund Balances: | | | | | | | | |
| Restricted | 12,568 | - | 492 | - | - | 790 | 401 | - |
| Unassigned | - | - | - | - | - | - | - | - |
| Total fund balances | 12,568 | - | 492 | - | - | 790 | 401 | - |
| Total Liabilities and Fund Balances | \$ 12,568 | \$ - | \$ 492 | \$ - | \$ - | \$ 1,454 | \$ 1,600 | \$ - |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2018

| | <u>21272109 Lunch Equip</u> | <u>Pepsi Scholarship Fund</u> | <u>Arts Talk Project</u> | <u>Legislative Grant Slater</u> | <u>Marine Corp. Tolman</u> | <u>School Restricted Funds</u> |
|----------------------------------------|---------------------------------|---------------------------------------|------------------------------|-------------------------------------|--------------------------------|----------------------------------------|
| Assets: | | | | | | |
| Cash and cash equivalents | \$ 20 | \$ 1,500 | \$ - | \$ - | \$ - | \$ 251,338 |
| Due from federal and state governments | - | - | - | - | - | 987,028 |
| Total Assets | <u>\$ 20</u> | <u>\$ 1,500</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,238,366</u> |
| Liabilities and Fund Balances: | | | | | | |
| Liabilities: | | | | | | |
| Accounts payable and accrued expenses | \$ 20 | \$ 500 | \$ - | \$ - | \$ - | \$ 107,380 |
| Due to other funds | - | - | - | - | - | 884,373 |
| Total liabilities | <u>20</u> | <u>500</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>991,753</u> |
| Fund Balances: | | | | | | |
| Restricted | - | 1,000 | - | - | - | 246,625 |
| Unassigned | - | - | - | - | - | (12) |
| Total fund balances | <u>-</u> | <u>1,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>246,613</u> |
| Total Liabilities and Fund Balances | <u>\$ 20</u> | <u>\$ 1,500</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,238,366</u> |

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Prek State 23153003</u> | <u>Americorp 24040115</u> | <u>21st Century Learning</u> | <u>SIG 1003(G) SHEA 21022600</u> | <u>PTO Curvin 24040079</u> | <u>Fresh Fruit & Veg. Program</u> | <u>RISCA Echo& Narcissus</u> | <u>Tech Insurance 24050056</u> |
|--------------------------------------------------------------|--------------------------------|-------------------------------|----------------------------------|--------------------------------------|--------------------------------|-----------------------------------------------|--------------------------------------|------------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 6,060 |
| Operating grants and contributions | 243,403 | - | 768,192 | 124,358 | - | 248,841 | - | 600 |
| Total revenues | <u>243,403</u> | <u>-</u> | <u>768,192</u> | <u>124,358</u> | <u>-</u> | <u>248,841</u> | <u>-</u> | <u>6,660</u> |
| Expenditures: | | | | | | | | |
| Education | 243,403 | - | 745,046 | 124,358 | - | 248,841 | - | 6,660 |
| Total expenditures | <u>243,403</u> | <u>-</u> | <u>745,046</u> | <u>124,358</u> | <u>-</u> | <u>248,841</u> | <u>-</u> | <u>6,660</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>-</u> | <u>-</u> | <u>23,146</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | (23,155) | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>(23,155)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | - | - | (9) | - | - | - | - | - |
| Fund Balances - Beginning of Year | - | - | - | - | 102 | - | - | - |
| Fund Balances - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (9)</u> | <u>\$ -</u> | <u>\$ 102</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Dental Program Medical Reimb.</u> | <u>Wisconsin Ladder 24030051</u> | <u>Child Opportunity Zones</u> | <u>Luke Charitable FDN</u> | <u>Pawtucket Rotary</u> | <u>Perm School Fund</u> | <u>RI Foundation #2</u> | <u>Title IV Cohort 5 21052204</u> |
|--------------------------------------------------------------|------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------|-----------------------------|-----------------------------|-----------------------------|---------------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | 3,500 | 29,500 | 13,000 | - | - | 40,995 | 7,000 |
| Total revenues | - | 3,500 | 29,500 | 13,000 | - | - | 40,995 | 7,000 |
| Expenditures: | | | | | | | | |
| Education | - | 3,010 | 29,499 | 7,124 | - | - | 58,744 | 50,000 |
| Total expenditures | - | 3,010 | 29,499 | 7,124 | - | - | 58,744 | 50,000 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | - | 490 | 1 | 5,876 | - | - | (17,749) | (43,000) |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | 43,000 |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | - | 43,000 |
| Net change in fund balances | - | 490 | 1 | 5,876 | - | - | (17,749) | - |
| Fund Balances - Beginning of Year | 6,626 | - | - | 102 | - | - | 58,142 | - |
| Fund Balances - End of Year | \$ 6,626 | \$ 490 | \$ 1 | \$ 5,978 | \$ - | \$ - | \$ 40,393 | \$ - |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Nordson 24030083</u> | <u>Perkins Law & Public Safety</u> | <u>Title III</u> | <u>Education Development Center</u> | <u>Title I Part A</u> | <u>23132000 HRIC/ADULT</u> | <u>Legislative After School-Varieur</u> | <u>IDEA Part B</u> |
|--------------------------------------------------------------|-----------------------------|------------------------------------------------|------------------|---------------------------------------------|---------------------------|--------------------------------|-------------------------------------------------|------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | 4,000 | - | 153,718 | - | 3,434,618 | 344,540 | 3,500 | 2,418,473 |
| Total revenues | <u>4,000</u> | <u>-</u> | <u>153,718</u> | <u>-</u> | <u>3,434,618</u> | <u>344,540</u> | <u>3,500</u> | <u>2,418,473</u> |
| Expenditures: | | | | | | | | |
| Education | 4,000 | - | 150,704 | - | 3,370,177 | 344,540 | 2,449 | 2,334,116 |
| Total expenditures | <u>4,000</u> | <u>-</u> | <u>150,704</u> | <u>-</u> | <u>3,370,177</u> | <u>344,540</u> | <u>2,449</u> | <u>2,334,116</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>-</u> | <u>-</u> | <u>3,014</u> | <u>-</u> | <u>64,441</u> | <u>-</u> | <u>1,051</u> | <u>84,357</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | (3,014) | - | (64,435) | - | - | (84,357) |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>(3,014)</u> | <u>-</u> | <u>(64,435)</u> | <u>-</u> | <u>-</u> | <u>(84,357)</u> |
| Net change in fund balances | - | - | - | - | 6 | - | 1,051 | - |
| Fund Balances - Beginning of Year | - | - | - | - | - | - | 2,449 | - |
| Fund Balances - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 6</u> | <u>\$ -</u> | <u>\$ 3,500</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | General Youth Foundation | Adult Ed/ Event Start | Title II- Professional Development | Improvement of Education PEP | Healthy Kids 24040153 | 24050042 ELEM Donars | RISCA Shea 23183008 | 21042100 Immigrant |
|--------------------------------------------------------------|-----------------------------|--------------------------|------------------------------------------|---------------------------------|--------------------------|-------------------------|------------------------|-----------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | - | 898,599 | - | - | 3,000 | - | - |
| Total revenues | - | - | 898,599 | - | - | 3,000 | - | - |
| Expenditures: | | | | | | | | |
| Education | 14,015 | - | 857,114 | - | - | - | - | - |
| Total expenditures | 14,015 | - | 857,114 | - | - | - | - | - |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (14,015) | - | 41,485 | - | - | 3,000 | - | - |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | (41,484) | - | - | - | - | - |
| Total other financing sources (uses) | - | - | (41,484) | - | - | - | - | - |
| Net change in fund balances | (14,015) | - | 1 | - | - | 3,000 | - | - |
| Fund Balances - Beginning of Year | 14,015 | - | 220 | - | 1,272 | - | - | - |
| Fund Balances - End of Year | \$ - | \$ - | \$ 221 | \$ - | \$ 1,272 | \$ 3,000 | \$ - | \$ - |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | RIF #3 24012028 | Friends of Varieur | Pre K Exp 21422100 | RISCA-Jenks | Legislative Jenks | Pre K State Fund 23153001 | PSA Mott | Curtis Care After School Prog. |
|--------------------------------------------------------------|--------------------|-----------------------|-----------------------|-------------|----------------------|------------------------------|------------------|-----------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 128,035 | \$ - |
| Operating grants and contributions | 700 | - | 284,522 | - | - | - | 6,292 | 43,793 |
| Total revenues | <u>700</u> | <u>-</u> | <u>284,522</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>134,327</u> | <u>43,793</u> |
| Expenditures: | | | | | | | | |
| Education | 365 | 667 | 284,522 | - | - | - | 85,895 | 43,795 |
| Total expenditures | <u>365</u> | <u>667</u> | <u>284,522</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>85,895</u> | <u>43,795</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>335</u> | <u>(667)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>48,432</u> | <u>(2)</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | 335 | (667) | - | - | - | - | 48,432 | (2) |
| Fund Balances - Beginning of Year | - | 1,207 | - | - | 2,160 | - | 10,451 | - |
| Fund Balances - End of Year | <u>\$ 335</u> | <u>\$ 540</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,160</u> | <u>\$ -</u> | <u>\$ 58,883</u> | <u>\$ (2)</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>CTE</u> | <u>Perkins Grant</u> | <u>Prog Latino 24040191</u> | <u>RI Dept. Health</u> | <u>Johnson and Johnson</u> | <u>CTE Categorical</u> | <u>103a IMP 21023101</u> | <u>Legislative Winters</u> | <u>Shea Leg 23112015</u> |
|--------------------------------------------------------------|------------|----------------------|-----------------------------|------------------------|----------------------------|------------------------|--------------------------|----------------------------|--------------------------|
| Revenues: | | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | 139,995 | - | 16,640 | 50,000 | 52,081 | 115,609 | - | - |
| Total revenues | - | 139,995 | - | 16,640 | 50,000 | 52,081 | 115,609 | - | - |
| Expenditures: | | | | | | | | | |
| Education | 57,769 | 139,993 | - | 17,019 | 34,251 | 15,556 | 115,609 | 82 | 982 |
| Total expenditures | 57,769 | 139,993 | - | 17,019 | 34,251 | 15,556 | 115,609 | 82 | 982 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (57,769) | 2 | - | (379) | 15,749 | 36,525 | - | (82) | (982) |
| Other financing sources (uses): | | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - | - |
| Net change in fund balances | (57,769) | 2 | - | (379) | 15,749 | 36,525 | - | (82) | (982) |
| Fund Balances - Beginning of Year | 61,038 | - | - | 378 | - | 15,556 | - | 82 | 982 |
| Fund Balances - End of Year | \$ 3,269 | \$ 2 | \$ - | \$ (1) | \$ 15,749 | \$ 52,081 | \$ - | \$ - | \$ - |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | URI Confucius 23652000 | Legislative Tolman | RI Foundation #1 | Integration Math | Verizon 24012043 | NE Dairy 24040059 | School Support Plan | WIA Incentive 21223000 |
|--------------------------------------------------------------|------------------------------|-----------------------|---------------------|---------------------|---------------------|----------------------|------------------------|---------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | - | 29,832 | - | - | 27,296 | - | 1,100 |
| Total revenues | <u>-</u> | <u>-</u> | <u>29,832</u> | <u>-</u> | <u>-</u> | <u>27,296</u> | <u>-</u> | <u>1,100</u> |
| Expenditures: | | | | | | | | |
| Education | 5,490 | 500 | 32,188 | - | 4,579 | 15,013 | - | 1,100 |
| Total expenditures | <u>5,490</u> | <u>500</u> | <u>32,188</u> | <u>-</u> | <u>4,579</u> | <u>15,013</u> | <u>-</u> | <u>1,100</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(5,490)</u> | <u>(500)</u> | <u>(2,356)</u> | <u>-</u> | <u>(4,579)</u> | <u>12,283</u> | <u>-</u> | <u>-</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | (5,490) | (500) | (2,356) | - | (4,579) | 12,283 | - | - |
| Fund Balances - Beginning of Year | <u>10,083</u> | <u>500</u> | <u>4,561</u> | <u>-</u> | <u>17,172</u> | <u>4,177</u> | <u>-</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 4,593</u> | <u>\$ -</u> | <u>\$ 2,205</u> | <u>\$ -</u> | <u>\$ 12,593</u> | <u>\$ 16,460</u> | <u>\$ -</u> | <u>\$ -</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | Aramark 90000032 | RISCA JMW 23183002 | Leadership Mini 2368200 | School Improvement Shea High School | 21st Century Learning - Expansion | Legislative Slater | IDEA Sec. 619 | 21383100 DOH Disease |
|--------------------------------------------------------------|-----------------------------|-------------------------------|------------------------------------|----------------------------------------------------|--------------------------------------------------|-------------------------------|--------------------------|---------------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | 1,500 | - | 26,641 | - | - | - | 86,557 | 7,196 |
| Total revenues | <u>1,500</u> | <u>-</u> | <u>26,641</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>86,557</u> | <u>7,196</u> |
| Expenditures: | | | | | | | | |
| Education | 1,000 | - | 26,641 | - | - | 57 | 82,911 | 7,959 |
| Total expenditures | <u>1,000</u> | <u>-</u> | <u>26,641</u> | <u>-</u> | <u>-</u> | <u>57</u> | <u>82,911</u> | <u>7,959</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>500</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(57)</u> | <u>3,646</u> | <u>(763)</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | (3,646) | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(3,646)</u> | <u>-</u> |
| Net change in fund balances | 500 | - | - | - | - | (57) | - | (763) |
| Fund Balances - Beginning of Year | - | - | - | - | - | 57 | - | 1,178 |
| Fund Balances - End of Year | <u>\$ 500</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 415</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>Evaluation of Safe Dates</u> | <u>Before School 60340000</u> | <u>Junior High Sports</u> | <u>ED Jobs 21254100</u> | <u>Wireless Classroom Initiative</u> | <u>The Trust 24030025</u> | <u>Adult Ed-COZ</u> | <u>Big Yellow Bus</u> |
|--------------------------------------------------------------|-------------------------------------|-----------------------------------|-------------------------------|-----------------------------|----------------------------------------------|-------------------------------|-------------------------|---------------------------|
| Revenues: | | | | | | | | |
| Charges for services | \$ - | \$ 30,117 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Operating grants and contributions | - | - | 15,000 | 600 | - | 400 | 5,755 | 3,200 |
| Total revenues | - | 30,117 | 15,000 | 600 | - | 400 | 5,755 | 3,200 |
| Expenditures: | | | | | | | | |
| Education | - | 17,549 | 19,272 | 108 | - | 400 | 4,999 | 2,799 |
| Total expenditures | - | 17,549 | 19,272 | 108 | - | 400 | 4,999 | 2,799 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | - | 12,568 | (4,272) | 492 | - | - | 756 | 401 |
| Other financing sources (uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - |
| Net change in fund balances | - | 12,568 | (4,272) | 492 | - | - | 756 | 401 |
| Fund Balances - Beginning of Year | - | - | 4,272 | - | - | - | 34 | - |
| Fund Balances - End of Year | \$ - | \$ 12,568 | \$ - | \$ 492 | \$ - | \$ - | \$ 790 | \$ 401 |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

| | <u>21272109</u> <u>Lunch Equip</u> | <u>21272109</u> <u>Lunch Equip</u> | <u>Pepsi</u> <u>Scholarship</u> <u>Fund</u> | <u>Arts Talk</u> <u>Project</u> | <u>Legislative</u> <u>Grant Slater</u> | <u>24040020</u> <u>JROTC</u> | <u>School</u> <u>Restricted</u> <u>Funds</u> |
|--------------------------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------------------|------------------------------------|-------------------------------------------|---------------------------------|----------------------------------------------------|
| Revenues: | | | | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 164,212 |
| Operating grants and contributions | - | - | - | - | - | 891 | 9,655,437 |
| Total revenues | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>891</u> | <u>9,819,649</u> |
| Expenditures: | | | | | | | |
| Education | - | - | 500 | - | 269 | 891 | 9,614,530 |
| Total expenditures | <u>-</u> | <u>-</u> | <u>500</u> | <u>-</u> | <u>269</u> | <u>891</u> | <u>9,614,530</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>-</u> | <u>-</u> | <u>(500)</u> | <u>-</u> | <u>(269)</u> | <u>-</u> | <u>205,119</u> |
| Other financing sources (uses): | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | 43,000 |
| Transfers to other funds | - | - | - | - | - | - | (220,091) |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(177,091)</u> |
| Net change in fund balances | - | - | (500) | - | (269) | - | 28,028 |
| Fund Balances - Beginning of Year | - | - | 1,500 | - | 269 | - | 218,585 |
| Fund Balances - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,000</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 246,613</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | CH168/155 PL2012 Streets & Sidewalks | CH275/234 PL2016 Streets | CH34 &44 PL2010Street Sidewalk 2012 | CH137/112 PL2014 Streets & Sidewalks | CH 34/43 PL2008 Renovate & Improve Public Building | CH 167/157 PL2012 Renovate & Improve Public Building | CH 202/220 PL2014 Renovate & Improve Public Building | CH37/45 PL2010 Renovate & Equip Recreation |
|-------------------------------------------|---------------------------------------------------------|-----------------------------------------|--------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------------------|-------------------------------------------------------------------------|-------------------------------------------------------------------------|-------------------------------------------------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ 420,000 | \$ - | \$ 620,058 | \$ - | \$ - | \$ 726,010 | \$ - |
| Intergovernmental receivables | - | - | - | - | - | - | - | - |
| Accounts receivable | - | - | - | - | - | - | - | - |
| Total Assets | \$ - | \$ 420,000 | \$ - | \$ 620,058 | \$ - | \$ - | \$ 726,010 | \$ - |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 41,612 | \$ - | \$ - | \$ 74,169 | \$ - |
| Due to other funds | - | - | - | - | - | - | - | 338 |
| Notes payable | - | 420,000 | - | 1,200,000 | - | - | 2,600,000 | - |
| Total liabilities | - | 420,000 | - | 1,241,612 | - | - | 2,674,169 | 338 |
| Fund Balance: | | | | | | | | |
| Restricted | - | - | - | - | - | - | - | - |
| Unassigned | - | - | - | (621,554) | - | - | (1,948,159) | (338) |
| Total fund balance | - | - | - | (621,554) | - | - | (1,948,159) | (338) |
| Total Liabilities and Fund Balance | \$ - | \$ 420,000 | \$ - | \$ 620,058 | \$ - | \$ - | \$ 726,010 | \$ - |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS (CONTINUED)
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | CH 165/158 PL2012 Renovate & Equip Recreation | CH132/114 PL2014 Parks/Rec | CH274&233 PL16 Recreation | CH170/153 PL2012 Sewer & Sanitary System | CH133/113 PL2014 Sew/San | CH276/230 PL16 Sewers | CH134/111 PL2014 School | CH477/428 PL2012 School Renovate & Equip School Building |
|-------------------------------------------|------------------------------------------------------------------|-------------------------------------------|----------------------------------------------|-----------------------------------------------------------------|-------------------------------------|----------------------------------|------------------------------------|-------------------------------------------------------------------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | 1,595,320 | \$ - | \$ - | 793,825 | \$ - | 1,210 |
| Intergovernmental receivables | - | - | - | - | - | - | 2,700,000 | - |
| Accounts receivable | - | - | - | - | - | - | - | - |
| Total Assets | \$ - | \$ - | 1,595,320 | \$ - | \$ - | 793,825 | 2,700,000 | \$ 1,210 |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | \$ 4,299 | \$ - | \$ - | \$ - | \$ - | 6,262 | 2,159,885 | 1,210 |
| Due to other funds | - | - | - | - | - | - | 1,263,993 | - |
| Notes payable | 500,000 | 1,200,000 | 2,000,000 | - | 300,000 | 1,000,000 | - | - |
| Total liabilities | 504,299 | 1,200,000 | 2,000,000 | - | 300,000 | 1,006,262 | 3,423,878 | 1,210 |
| Fund Balance: | | | | | | | | |
| Restricted | - | - | - | - | - | - | - | - |
| Unassigned | (504,299) | (1,200,000) | (404,680) | - | (300,000) | (212,437) | (723,878) | - |
| Total fund balance | (504,299) | (1,200,000) | (404,680) | - | (300,000) | (212,437) | (723,878) | - |
| Total Liabilities and Fund Balance | \$ - | \$ - | 1,595,320 | \$ - | \$ - | 793,825 | 2,700,000 | \$ 1,210 |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS (CONTINUED)
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | CH271/231 PL16 Traffic | CH138/115 PL14 Road & Traffic | CH39/50 PL2006 Road & Traffic | CH39/42 PL2010 Road & Traffic | CH 33/41 PL2008 Road & Traffic | CH169/156 PL2012 Road & Traffic | CH136/116 PL2014 Bridges | CH166/154 PL2012 Highway |
|-------------------------------------------|------------------------------|----------------------------------|----------------------------------|----------------------------------|-----------------------------------------|------------------------------------------|--------------------------------|-----------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ 250,000 | \$ 464,719 | \$ - | \$ - | \$ - | \$ - | \$ 69,025 | \$ - |
| Intergovernmental receivables | - | - | - | - | - | - | - | - |
| Accounts receivable | - | - | - | - | - | - | - | - |
| Total Assets | \$ 250,000 | \$ 464,719 | \$ - | \$ - | \$ - | \$ - | \$ 69,025 | \$ - |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | \$ - | \$ 32,825 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | - | - | - | - | - |
| Notes payable | 250,000 | 500,000 | - | - | - | 200,000 | 200,000 | 100,000 |
| Total liabilities | 250,000 | 532,825 | - | - | - | 200,000 | 200,000 | 100,000 |
| Fund Balance: | | | | | | | | |
| Restricted | - | - | - | - | - | - | - | - |
| Unassigned | - | (68,106) | - | - | - | (200,000) | (130,975) | (100,000) |
| Total fund balance | - | (68,106) | - | - | - | (200,000) | (130,975) | (100,000) |
| Total Liabilities and Fund Balance | \$ 250,000 | \$ 464,719 | \$ - | \$ - | \$ - | \$ - | \$ 69,025 | \$ - |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS (CONTINUED)
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | <u>CH 35/45 PL2008 Bridges</u> | <u>Energy Efficiency Bond</u> | <u>RICWFA Road Loan \$15M</u> | <u>Capital Reserve Proj Fund</u> | <u>School SBA Loan Fund #1</u> | <u>School SBA Loan Fund #2</u> | <u>Slater Park Disc Trail</u> | <u>Max Read Synthetic Field</u> |
|-------------------------------------------|------------------------------------|---------------------------------------|-----------------------------------|--------------------------------------|------------------------------------|------------------------------------|-----------------------------------|-------------------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 295,731 | \$ 1,341,111 | \$ 435,959 | \$ - | \$ - | \$ 377,002 |
| Intergovernmental receivables | - | 3,452,834 | 2,810,486 | - | - | 1,033,871 | - | - |
| Accounts receivable | - | - | - | - | 187,145 | - | - | - |
| Total Assets | \$ - | \$ 3,452,834 | \$ 3,106,217 | \$ 1,341,111 | \$ 623,104 | \$ 1,033,871 | \$ - | \$ 377,002 |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 21,466 | \$ 223,320 | \$ 138,620 | \$ - | \$ - |
| Due to other funds | - | - | - | - | - | 861,554 | - | - |
| Notes payable | - | - | - | - | - | - | - | - |
| Total liabilities | - | - | - | 21,466 | 223,320 | 1,000,174 | - | - |
| Fund Balance: | | | | | | | | |
| Restricted | - | 3,452,834 | 3,106,217 | 1,319,645 | 399,784 | 33,697 | - | 377,002 |
| Unassigned | - | - | - | - | - | - | - | - |
| Total fund balance | - | 3,452,834 | 3,106,217 | 1,319,645 | 399,784 | 33,697 | - | 377,002 |
| Total Liabilities and Fund Balance | \$ - | \$ 3,452,834 | \$ 3,106,217 | \$ 1,341,111 | \$ 623,104 | \$ 1,033,871 | \$ - | \$ 377,002 |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS (CONTINUED)
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | <u>Library Dome Repair</u> | <u>East Street Reconstruction</u> | <u>Hazard Mitigation</u> | <u>Broadway Improv 2015-2016</u> | <u>State Pier Town Landing</u> | <u>Brownsfields- State Pier</u> | <u>NEA Our Town Grant</u> | <u>Main St Bridge Side Repl</u> |
|-------------------------------------------|--------------------------------|---------------------------------------|------------------------------|--------------------------------------|----------------------------------------|-------------------------------------|-------------------------------|-----------------------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ 135,145 | \$ 20,980 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental receivables | - | - | 23,210 | - | - | - | - | - |
| Accounts receivable | - | - | - | - | - | - | - | - |
| Total Assets | <u>\$ 135,145</u> | <u>\$ 20,980</u> | <u>\$ 23,210</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | 18,000 | - | 964 | - | 70,717 | - |
| Notes payable | - | - | - | - | - | - | - | - |
| Total liabilities | <u>-</u> | <u>-</u> | <u>18,000</u> | <u>-</u> | <u>964</u> | <u>-</u> | <u>70,717</u> | <u>-</u> |
| Fund Balance: | | | | | | | | |
| Restricted | 135,145 | 20,980 | 5,210 | - | - | - | - | - |
| Unassigned | - | - | - | - | (964) | - | (70,717) | - |
| Total fund balance | <u>135,145</u> | <u>20,980</u> | <u>5,210</u> | <u>-</u> | <u>(964)</u> | <u>-</u> | <u>(70,717)</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 135,145</u> | <u>\$ 20,980</u> | <u>\$ 23,210</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS (CONTINUED)
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | <u>Payne Park Renovation</u> | <u>Town Landing Env RI DEM</u> | <u>45 Division St Env RI Dem</u> | <u>Main Street Façade</u> | <u>Lease FY 2013</u> | <u>Lease FY2015</u> | <u>Lease FY2018</u> | <u>Capital Projects Funds</u> |
|-------------------------------------------|----------------------------------|------------------------------------|--------------------------------------|-------------------------------|--------------------------|-------------------------|-------------------------|---------------------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ 55,454 | \$ - | \$ - | \$ 57,739 | \$ 69 | \$ 212,679 | \$ 1,728,453 | \$ 9,600,489 |
| Intergovernmental receivables | - | - | - | - | - | - | - | 10,020,401 |
| Accounts receivable | - | - | - | - | - | - | - | 187,145 |
| Total Assets | <u>\$ 55,454</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 57,739</u> | <u>\$ 69</u> | <u>\$ 212,679</u> | <u>\$ 1,728,453</u> | <u>\$ 19,808,035</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | \$ 219 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 67,651 | \$ 2,771,538 |
| Due to other funds | - | 14,400 | 2,000 | - | - | 68 | 12,426 | 2,244,460 |
| Notes payable | - | - | - | - | - | - | - | 10,470,000 |
| Total liabilities | <u>219</u> | <u>14,400</u> | <u>2,000</u> | <u>-</u> | <u>-</u> | <u>68</u> | <u>80,077</u> | <u>15,485,998</u> |
| Fund Balance: | | | | | | | | |
| Restricted | 55,235 | | | 57,739 | 69 | 212,611 | 1,648,376 | 10,824,544 |
| Unassigned | - | (14,400) | (2,000) | - | - | - | - | (6,502,507) |
| Total fund balance | <u>55,235</u> | <u>(14,400)</u> | <u>(2,000)</u> | <u>57,739</u> | <u>69</u> | <u>212,611</u> | <u>1,648,376</u> | <u>4,322,037</u> |
| Total Liabilities and Fund Balance | <u>\$ 55,454</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 57,739</u> | <u>\$ 69</u> | <u>\$ 212,679</u> | <u>\$ 1,728,453</u> | <u>\$ 19,808,035</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2018**

| | CH168/155 PL2012 Streets & Sidewalks | CH168/155 PL2012 Streets & Sidewalks | CH34 &44 PL2010Street Sidewalk 2012 | CH137/112 PL2014 Streets & Sidewalks | CH 34/43 PL2008 Renovate & Improve Public Building | CH 167/157 PL2012 Renovate & Improve Public Building | CH 202/220 PL2014 Renovate & Improve Public Building | CH37/45 PL2010 Renovate & Equip Recreation |
|----------------------------------------------------|-----------------------------------------------|-----------------------------------------------|-------------------------------------------|-----------------------------------------------|-------------------------------------------------------------|------------------------------------------------------------------|------------------------------------------------------------------|--------------------------------------------------------|
| Revenues: | | | | | | | | |
| Capital grants and contributions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment income | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Expenditures: | | | | | | | | |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | 197,241 | - | - | 223,442 | - | 7,221 | 395,276 | 30,133 |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Education | - | - | - | - | - | - | - | - |
| Debt Service Principal | - | - | - | - | - | - | - | - |
| Debt Service Interest | - | - | - | - | - | - | - | - |
| Total expenditures | <u>197,241</u> | <u>-</u> | <u>-</u> | <u>223,442</u> | <u>-</u> | <u>7,221</u> | <u>395,276</u> | <u>30,133</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(197,241)</u> | <u>-</u> | <u>-</u> | <u>(223,442)</u> | <u>-</u> | <u>(7,221)</u> | <u>(395,276)</u> | <u>(30,133)</u> |
| Other Financing Sources (Uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | (20,980) | - | - | (150,000) | - |
| Bond proceeds | - | - | - | - | - | - | - | - |
| Capital lease proceeds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>(20,980)</u> | <u>-</u> | <u>-</u> | <u>(150,000)</u> | <u>-</u> |
| Net Change in Fund Balances | (197,241) | - | - | (244,422) | - | (7,221) | (545,276) | (30,133) |
| Fund Balances - Beginning of Year | <u>197,241</u> | <u>-</u> | <u>-</u> | <u>(377,132)</u> | <u>-</u> | <u>7,221</u> | <u>(1,402,883)</u> | <u>29,795</u> |
| Fund Balances - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (621,554)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (1,948,159)</u> | <u>\$ (338)</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018**

| | CH 165/158 PL2012 Renovate & Equip Recreation | CH 132/114 PL2014 Renovate & Equip Recreation | CH274&233 PL16 Recreation | CH170/153 PL2012 Sewer & Sanitary System | CH133/113 PL2014 Sewer & Sanitary System | CH276/230 PL16 Sewers | CH134/111 PL2014 School | CH477/428 PL2012 School Renovate & Equip School Building |
|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|---------------------------------|------------------------------------------------------|------------------------------------------------------|----------------------------|-------------------------------|----------------------------------------------------------------------|
| Revenues: | | | | | | | | |
| Capital grants and contributions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment income | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Expenditures: | | | | | | | | |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | 21,438 | - | 24,680 | - | - | 192,600 | - | - |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Education | - | - | - | - | - | - | 15,914,249 | 55,104 |
| Debt Service Principal | - | - | - | - | - | - | - | - |
| Debt Service Interest | - | - | - | - | - | - | - | - |
| Total expenditures | <u>21,438</u> | <u>-</u> | <u>24,680</u> | <u>-</u> | <u>-</u> | <u>192,600</u> | <u>15,914,249</u> | <u>55,104</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(21,438)</u> | <u>-</u> | <u>(24,680)</u> | <u>-</u> | <u>-</u> | <u>(192,600)</u> | <u>(15,914,249)</u> | <u>(55,104)</u> |
| Other Financing Sources (Uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | (380,000) | - | - | - | - | - |
| Bond proceeds | - | - | - | - | - | - | 14,300,000 | - |
| Capital lease proceeds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>(380,000)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>14,300,000</u> | <u>-</u> |
| Net Change in Fund Balances | (21,438) | - | (404,680) | - | - | (192,600) | (1,614,249) | (55,104) |
| Fund Balances - Beginning of Year | <u>(482,861)</u> | <u>(1,200,000)</u> | <u>-</u> | <u>-</u> | <u>(300,000)</u> | <u>(19,837)</u> | <u>890,371</u> | <u>55,104</u> |
| Fund Balances - End of Year | <u><u>\$ (504,299)</u></u> | <u><u>\$ (1,200,000)</u></u> | <u><u>\$ (404,680)</u></u> | <u><u>\$ -</u></u> | <u><u>\$ (300,000)</u></u> | <u><u>\$ (212,437)</u></u> | <u><u>\$ (723,878)</u></u> | <u><u>\$ -</u></u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
 NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
 FOR THE YEAR ENDED JUNE 30, 2018

| | CH271/231 PL16 Traffic | CH138/115 PL14 Road & Traffic | CH39/50 PL2006 Road & Traffic | CH39/42 PL2010 Road & Traffic | CH 33/41 PL2008 Road & Traffic | CH169/156 PL2012 Road & Traffic | CH136/116 PL2014 Bridges | CH166/154 PL2012 Highway |
|----------------------------------------------------|------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|--------------------------------------|---------------------------------------|-----------------------------|-----------------------------|
| Revenues: | | | | | | | | |
| Capital grants and contributions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment income | - | - | - | - | - | - | - | - |
| Total revenues | - | - | - | - | - | - | - | - |
| Expenditures: | | | | | | | | |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | - | 65,006 | - | - | - | 21,138 | (1,480) | - |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Education | - | - | - | - | - | - | - | - |
| Debt Service Principal | - | - | - | - | - | - | - | - |
| Debt Service Interest | - | - | - | - | - | - | - | - |
| Total expenditures | - | 65,006 | - | - | - | 21,138 | (1,480) | - |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | - | (65,006) | - | - | - | (21,138) | 1,480 | - |
| Other Financing Sources (Uses): | | | | | | | | |
| Transfers from other funds | - | - | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Bond proceeds | - | - | - | - | - | - | - | - |
| Capital lease proceeds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - |
| Net Change in Fund Balances | - | (65,006) | - | - | - | (21,138) | 1,480 | - |
| Fund Balances - Beginning of Year | - | (3,100) | - | - | - | (178,862) | (132,455) | (100,000) |
| Fund Balances - End of Year | \$ - | \$ (68,106) | \$ - | \$ - | \$ - | \$ (200,000) | \$ (130,975) | \$ (100,000) |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018**

| | <u>CH 35/45 PL2008 Bridges</u> | <u>Energy Efficiency Bond</u> | <u>RICWFA Road Loan \$15M</u> | <u>Capital Reserve Proj Fund</u> | <u>School SBA Loan Fund #1</u> | <u>School SBA Loan Fund #2</u> | <u>Slater Park Disc Trail</u> | <u>Max Read Synthetic Field</u> |
|----------------------------------------------------|------------------------------------|---------------------------------------|-----------------------------------|------------------------------------------|------------------------------------|------------------------------------|-----------------------------------|-------------------------------------|
| Revenues: | | | | | | | | |
| Capital grants and contributions | \$ - | \$ - | \$ - | \$ 674,500 | \$ 187,145 | \$ 2,359,329 | \$ - | \$ - |
| Investment income | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>-</u> | <u>674,500</u> | <u>187,145</u> | <u>2,359,329</u> | <u>-</u> | <u>-</u> |
| Expenditures: | | | | | | | | |
| Planning | - | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | 19,949 | - | 1,962,295 | 349,172 | - | - | - | 116,713 |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Education | - | 301,726 | - | - | 453,855 | 2,842,566 | - | - |
| Debt Service Principal | - | - | - | - | 34,458 | - | - | - |
| Debt Service Interest | - | - | - | - | 5,954 | - | - | - |
| Total expenditures | <u>19,949</u> | <u>301,726</u> | <u>1,962,295</u> | <u>349,172</u> | <u>494,267</u> | <u>2,842,566</u> | <u>-</u> | <u>116,713</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(19,949)</u> | <u>(301,726)</u> | <u>(1,962,295)</u> | <u>325,328</u> | <u>(307,122)</u> | <u>(483,237)</u> | <u>-</u> | <u>(116,713)</u> |
| Other Financing Sources (Uses): | | | | | | | | |
| Transfers from other funds | - | - | - | 900,873 | 672,792 | - | - | 312,294 |
| Transfers to other funds | - | - | - | (620,066) | - | - | (12,295) | - |
| Bond proceeds | - | - | 2,000,000 | - | - | - | - | - |
| Capital lease proceeds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>2,000,000</u> | <u>280,807</u> | <u>672,792</u> | <u>-</u> | <u>(12,295)</u> | <u>312,294</u> |
| Net Change in Fund Balances | (19,949) | (301,726) | 37,705 | 606,135 | 365,670 | (483,237) | (12,295) | 195,581 |
| Fund Balances - Beginning of Year | <u>19,949</u> | <u>3,754,560</u> | <u>3,068,512</u> | <u>713,510</u> | <u>34,114</u> | <u>516,934</u> | <u>12,295</u> | <u>181,421</u> |
| Fund Balances - End of Year | <u>\$ -</u> | <u>\$ 3,452,834</u> | <u>\$ 3,106,217</u> | <u>\$ 1,319,645</u> | <u>\$ 399,784</u> | <u>\$ 33,697</u> | <u>\$ -</u> | <u>\$ 377,002</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018**

| | <u>Max Read Synthetic Field</u> | <u>Max Read Synthetic Field</u> | <u>Hazard Mitigation Plan</u> | <u>Broadway Improv 2015- 2016</u> | <u>State Pier Town Landing</u> | <u>Brownsfields- State Pier</u> | <u>Nea Our Town Grant</u> | <u>Main St Bridge Side Repl</u> |
|----------------------------------------------------|-------------------------------------|-------------------------------------|---------------------------------------|-------------------------------------------|----------------------------------------|-------------------------------------|-------------------------------|-------------------------------------|
| Revenues: | | | | | | | | |
| Capital grants and contributions | \$ - | \$ 10,000 | \$ 20,210 | \$ - | \$ - | \$ - | \$ (68,721) | \$ 7,085 |
| Investment income | - | - | - | - | - | - | - | - |
| Total revenues | <u>-</u> | <u>10,000</u> | <u>20,210</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(68,721)</u> | <u>7,085</u> |
| Expenditures: | | | | | | | | |
| Planning | - | - | - | - | 964 | - | 1,996 | - |
| Public safety | - | - | - | - | - | - | - | - |
| Public works | 14,855 | - | 15,000 | - | - | - | - | 7,085 |
| Legislative and executive | - | - | - | - | - | - | - | - |
| Education | - | - | - | - | - | - | - | - |
| Debt Service Principal | - | - | - | - | - | - | - | - |
| Debt Service Interest | - | - | - | - | - | - | - | - |
| Total expenditures | <u>14,855</u> | <u>-</u> | <u>15,000</u> | <u>-</u> | <u>964</u> | <u>-</u> | <u>1,996</u> | <u>7,085</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(14,855)</u> | <u>10,000</u> | <u>5,210</u> | <u>-</u> | <u>(964)</u> | <u>-</u> | <u>(70,717)</u> | <u>-</u> |
| Other Financing Sources (Uses): | | | | | | | | |
| Transfers from other funds | 150,000 | 10,980 | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - | - | - |
| Bond proceeds | - | - | - | - | - | - | - | - |
| Capital lease proceeds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>150,000</u> | <u>10,980</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | 135,145 | 20,980 | 5,210 | - | (964) | - | (70,717) | - |
| Fund Balances - Beginning of Year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances - End of Year | <u>\$ 135,145</u> | <u>\$ 20,980</u> | <u>\$ 5,210</u> | <u>\$ -</u> | <u>\$ (964)</u> | <u>\$ -</u> | <u>\$ (70,717)</u> | <u>\$ -</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018**

| | Payne Park Renovation | Town Landing Env RI DEM | 45 Division St Env RI Dem | Main Street Façade | Lease FY 2013 | Lease FY2015 | Lease FY2018 | Capital Projects Funds |
|----------------------------------------------------|----------------------------------|------------------------------------|--------------------------------------|-------------------------------|----------------------|---------------------|---------------------|---------------------------------------|
| Revenues: | | | | | | | | |
| Capital grants and contributions | \$ - | \$ (3,357) | \$ (2,000) | \$ - | \$ - | \$ - | \$ - | \$ 3,184,191 |
| Investment income | - | - | - | - | 1,293 | 881 | 22,492 | 24,666 |
| Total revenues | <u>-</u> | <u>(3,357)</u> | <u>(2,000)</u> | <u>-</u> | <u>1,293</u> | <u>881</u> | <u>22,492</u> | <u>3,208,857</u> |
| Expenditures: | | | | | | | | |
| Planning | 24,765 | 11,043 | - | 7,098 | 692,111 | - | 39,065 | 777,042 |
| Public safety | - | - | - | - | - | - | 881,205 | 881,205 |
| Public works | - | - | - | - | - | - | 829,846 | 4,491,610 |
| Legislative and executive | - | - | - | - | - | 44,253 | - | 44,253 |
| Education | - | - | - | - | - | - | - | 19,567,500 |
| Debt Service Principal | - | - | - | - | - | - | - | 34,458 |
| Debt Service Interest | - | - | - | - | - | - | - | 5,954 |
| Total expenditures | <u>24,765</u> | <u>11,043</u> | <u>-</u> | <u>7,098</u> | <u>692,111</u> | <u>44,253</u> | <u>1,750,116</u> | <u>25,802,022</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(24,765)</u> | <u>(14,400)</u> | <u>(2,000)</u> | <u>(7,098)</u> | <u>(690,818)</u> | <u>(43,372)</u> | <u>(1,727,624)</u> | <u>(22,593,165)</u> |
| Other Financing Sources (Uses): | | | | | | | | |
| Transfers from other funds | 80,000 | - | - | - | - | - | - | 2,126,939 |
| Transfers to other funds | - | - | - | - | - | - | - | (1,183,341) |
| Bond proceeds | - | - | - | - | - | - | - | 16,300,000 |
| Capital lease proceeds | - | - | - | - | - | - | 3,376,000 | 3,376,000 |
| Total other financing sources (uses) | <u>80,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>3,376,000</u> | <u>20,619,598</u> |
| Net Change in Fund Balances | 55,235 | (14,400) | (2,000) | (7,098) | (690,818) | (43,372) | 1,648,376 | (1,973,567) |
| Fund Balances - Beginning of Year | - | - | - | 64,837 | 690,887 | 255,983 | - | 6,295,604 |
| Fund Balances - End of Year | <u>\$ 55,235</u> | <u>\$ (14,400)</u> | <u>\$ (2,000)</u> | <u>\$ 57,739</u> | <u>\$ 69</u> | <u>\$ 212,611</u> | <u>\$ 1,648,376</u> | <u>\$ 4,322,037</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL PERMANENT FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | <u>Pawtucket TriCentennial</u> | <u>Library Zucker Trust</u> | <u>Library Little Acorn Trust</u> | <u>Mabel Anderson Fund</u> | <u>Library Caidin Trust</u> | <u>Father St. Godard Religious Studies</u> |
|-------------------------------------------|------------------------------------|---------------------------------|---------------------------------------|--------------------------------|---------------------------------|--------------------------------------------------------|
| Assets: | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ 19 | \$ - |
| Investments | 12,481 | 26,675 | 738,956 | 14,880 | 99,863 | 11,740 |
| Notes receivable | - | - | - | - | - | - |
| Total Assets | \$ 12,481 | \$ 26,675 | \$ 738,956 | \$ 14,880 | \$ 99,882 | \$ 11,740 |
| Liabilities and Fund Balance: | | | | | | |
| Liabilities: | | | | | | |
| Due to other funds | \$ - | \$ 35 | \$ - | \$ - | \$ - | \$ - |
| Total liabilities | - | 35 | - | - | - | - |
| Fund Balance: | | | | | | |
| Non-spendable | 12,481 | 26,640 | 738,956 | 14,880 | 99,882 | 11,740 |
| Total fund balance | 12,481 | 26,640 | 738,956 | 14,880 | 99,882 | 11,740 |
| Total Liabilities and Fund Balance | \$ 12,481 | \$ 26,675 | \$ 738,956 | \$ 14,880 | \$ 99,882 | \$ 11,740 |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL PERMANENT FUNDS (CONTINUED)
COMBINING BALANCE SHEET
JUNE 30, 2018**

| | <u>Community Service Library</u> | <u>Citizens Committee PPL</u> | <u>Gerald Burns Fund</u> | <u>Cemetery Perpetual Care</u> | <u>Cemetery Improvements</u> | <u>Permanent Funds</u> |
|-------------------------------------------|--------------------------------------|-----------------------------------|------------------------------|------------------------------------|----------------------------------|----------------------------|
| Assets: | | | | | | |
| Cash and cash equivalents | \$ - | \$ 10 | \$ - | \$ 242,782 | \$ 87,603 | \$ 330,414 |
| Investments | 26,605 | 27,779 | 23,068 | - | - | 982,047 |
| Notes receivable | - | - | - | 110,000 | - | 110,000 |
| Total Assets | \$ 26,605 | \$ 27,789 | \$ 23,068 | \$ 352,782 | \$ 87,603 | \$ 1,422,461 |
| Liabilities and Fund Balance: | | | | | | |
| Liabilities: | | | | | | |
| Due to other funds | \$ 19 | \$ - | \$ - | \$ - | \$ 75 | \$ 129 |
| Total liabilities | 19 | - | - | - | 75 | 129 |
| Fund Balance: | | | | | | |
| Non-spendable | 26,586 | 27,789 | 23,068 | 352,782 | 87,528 | 1,422,332 |
| Total fund balance | 26,586 | 27,789 | 23,068 | 352,782 | 87,528 | 1,422,332 |
| Total Liabilities and Fund Balance | \$ 26,605 | \$ 27,789 | \$ 23,068 | \$ 352,782 | \$ 87,603 | \$ 1,422,461 |

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL PERMANENT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2018

K-2

| | <u>Pawtucket TriCentennial</u> | <u>Library Zucker Trust</u> | <u>Library Little Acorn Trust</u> | <u>Mabel Anderson Fund</u> | <u>Library Caidin Trust</u> | <u>Father St. Godard Religious Studies</u> |
|----------------------------------------------------------------------------------------------------|------------------------------------|---------------------------------|---------------------------------------|--------------------------------|---------------------------------|--------------------------------------------------------|
| Revenues: | | | | | | |
| Operating grants and contributions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment income (loss) | 884 | 1,400 | 47,845 | 764 | 5,189 | (2) |
| Total revenues | <u>884</u> | <u>1,400</u> | <u>47,845</u> | <u>764</u> | <u>5,189</u> | <u>(2)</u> |
| Expenditures: | | | | | | |
| Legislative and executive | - | 546 | 2,458 | - | 1,115 | 231 |
| Total expenditures | <u>-</u> | <u>546</u> | <u>2,458</u> | <u>-</u> | <u>1,115</u> | <u>231</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>884</u> | <u>854</u> | <u>45,387</u> | <u>764</u> | <u>4,074</u> | <u>(233)</u> |
| Other Financing Sources (Uses): | | | | | | |
| Transfers from other funds | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | 884 | 854 | 45,387 | 764 | 4,074 | (233) |
| Fund Balances - Beginning of Year | <u>11,597</u> | <u>25,786</u> | <u>693,569</u> | <u>14,116</u> | <u>95,808</u> | <u>11,973</u> |
| Fund Balances - End of year | <u>\$ 12,481</u> | <u>\$ 26,640</u> | <u>\$ 738,956</u> | <u>\$ 14,880</u> | <u>\$ 99,882</u> | <u>\$ 11,740</u> |

(Continued on next page)

CITY OF PAWTUCKET, RHODE ISLAND
NONMAJOR GOVERNMENTAL PERMANENT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

K-2

| | <u>Community Service Library</u> | <u>Citizens Committee PPL</u> | <u>Gerald Burns Fund</u> | <u>Cemetery Perpetual Care</u> | <u>Cemetery Improvements</u> | <u>Permanent Funds</u> |
|----------------------------------------------------------------------------------------------------|--------------------------------------|-----------------------------------|------------------------------|------------------------------------|----------------------------------|----------------------------|
| Revenues: | | | | | | |
| Operating grants and contributions | \$ - | \$ - | \$ - | 725 | 1,200 | 1,925 |
| Investment income (loss) | 1,439 | 1,426 | 1,193 | 2,012 | 727 | 62,877 |
| Total revenues | <u>1,439</u> | <u>1,426</u> | <u>1,193</u> | <u>2,737</u> | <u>1,927</u> | <u>64,802</u> |
| Expenditures: | | | | | | |
| Legislative and executive | 1,325 | - | 150 | - | - | 5,825 |
| Total expenditures | <u>1,325</u> | <u>-</u> | <u>150</u> | <u>-</u> | <u>-</u> | <u>5,825</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses) | <u>114</u> | <u>1,426</u> | <u>1,043</u> | <u>2,737</u> | <u>1,927</u> | <u>58,977</u> |
| Other Financing Sources (Uses): | | | | | | |
| Transfers from other funds | - | - | - | - | - | - |
| Transfers to other funds | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | 114 | 1,426 | 1,043 | 2,737 | 1,927 | 58,977 |
| Fund Balances - Beginning of Year | <u>26,472</u> | <u>26,363</u> | <u>22,025</u> | <u>350,045</u> | <u>85,601</u> | <u>1,363,355</u> |
| Fund Balances - End of year | <u>\$ 26,586</u> | <u>\$ 27,789</u> | <u>\$ 23,068</u> | <u>\$ 352,782</u> | <u>\$ 87,528</u> | <u>\$ 1,422,332</u> |



Agency Funds

CITY OF PAWTUCKET, RHODE ISLAND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

| | Beginning Balance <u>July 1, 2017</u> | <u>Additions</u> | <u>Deductions</u> | Ending Balance <u>June 30, 2018</u> |
|-------------------------------------|------------------------------------------------------|-------------------------|--------------------------|----------------------------------------------------|
| Student Activity Funds | | | | |
| Assets: | | | | |
| Cash | \$ <u>308,310</u> | \$ <u>332,270</u> | \$ <u>360,292</u> | \$ <u>280,288</u> |
| Liabilities: | | | | |
| Deposits held in custody for others | \$ <u>308,310</u> | \$ <u>332,270</u> | \$ <u>360,292</u> | \$ <u>280,288</u> |



Annual Supplementary Transparency Report

City of Pawtucket
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2018

M-1

| <u>REVENUE</u> | <u>Municipal</u> | <u>Education Department</u> |
|----------------------------------------------------|------------------------------|---------------------------------|
| Current Year Levy Tax Collection | \$ 102,958,289 | \$ - |
| Last Year's Levy Tax Collection | 1,549,081 | - |
| Prior Years Property Tax Collection | 681,400 | - |
| Interest & Penalty | 998,241 | - |
| PILOT & Tax Treaty (excluded from levy) Collection | - | - |
| Other Local Property Taxes | - | - |
| Licenses and Permits | 955,852 | - |
| Fines and Forfeitures | 424,415 | - |
| Investment Income | 275,028 | - |
| Departmental | 1,457,599 | - |
| Rescue Run Revenue | 2,155,498 | - |
| Police & Fire Detail | 1,026,038 | - |
| Other Local Non-Property Tax Revenues | - | - |
| Tuition | - | 614,724 |
| Impact Aid | - | - |
| Medicaid | - | 1,212,079 |
| Federal Stabilization Funds | - | - |
| Federal Food Service Reimbursement | - | 4,049,451 |
| CDBG | 480,304 | - |
| COPS Grants | - | - |
| SAFER Grants | 517,254 | - |
| Other Federal Aid Funds | 119,193 | 8,774,933 |
| MV Excise Tax Reimbursement & Phase-out | 3,072,376 | - |
| State PILOT Program | 575,928 | - |
| Distressed Community Relief Fund | 1,539,903 | - |
| Library Resource Aid | 409,155 | - |
| Library Construction Aid | - | - |
| Public Service Corporation Tax | 901,017 | - |
| Meals & Beverage Tax / Hotel Tax | 1,035,702 | - |
| LEA Aid | - | 89,036,230 |
| Group Home | - | - |
| Housing Aid Capital Projects | - | 674,500 |
| Housing Aid Bonded Debt | 2,555,360 | - |
| State Food Service Revenue | - | 69,310 |
| Incentive Aid | - | - |
| Property Revaluation Reimbursement | - | - |
| Other State Revenue | 51,212 | 3,312,079 |
| Other Revenue | 831,494 | 1,006,392 |
| Local Appropriation for Education | - | 31,207,632 |
| Regional Appropriation for Education | - | - |
| Supplemental Appropriation for Education | - | - |
| Regional Supplemental Appropriation for Education | - | - |
| Other Education Appropriation | - | - |
| Rounding | - | - |
| Total Revenue | <u>\$ 124,570,339</u> | <u>\$ 139,957,330</u> |
| Financing Sources: Transfer from Capital Funds | \$ - | \$ 633,041 |
| Financing Sources: Transfer from Other Funds | - | 1,083,044 |
| Financing Sources: Debt Proceeds | 1,077,732 | - |
| Financing Sources: Other | - | - |
| Rounding | - | - |
| Total Other Financing Sources | <u>\$ 1,077,732</u> | <u>\$ 1,716,085</u> |

City of Pawtucket
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2018

M-1

| EXPENDITURES | General | | Social | Centralized | Planning | Libraries | Public Works | Parks and Rec | Police Department |
|---------------------------------------------------|---------------------|---------------------|-------------------|-------------------|---------------------|---------------------|----------------------|---------------------|----------------------|
| | Government | Finance | Services | IT | | | | | |
| Compensation- Group A | \$ 1,501,466 | \$ 1,346,720 | \$ 294,813 | \$ 340,556 | \$ 978,461 | \$ 1,243,865 | \$ 3,194,475 | \$ 863,469 | \$ 10,480,657 |
| Compensation - Group B | - | - | - | - | - | - | - | - | 1,102,853 |
| Compensation - Group C | - | - | - | - | - | - | - | - | - |
| Compensation -Volunteer | - | - | - | - | - | - | - | - | - |
| Overtime- Group A | 22,494 | 17,345 | 336 | 520 | 20,107 | 81,166 | 271,818 | 76,153 | 749,032 |
| Overtime - Group B | - | - | - | - | - | - | - | - | 111,787 |
| Overtime - Group C | - | - | - | - | - | - | - | - | - |
| Police & Fire Detail | - | - | - | - | - | - | - | - | 807,287 |
| Active Medical Insurance - Group A | 334,816 | 303,403 | 90,910 | 95,473 | 220,182 | 275,679 | 920,324 | 266,113 | 2,066,366 |
| Active Medical Insurance- Group B | - | - | - | - | - | - | - | - | 261,402 |
| Active Medical Insurance- Group C | - | - | - | - | - | - | - | - | - |
| Active Dental insurance- Group A | 16,030 | 16,425 | 4,423 | 5,028 | 11,390 | 14,371 | 48,035 | 13,249 | 102,019 |
| Active Dental Insurance- Group B | - | - | - | - | - | - | - | - | 15,620 |
| Active Dental Insurance- Group C | - | - | - | - | - | - | - | - | - |
| Payroll Taxes | 111,101 | 107,455 | 21,399 | 24,969 | 76,230 | 100,237 | 260,854 | 70,599 | 281,866 |
| Life Insurance | 5,562 | 7,236 | 1,570 | 2,523 | 4,860 | 8,205 | 17,759 | 4,894 | 107,210 |
| State Defined Contribution- Group A | 11,283 | 13,641 | 1,972 | 3,969 | 7,570 | 6,429 | 27,487 | 7,847 | - |
| State Defined Contribution - Group B | - | - | - | - | - | - | - | - | 9,009 |
| State Defined Contribution - Group C | - | - | - | - | - | - | - | - | - |
| Other Benefits- Group A | 3,761 | 4,853 | - | - | - | 5,403 | 25,382 | 4,661 | 160,200 |
| Other Benefits- Group B | - | - | - | - | - | - | - | - | - |
| Other Benefits- Group C | - | - | - | - | - | - | - | - | - |
| Local Defined Benefit Pension- Group A | - | - | - | - | - | - | - | - | 7,174,698 |
| Local Defined Benefit Pension - Group B | - | - | - | - | - | - | - | - | - |
| Local Defined Benefit Pension - Group C | - | - | - | - | - | - | - | - | - |
| State Defined Benefit Pension- Group A | 199,811 | 212,898 | 29,291 | 50,707 | 137,777 | 146,543 | 438,411 | 115,414 | - |
| State Defined Benefit Pension - Group B | - | - | - | - | - | - | - | - | 161,500 |
| State Defined Benefit Pension - Group C | - | - | - | - | - | - | - | - | - |
| Other Defined Benefit / Contribution | - | - | - | - | - | - | - | - | - |
| Purchased Services | 1,156,175 | 138,192 | 5,875 | 66,719 | 208,586 | 118,753 | 1,107,065 | 61,594 | 374,271 |
| Materials/Supplies | 42,125 | 25,170 | 4,659 | 6,565 | 16,335 | 156,358 | 38,708 | 35,860 | 352,655 |
| Software Licenses | - | - | - | 131,110 | 380 | 5,787 | - | - | 10,114 |
| Capital Outlays | 4,684 | 4,028 | 3,314 | 2,577 | - | 19,013 | 164,936 | - | 128,700 |
| Insurance | 1,027,860 | - | - | - | - | - | - | - | - |
| Maintenance | 8,570 | 2,801 | 15,898 | 13,229 | 697 | 39,499 | 220,456 | 52,846 | 223,828 |
| Vehicle Operations | - | - | 13,344 | - | 3,804 | 2,588 | 301,757 | 67,479 | 268,943 |
| Utilities | 22,557 | 18,362 | 65,108 | 38,252 | 15,595 | 113,078 | 425,536 | 290,794 | 93,270 |
| Contingency | - | - | - | - | - | - | - | - | - |
| Street Lighting | - | - | - | - | - | - | 1,212,314 | - | - |
| Revaluation | - | 538,075 | - | - | - | - | - | - | - |
| Snow Removal-Raw Material & External Contracts | - | - | - | - | - | - | 380,589 | - | - |
| Trash Removal & Recycling | - | - | - | - | - | - | 2,114,109 | - | - |
| Claims & Settlements | 602,277 | - | - | - | - | - | - | - | - |
| Community Support | 114,650 | - | - | - | - | - | - | - | - |
| Other Operation Expenditures | 28,395 | 5,352 | - | - | 8,456 | 20,267 | - | 246 | 13,793 |
| Local Appropriation for Education | - | - | - | - | - | - | - | - | - |
| Regional Appropriation for Education | - | - | - | - | - | - | - | - | - |
| Supplemental Appropriation for Education | - | - | - | - | - | - | - | - | - |
| Regional Supplemental Appropriation for Education | - | - | - | - | - | - | - | - | - |
| Other Education Appropriation | - | - | - | - | - | - | - | - | - |
| Municipal Debt- Principal | - | - | - | - | - | - | - | - | - |
| Municipal Debt- Interest | - | - | - | - | - | - | - | - | - |
| School Debt- Principal | - | - | - | - | - | - | - | - | - |
| School Debt- Interest | - | - | - | - | - | - | - | - | - |
| Retiree Medical Insurance- Total | - | - | - | - | - | - | - | - | - |
| Retiree Dental Insurance- Total | - | - | - | - | - | - | - | - | - |
| OPEB Contribution- Total | - | - | - | - | - | - | - | - | - |
| Non-Qualified OPEB Trust Contribution | - | - | - | - | - | - | - | - | - |
| Rounding | - | - | - | - | - | - | - | - | - |
| Total Expenditures | \$ 5,213,617 | \$ 2,761,956 | \$ 552,912 | \$ 782,197 | \$ 1,710,430 | \$ 2,357,241 | \$ 11,170,015 | \$ 1,931,218 | \$ 25,057,080 |

City of Pawtucket
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2018

M-1

| EXPENDITURES | Fire Department | Centralized Dispatch | Public Safety Other | Education Appropriation | Debt | OPEB | Total Municipal | Education Department |
|---------------------------------------------------|----------------------|-------------------------|------------------------|----------------------------|---------------------|---------------------|-----------------------|-------------------------|
| Compensation- Group A | \$ 10,458,773 | \$ - | \$ 765,373 | \$ - | \$ - | \$ - | \$ 31,468,628 | \$ 57,467,717 |
| Compensation - Group B | 331,339 | - | - | - | - | - | 1,434,192 | 7,051,203 |
| Compensation - Group C | - | - | - | - | - | - | - | 8,204,563 |
| Compensation -Volunteer | - | - | - | - | - | - | - | - |
| Overtime- Group A | 2,427,434 | - | 34,432 | - | - | - | 3,700,837 | - |
| Overtime - Group B | 29,021 | - | - | - | - | - | 140,808 | - |
| Overtime - Group C | - | - | - | - | - | - | - | 431,116 |
| Police & Fire Detail | - | - | - | - | - | - | 807,287 | - |
| Active Medical Insurance - Group A | 2,205,475 | - | 75,420 | - | - | - | 6,854,161 | 8,505,697 |
| Active Medical Insurance- Group B | 25,371 | - | - | - | - | - | 286,773 | 925,702 |
| Active Medical Insurance- Group C | - | - | - | - | - | - | - | 3,045,006 |
| Active Dental insurance- Group A | 101,891 | - | 3,908 | - | - | - | 336,769 | 602,128 |
| Active Dental Insurance- Group B | 1,508 | - | - | - | - | - | 17,128 | 61,115 |
| Active Dental Insurance- Group C | - | - | - | - | - | - | - | 191,991 |
| Payroll Taxes | 207,626 | - | 95,240 | - | - | - | 1,357,576 | 5,419,299 |
| Life Insurance | 68,364 | - | 10,035 | - | - | - | 238,218 | 362,318 |
| State Defined Contribution- Group A | - | - | 6,647 | - | - | - | 86,845 | 350,708 |
| State Defined Contribution - Group B | 224 | - | - | - | - | - | 9,233 | 43,277 |
| State Defined Contribution - Group C | - | - | - | - | - | - | - | 73,478 |
| Other Benefits- Group A | 171,747 | - | 3,920 | - | - | - | 379,927 | 255,712 |
| Other Benefits- Group B | - | - | - | - | - | - | - | 31,605 |
| Other Benefits- Group C | - | - | - | - | - | - | - | 209,556 |
| Local Defined Benefit Pension- Group A | 7,058,677 | - | - | - | - | - | 14,233,375 | - |
| Local Defined Benefit Pension - Group B | 129,901 | - | - | - | - | - | 129,901 | - |
| Local Defined Benefit Pension - Group C | - | - | - | - | - | - | - | - |
| State Defined Benefit Pension- Group A | - | - | 104,164 | - | - | - | 1,435,016 | 7,613,022 |
| State Defined Benefit Pension - Group B | 10,816 | - | - | - | - | - | 172,316 | 927,237 |
| State Defined Benefit Pension - Group C | - | - | - | - | - | - | - | 1,085,867 |
| Other Defined Benefit / Contribution | - | - | - | - | - | - | - | - |
| Purchased Services | 96,287 | - | 96,216 | - | - | - | 3,429,733 | 25,753,870 |
| Materials/Supplies | 427,121 | - | 28,598 | - | - | - | 1,134,154 | 2,176,734 |
| Software Licenses | - | - | - | - | - | - | 147,391 | 181,307 |
| Capital Outlays | 123,506 | - | 1,200 | - | - | - | 451,958 | 3,768,554 |
| Insurance | - | - | - | - | - | - | 1,027,860 | 138,345 |
| Maintenance | 68,231 | - | 13,920 | - | - | - | 659,975 | 560,537 |
| Vehicle Operations | 653,616 | - | 6,291 | - | - | - | 1,317,822 | 61,580 |
| Utilities | 198,618 | - | 88,525 | - | - | - | 1,369,695 | 1,907,072 |
| Contingency | - | - | - | - | - | - | - | - |
| Street Lighting | - | - | - | - | - | - | 1,212,314 | - |
| Revaluation | - | - | - | - | - | - | 538,075 | - |
| Snow Removal-Raw Material & External Contracts | - | - | - | - | - | - | 380,589 | - |
| Trash Removal & Recycling | - | - | - | - | - | - | 2,114,109 | - |
| Claims & Settlements | - | - | - | - | - | - | 602,277 | - |
| Community Support | - | - | - | - | - | - | 114,650 | 586 |
| Other Operation Expenditures | 123,914 | - | 4,695 | - | - | - | 205,118 | 418,464 |
| Local Appropriation for Education | - | - | - | 31,207,632 | - | - | 31,207,632 | - |
| Regional Appropriation for Education | - | - | - | - | - | - | - | - |
| Supplemental Appropriation for Education | - | - | - | - | - | - | - | - |
| Regional Supplemental Appropriation for Education | - | - | - | - | - | - | - | - |
| Other Education Appropriation | - | - | - | - | - | - | - | - |
| Municipal Debt- Principal | - | - | - | - | 3,683,532 | - | 3,683,532 | - |
| Municipal Debt- Interest | - | - | - | - | 1,405,279 | - | 1,405,279 | - |
| School Debt- Principal | - | - | - | - | 2,553,078 | - | 2,553,078 | 34,458 |
| School Debt- Interest | - | - | - | - | 1,393,896 | - | 1,393,896 | 5,954 |
| Retiree Medical Insurance- Total | - | - | - | - | - | 8,763,731 | 8,763,731 | 1,743,420 |
| Retiree Dental Insurance- Total | - | - | - | - | - | 329,286 | 329,286 | 101,552 |
| OPEB Contribution- Total | - | - | - | - | - | 400,000 | 400,000 | - |
| Non-Qualified OPEB Trust Contribution | - | - | - | - | - | - | - | - |
| Rounding | - | - | - | - | - | - | - | - |
| Total Expenditures | \$ 24,919,460 | \$ - | \$ 1,338,584 | \$ 31,207,632 | \$ 9,035,785 | \$ 9,493,017 | \$ 127,531,144 | \$ 139,710,751 |

| | | |
|--------------------------------------------------------------|----------------------|---------------------|
| Financing Uses: Transfer to Capital Funds | \$ - | \$ - |
| Financing Uses: Transfer to Other Funds | 93,073 | 1,716,085 |
| Financing Uses: Payment to Bond Escrow Agent | - | - |
| Financing Uses: Other | - | - |
| Total Other Financing Uses | \$ 93,073 | \$ 1,716,085 |
| Net Change in Fund Balance¹ | (1,976,146) | 246,580 |
| Fund Balance1- beginning of year | \$14,389,330 | \$2,404,448 |
| Funds removed from Reportable Government Services (RGS) | - | - |
| Funds added to Reportable Government Services (RGS) | - | - |
| Prior period adjustments | - | - |
| Misc. Adjustment | - | (4) |
| Fund Balance¹ - beginning of year adjusted | 14,389,330 | 2,404,444 |
| Rounding | - | - |
| Fund Balance¹ - end of year | \$ 12,413,184 | \$ 2,651,024 |

¹ and Net Position if Enterprise Fund activity is included in the transparency portal report.

City of Pawtucket
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended June 30, 2018

| Per Audited Fund Financial Statements Fund Description | Total Revenue | Total Other Financing Sources | Total Expenditures | Total Other Financing Uses | Net Change in Fund Balance ¹ | Beginning Fund Fund Balance ² (Deficit) | Prior Period Adjustment | Restated Beginning Fund Balance ² (Deficit) | Ending Fund Balance ¹ (Deficit) |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|-------------------------------------|-----------------------|----------------------------------|-----------------------------------------------|----------------------------------------------------------|----------------------------|--------------------------------------------------------------|--------------------------------------------------|
| Fund Balance¹ - per MTP-2 at June 30, 2017 | | | | | | \$ 14,389,330 | | \$ 14,389,330 | |
| <i>No funds removed from RGS for fiscal 2018</i> | | | | | | - | - | - | |
| <i>No funds added to RGS for Fiscal 2018</i> | | | | | | - | - | - | |
| <i>No misc. adjustments made for fiscal 2018</i> | | | | | | - | - | - | |
| Fund Balance¹ - per MTP-2 at June 30, 2017 adjusted | | | | | | <u>\$ 14,389,330</u> | | <u>\$ 14,389,330</u> | |
| General Fund | \$ 122,160,467 | \$ 1,077,732 | \$ 93,927,580 | \$ 31,300,705 | \$ (1,990,086) | \$ 14,067,556 | \$ - | \$ 14,067,556 | \$ 12,077,470 |
| Family Literacy Initiative | 64,197 | - | 58,164 | - | 6,033 | 48,768 | - | 48,768 | 54,801 |
| State Grant In Aid | 409,155 | - | 409,154 | - | 1 | 3,596 | - | 3,596 | 3,597 |
| Library Donations | 30,453 | - | 12,984 | - | 17,469 | 146,771 | - | 146,771 | 164,240 |
| Safer Grant | 387,353 | - | 387,342 | - | 11 | - | - | - | 11 |
| Details Private Company Reimbursement | 803,220 | 111,666 | 807,287 | - | 107,599 | - | - | - | 107,599 |
| Details Private Company Reimbursement | - | - | - | 111,666 | (111,666) | 111,666 | - | 111,666 | - |
| Leon Mathieu Donations | 590 | - | 6,097 | - | (5,507) | 10,973 | - | 10,973 | 5,466 |
| CDBG Community Development | 869,912 | - | 872,152 | - | (2,240) | 2,397 | - | 2,397 | 157 |
| Emergency Shelter | 278,717 | - | 278,717 | - | - | 25 | - | 25 | 25 |
| Home Program | 345,485 | - | 337,115 | - | 8,370 | 658 | - | 658 | 9,028 |
| Pawtucket Redevelopment Agency | 412,181 | - | 224,179 | - | 188,002 | 276,385 | - | 276,385 | 464,387 |
| Totals per audited financial statements | <u>\$ 125,761,730</u> | <u>\$ 1,189,398</u> | <u>\$ 97,320,771</u> | <u>\$ 31,412,371</u> | <u>\$ (1,782,014)</u> | <u>\$ 14,668,795</u> | <u>\$ -</u> | <u>\$ 14,668,795</u> | <u>\$ 12,886,781</u> |
| <u>Reconciliation from financial statements to MTP2</u> | | | | | | | | | |
| Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2 | \$ - | \$ - | \$ 31,207,632 | \$ (31,207,632) | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt Reimbursement (COPS Lease) reported as expenditure credits on financial statements but revenue on MTP2 | 269,699 | - | 269,699 | - | - | - | - | - | - |
| SAFER Grant reimbursement for portion or ARC pension payment reported as expenditure credits on financial statements but revenue on MTP2 | 129,901 | - | 129,901 | - | - | - | - | - | - |
| Transfer between the two Police Detail funds shown on the financial statements but not on the MTP2 | - | (111,666) | - | (111,666) | - | - | - | - | - |
| Program activity in CDBG Funds (871,873,874,878) that are not reported on the MTP2 because they are for program revenues & expenses and not for administration. | (1,590,991) | - | (1,396,859) | - | (194,132) | (279,465) | - | (279,465) | (473,597) |
| Rounding | - | - | - | - | - | - | - | - | - |
| Totals Per MTP2 | <u>\$ 124,570,339</u> | <u>\$ 1,077,732</u> | <u>\$ 127,531,144</u> | <u>\$ 93,073</u> | <u>\$ (1,976,146)</u> | <u>\$ 14,389,330</u> | <u>\$ -</u> | <u>\$ 14,389,330</u> | <u>\$ 12,413,184</u> |

¹ and Net Position if Enterprise Fund activity is included in the transparency portal report.

City of Pawtucket
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2018

| Per Audited Fund Financial Statements Fund Description | Total Revenue | Total Other Financing Sources | Total Expenditures | Total Other Financing Uses | Net Change in Fund Balance ¹ | Beginning Fund Fund Balance ¹ (Deficit) | Prior Period Adjustment | Restated Beginning Fund Balance ¹ (Deficit) | Ending Fund Balance ¹ (Deficit) |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|-------------------------------------|-----------------------|----------------------------------|-----------------------------------------------|----------------------------------------------------------|----------------------------|--------------------------------------------------------------|--------------------------------------------------|
| Fund Balance¹ - per MTP-2 at June 30, 2017 | | | | | | \$ 2,404,448 | | \$ 2,404,448 | |
| <i>Miscellaneous variance reported in fiscal 2017 impacting fiscal 2018</i> | | | | | | (4) | - | (4) | |
| Fund Balance¹ - per MTP-2 at June 30, 2017 adjusted | | | | | | <u>\$ 2,404,444</u> | | <u>\$ 2,404,444</u> | |
| School Unrestricted Fund | \$ 96,577,479 | \$ 31,427,723 | \$ 127,176,671 | \$ 1,096,019 | \$ (267,488) | \$ 907,969 | | \$ 907,969 | \$ 640,481 |
| Enterprise Fund1 | 4,742,167 | 99,420 | 4,844,119 | | (2,532) | 21,458 | | 21,458 | 18,926 |
| SBA & Capital Reserve Funds | 3,220,974 | 1,573,665 | 3,686,005 | 620,066 | 488,568 | 1,264,558 | | 1,264,558 | 1,753,126 |
| School Special Revenue Funds | 9,819,649 | 43,000 | 9,614,530 | 220,091 | 28,028 | 218,585 | | 218,585 | 246,613 |
| Totals per audited financial statements | <u>\$ 114,360,269</u> | <u>\$ 33,143,808</u> | <u>\$ 145,321,325</u> | <u>\$ 1,936,176</u> | <u>\$ 246,576</u> | <u>\$ 2,412,570</u> | <u>\$ -</u> | <u>\$ 2,412,570</u> | <u>\$ 2,659,146</u> |
| <u>Reconciliation from financial statements to MTP2</u> | | | | | | | | | |
| Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2 | \$ 31,207,632 | \$ (31,207,632) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only | (5,602,398) | - | (5,602,398) | - | - | - | - | - | - |
| Pepsi Scholarship/Dental Program/Aramark Scholarship re-evaluated by UCOA - Determined to track as student Activity and not in UCOA | (1,500) | - | (1,500) | - | - | (8,127) | - | (8,127) | (8,127) |
| Reduction of loan balance from expected note once final cost of job completed while full amount of loan proceeds recorded in previous year. | (6,673) | - | (6,673) | - | - | - | - | - | - |
| For financial statements, indirect cost charges and recovery are reported in federal grant funds and also actual expenditures & reimbursement reported in School Unrestricted Fund. | - | (220,090) | - | (220,090) | - | - | - | - | - |
| Miscellaneous variances between UCOA & FS | - | - | - | - | - | - | - | - | - |
| Rounding | - | 1 | 3 | 1 | (4) | (1) | - | (1) | (5) |
| Totals Per MTP2 | <u>\$ 139,957,330</u> | <u>\$ 1,716,085</u> | <u>\$ 139,710,751</u> | <u>\$ 1,716,085</u> | <u>\$ 246,580</u> | <u>\$ 2,404,444</u> | <u>\$ -</u> | <u>\$ 2,404,444</u> | <u>\$ 2,651,024</u> |
| <u>Reconciliation from MTP2 to UCOA</u> | | | | | | | | | |
| No reconciling items between MTP2 and UCOA | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Totals per UCOA Validated Totals Report | <u>\$ 139,957,330</u> | <u>-</u> | <u>\$ 139,710,751</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |

¹ and Net Position if Enterprise Fund activity is included in the transparency portal report.

Notes to Supplementary Information – *Annual Supplemental Transparency Report (MTP2)*

NOTE 1. Basis of Presentation

The *Annual Supplemental Transparency Report (MTP2)* is a supplemental schedule required by the State of Rhode Island General Laws 45-12-22.2 and 44-35-10. This supplementary schedule included within the audit report is part of a broader project to create a municipal transparency portal (MTP) website to host municipal financial information in a centralized location.

The format of the *Annual Supplemental Transparency Report (MTP2)* was prescribed by the State Department of Revenue (Division of Municipal Finance), Office of the Auditor General, and the Department of Education.

NOTE 2. Reportable Government Services

Data consistency and comparability are among the key objectives of the State's Municipal Transparency portal. Consistent with that goal, the State has defined "reportable government services", RGS, to include those operational revenues, expenditures, and transfers related to activities which are essential to the achievement of municipal operations. The determination of RGS may be different from the activities included within the legally adopted budget of the municipality. In practice, some communities report certain RGS in separate funds (e.g., special revenue funds, enterprise funds) rather than the municipality's general fund. The *Annual Supplemental Transparency Report (MTP2)* includes a reconciliation to the fund level statements.

NOTE 3. Allocations

The State reporting requires expenditures to be reported by departments, as defined by the State. Some of the departmental groupings are not consistent with the departments reflected in the City's (or Town's) budget and accounting system. To report these costs, the City (or Town) made allocations of costs to the State's departmental groupings based on a reasonable basis.

NOTE 4. Employee Groups - Compensation and Benefit Costs

Compensation includes salaries, longevity, stipends, clothing allowance/maintenance, shift differential, out-of-rank, holiday pay and bonuses.

For Public Safety departments (i.e., police, fire, and centralized dispatch) and the Education Department, compensation and most benefits costs are reported in the following employee groupings:

Group A: This group consists of employees who serve the primary function of the department.

- Police Department - police officers (e.g., uniform personnel - including, leadership positions)
- Fire Department - fire fighters (e.g., uniform personnel - including, leadership positions)
- Centralized Dispatch Department - civilian dispatchers only
- Education Department - professional staff providing direct services to students
- For the remaining departments - all employees' compensation and benefits are reported under Group A

Group B: For Police and Fire Departments, compensation and benefits paid to its administrative employees and civilian dispatch employees are reported under Group B. The Education Department reports compensation and benefits paid to executive/mid-level educational administration employees under Group B.

Group C: This group is only used for the Education Department and it includes administrative and support staff.

Other post-employment benefits (OPEB) are not reported by employee groups on the MTP2. They are reported in total as either (1) contributions to a qualified OPEB trust or (2) the amount paid for medical and dental insurance for retirees when an OPEB trust fund has not been established. The detail employee group information for the Education Department can be found on the State's Municipal Transparency portal website.

NOTE 5. Education Revenue and Expenditures

The revenues and expenditures presented on the MTP2 under the Education Department is consistent with existing Uniform Chart of Accounts (UCOA) guidelines. Each MTP account code has been mapped to the corresponding UCOA code or group of UCOA codes to facilitate the preparation of the MTP reporting.

Additional guidance and definitions regarding the State's Municipal Transparency Portal can be found on the State Division of Municipal Finance website: <http://www.municipalfinance.ri.gov/>.



Statistical Section

**CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2018**

| <u>Year</u> | <u>Property Taxes Receivable July 1, 2017</u> | <u>Current Year Assessment</u> | <u>Transfers Addendums (Net)</u> | <u>Abatements and Adjustments</u> | <u>Amount to be Collected</u> | <u>Collections Net of Refunds</u> | <u>Property Taxes Receivable June 30, 2018</u> | | | | | | | |
|-------------|-----------------------------------------------------------|----------------------------------------|------------------------------------------|-------------------------------------------|---------------------------------------|-------------------------------------------|------------------------------------------------------------|------------------|----|--------------------|----|--------------------|----|------------------|
| 2017 | \$ | \$ 105,819,759 | \$ - | \$ 661,891 | \$ 105,157,868 | \$ 102,377,668 | \$ 2,780,200 | | | | | | | |
| 2016 | | 3,084,122 | | 29,289 | 3,054,833 | 2,043,566 | 1,011,267 | | | | | | | |
| 2015 | | 1,056,056 | | 27,335 | 1,028,721 | 300,644 | 728,077 | | | | | | | |
| 2014 | | 802,702 | | 7,299 | 795,403 | 117,549 | 677,854 | | | | | | | |
| 2013 | | 824,566 | | 4,374 | 820,192 | 48,519 | 771,673 | | | | | | | |
| 2012 | | 828,036 | | 7,505 | 820,531 | 28,819 | 791,712 | | | | | | | |
| 2011 | | 792,476 | | 4,606 | 787,870 | 28,389 | 759,481 | | | | | | | |
| 2010 | | 505,327 | | 2,892 | 502,435 | 11,442 | 490,993 | | | | | | | |
| 2009 | | 328,411 | | 2,687 | 325,724 | 6,375 | 319,349 | | | | | | | |
| 2008 | | 358,161 | | 3,123 | 355,038 | 10,102 | 344,936 | | | | | | | |
| 2007 | | 335,438 | | 305,300 | 30,138 | 10,715 | 19,423 | | | | | | | |
| Subtotal | \$ | <u>8,915,295</u> | \$ | <u>105,819,759</u> | \$ | <u>-</u> | \$ | <u>1,056,301</u> | \$ | <u>113,678,753</u> | \$ | <u>104,983,788</u> | \$ | <u>8,694,965</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018**

Collections

| Year | July - August 2017 Collections Subject to 60-Day FY17 Accrual | September - June 2018 Collections | Total FY 2018 Collections | July - August 2018 Collections Subject to 60-Day FY18 Accrual |
|-------------|------------------------------------------------------------------------------------------|--------------------------------------------------|--------------------------------------|------------------------------------------------------------------------------------------|
| 2017 | \$ | \$ 102,377,668 | \$ 102,377,668 | \$ 580,660 |
| 2016 | 588,772 | 1,454,794 | 2,043,566 | 94,287 |
| 2015 | 33,945 | 266,699 | 300,644 | 45,215 |
| 2014 | 15,839 | 101,710 | 117,549 | 41,426 |
| 2013 | 11,111 | 37,408 | 48,519 | 36,170 |
| 2012 | 4,410 | 24,409 | 28,819 | 35,429 |
| 2011 | 4,593 | 23,796 | 28,389 | 35,740 |
| 2010 | 1,348 | 10,094 | 11,442 | 3,591 |
| 2009 | 412 | 5,963 | 6,375 | 893 |
| 2008 | 2,613 | 7,489 | 10,102 | 199 |
| 2007 | 3,459 | 7,256 | 10,715 | 8 |
| Total | \$ <u>666,502</u> | \$ <u>104,317,286</u> | \$ <u>104,983,788</u> | \$ <u>873,618</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018**

| Schedule of Net Assessed Property Value by Category | | | Reconciliation of Current Year Property Tax Revenue | |
|------------------------------------------------------------|--------------------------------|------------------------------|----------------------------------------------------------------------------|------------------------------|
| Assessed December 31, 2016 | | | | |
| Description of Property | Valuations | Levy | | |
| Real property | \$ 3,340,643,850 | \$ 85,819,113 | Current year collections | \$ 104,983,788 |
| Motor vehicle | 257,580,307 | 13,423,130 | Revenue received 60 days subsequent to fiscal year ending June 30, 2017 | <u>873,618</u> |
| Tangible property | <u>152,549,890</u> | <u>6,577,516</u> | Subtotal | 105,857,406 |
| Total | 3,750,774,047 | 105,819,759 | Prior year revenue received in current year (2016 60 day rule) | <u>(666,502)</u> |
| Exemptions and adjustments | <u>151,075,203</u> | | Current Year Property Tax Revenue | \$ <u><u>105,190,904</u></u> |
| Net Assessed Value | \$ <u><u>3,599,698,844</u></u> | \$ <u><u>105,819,759</u></u> | | |

**CITY OF PAWTUCKET, RHODE ISLAND
LONG-TERM DEBT - GOVERNMENTAL AND BUSINESS ACTIVITY**

| | <u>Date of Issuance</u> | <u>Interest Rate</u> | <u>Maturity Date</u> | <u>Authorized</u> | <u>Balance Outstanding July 1, 2017</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance Outstanding June 30, 2018</u> | <u>Interest Paid</u> |
|------------------------------------------------------------------|-------------------------|----------------------|----------------------|-----------------------|-----------------------------------------|----------------------|----------------------|------------------------------------------|----------------------|
| GOVERNMENTAL ACTIVITY | | | | | | | | | |
| School & Public Improvement Bond (Refunded City Portion 11/2014) | 7/1/2005 | 3.25%- 5% | 7/1/2025 | \$ 13,300,000 | \$ 235,000 | \$ - | \$ 235,000 | \$ - | \$ 4,700 |
| School & Public Improvement Bond | 7/1/2009 | 2%- 4.75% | 7/15/2029 | 8,200,000 | 6,025,000 | - | 350,000 | 5,675,000 | 266,600 |
| School & Public Improvement Bond | 6/15/2009 | 2.5%- 6.25% | 4/1/2029 | 6,000,000 | 535,000 | - | 260,000 | 275,000 | 25,375 |
| School & Public Improvement Bond | 4/14/2010 | 336% | 7/1/2018 | 7,593,349 | 1,870,538 | - | 915,860 | 954,678 | 47,419 |
| Cemetery Perpetual Care Loan | 6/23/2011 | 0% | 7/23/2021 | 400,000 | 150,000 | - | 40,000 | 110,000 | |
| School Improvement Bond Refunded 2001 | 12/5/2013 | 3.14% | 12/5/2021 | 2,115,000 | 1,265,000 | - | 270,000 | 995,000 | 37,656 |
| Road Improvement Bond (RICWFA) | 9/3/2014 | 0.64% - 2.97% | 9/3/2035 | 3,500,000 | 3,222,000 | - | 142,000 | 3,080,000 | 95,256 |
| Public Improvement Bond Refunded 2001 & 2005 | 11/19/2014 | 2% - 5% | 11/19/2021 | 7,571,748 | 6,447,243 | - | 778,228 | 5,669,015 | 211,793 |
| Public Improvement Bond | 11/21/2014 | 2%- 5% | 11/21/2035 | 6,000,000 | 5,585,000 | - | 220,000 | 5,365,000 | 235,650 |
| School Improvement Bond(RIHEBC) | 11/21/2014 | 2%-4% | 11/21/2034 | 8,000,000 | 7,170,000 | - | 320,000 | 6,850,000 | 249,869 |
| Road Improvement Bond (RICWFA) | 5/28/2015 | 0.66%- 2.93% | 5/28/2035 | 5,000,000 | 4,789,000 | - | 213,000 | 4,576,000 | 136,472 |
| Road Improvement Bond (RICWFA) | 4/19/2016 | 0.60%- 2.57% | 9/1/2035 | 3,000,000 | 3,000,000 | - | 131,000 | 2,869,000 | 71,985 |
| RII3EBC SBA Loan | 6/29/2016 | 0.0192% | 6/1/2026 | 352,000 | 316,800 | - | 35,200 | 281,600 | 6,083 |
| Energy Efficiency Bond | 7/5/2016 | 1.27 - 2.56% | 9/1/2027 | 3,915,000 | 3,915,000 | - | - | 3,915,000 | 52,991 |
| Road Improvement Bond (RICWFA) | 5/15/2017 | .76 - 2.53% | 9/1/2036 | 3,000,000 | 3,000,000 | - | - | 3,000,000 | 13,145 |
| School Improvement Bond (RII-BC) | 6/13/2017 | 3.0 - 5.0% | 4/1/2037 | 23,615,000 | 23,615,000 | - | 695,000 | 22,920,000 | 913,957 |
| School Improvement Bond (RIHEBC) | 6/13/2018 | 3.27 - 3.51% | 5/15/2038 | 18,690,000 | - | 18,690,000 | - | 18,690,000 | |
| Road Improvement Bond (RIIB) | 6/20/2018 | .10 - 2.63% | 9/1/2037 | 2,000,000 | - | 2,000,000 | - | 2,000,000 | |
| Total general obligation bonds | | | | <u>101,562,097</u> | <u>71,140,581</u> | <u>20,690,000</u> | <u>4,605,288</u> | <u>87,225,293</u> | <u>2,368,951</u> |
| Bond Premiums | | | | N/A | 3,284,016 | 1,077,732 | 80,552 | 4,281,196 | - |
| Capital Leases | | | | N/A | 5,896,424 | 3,376,000 | 1,604,492 | 7,667,932 | 249,862 |
| Total Bond Premium and Capital Leases | | | | - | <u>9,180,440</u> | <u>4,453,732</u> | <u>1,685,044</u> | <u>11,949,128</u> | <u>249,862</u> |
| Total Governmental Activities Long-term obligations | | | | <u>101,562,097</u> | <u>80,321,021</u> | <u>25,143,732</u> | <u>6,290,332</u> | <u>99,174,421</u> | <u>2,618,813</u> |
| Accrued Expenses | | | | | | | | | |
| Compensated absences | | | | | 7,667,345 | 199,818 | | 7,867,163 | N/A |
| Net OPEB Liability | | | | | 342,162,158 | 6,456,754 | | 348,618,912 | N/A |
| Pension Liability | | | | | 2,379,232 | | 58,641 | 2,320,591 | N/A |
| Net Pension Liability | | | | | 282,971,134 | 5,640,633 | 3,917,827 | 284,693,940 | N/A |
| | | | | | <u>635,179,869</u> | <u>12,297,205</u> | <u>3,976,468</u> | <u>643,500,606</u> | <u>-</u> |
| Total General Long-Term Obligations | | | | \$ <u>101,562,097</u> | \$ <u>715,500,890</u> | \$ <u>37,440,937</u> | \$ <u>10,266,800</u> | \$ <u>742,675,027</u> | \$ <u>2,618,813</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
LONG-TERM DEBT - GOVERNMENTAL AND BUSINESS ACTIVITY (CONTINUED)**

| | <u>Date of Issuance</u> | <u>Interest Rate</u> | <u>Maturity Date</u> | <u>Authorized</u> | <u>Balance Outstanding June 30, 2017</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance Outstanding June 30, 2018</u> | <u>Interest Paid</u> |
|--------------------------------------------------------|-------------------------|----------------------|----------------------|-----------------------|------------------------------------------|-------------------|---------------------|------------------------------------------|----------------------|
| BUSINESS ACTIVITY | | | | | | | | | |
| Water System Improvement Bond Refunded 2001 | 11/19/2014 | 2%-5% | 11/19/2021 | \$ 385,000 | \$ 77,757 | \$ - | \$ 16,772 | \$ 60,985 | \$ 2,532 |
| Water System Improvement Bond | 4/14/2010 | 3.36% | 7/1/2018 | 336,651 | 83,128 | - | 41,473 | 41,655 | 2,141 |
| RI Clean Water Financing Agency Bonds 2004A | 3/11/2004 | 2.0% 5.0% | 9/1/2024 | 41,875,000 | 21,486,000 | - | 2,388,000 | 19,098,000 | 602,088 |
| RI Clean Water Financing Agency Bonds 2005A | 3/23/2005 | 2.0% 5.0% | 9/1/2027 | 31,909,000 | 20,091,000 | - | 1,526,000 | 18,565,000 | 606,290 |
| RI Clean Water Financing Agency Bonds 2009A | 11/19/2009 | .86% 4.72% | 9/1/2030 | 5,935,000 | 4,546,000 | - | 254,000 | 4,292,000 | 113,871 |
| RI Clean Water Financing Agency Bonds 2012 Direct Loan | 11/4/2011 | 1.12% 3.71% | 9/1/2031 | 7,485,000 | 5,996,000 | - | 315,000 | 5,681,000 | 187,717 |
| RI Clean Water Financing Agency Bonds 2012A | 6/14/2012 | .53%-3.33% | 9/1/2032 | 1,955,000 | 1,639,000 | - | 82,000 | 1,557,000 | 43,098 |
| RI Clean Water Financing Agency Bonds 2013A | 5/14/2013 | .37% 2.83% | 9/1/2034 | 8,645,000 | 7,942,000 | - | 357,000 | 7,585,000 | 175,351 |
| RI Infrastructure Bank Bonds 2015A | 8/6/2015 | .77% 3.24% | 9/1/2034 | 5,907,000 | 5,905,000 | - | 264,000 | 5,641,000 | 116,910 |
| RI Infrastructure Bank Bonds 2016A | 1/27/2016 | .40% 2.80% | 9/1/2035 | 4,718,000 | 4,717,000 | - | 203,000 | 4,514,000 | 1,012,156 |
| RI Infrastructure Bank Bonds 2015B | 12/18/2015 | 3.50% 5.00% | 9/1/2035 | 24,265,000 | 24,265,000 | - | - | 24,265,000 | 92,107 |
| Total general obligation bonds | | | | <u>133,415,651</u> | <u>96,747,885</u> | <u>-</u> | <u>5,447,245</u> | <u>91,300,640</u> | <u>2,954,262</u> |
| Bond Premiums | | | | N/A | 1,237,600 | | 66,524 | 1,171,076 | 399,475 |
| Less undrawn loan process held by the state | | | | N/A | (4,396,513) | | (2,567,626) | (1,828,887) | |
| Total Bond Premium and Capital Leases | | | | <u>-</u> | <u>(3,158,913)</u> | <u>-</u> | <u>(2,501,102)</u> | <u>(657,811)</u> | <u>399,475</u> |
| Total Governmental Activities Long-term obligations | | | | <u>133,415,651</u> | <u>93,588,972</u> | <u>-</u> | <u>2,946,143</u> | <u>90,642,829</u> | <u>3,353,737</u> |
| Accrued Expenses | | | | | | | | | |
| Compensated absences | | | | | 729,390 | 53,553 | | 782,943 | N/A |
| Net OPEB Liability | | | | | 5,292,411 | | 1,008 | 5,291,403 | N/A |
| Net Pension Liability | | | | | 4,106,539 | 381,048 | | 4,487,587 | N/A |
| | | | | | <u>10,128,340</u> | <u>434,601</u> | <u>1,008</u> | <u>10,561,933</u> | <u>-</u> |
| Total General Long-Term Obligations | | | | <u>\$ 133,415,651</u> | <u>\$ 103,717,312</u> | <u>\$ 434,601</u> | <u>\$ 2,947,151</u> | <u>\$ 101,204,762</u> | <u>\$ 3,353,737</u> |

(Continued on next page)

**CITY OF PAWTUCKET, RHODE ISLAND
LONG-TERM DEBT - GOVERNMENTAL AND BUSINESS ACTIVITY (CONTINUED)**

| | <u>Authorized</u> | <u>Balance Outstanding June 30, 2017</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance Outstanding June 30, 2018</u> | <u>Interest Paid</u> |
|------------------------------------------------------|-----------------------|--------------------------------------------------|----------------------|----------------------|--------------------------------------------------|--------------------------|
| Bonds, Notes, Bond Premiums and Capital Leases | | | | | | |
| Governmental Activities Long-term Obligations | \$ 101,562,097 | \$ 715,500,890 | \$ 37,440,937 | \$ 10,266,800 | \$ 742,675,027 | \$ 2,618,813 |
| Business-Type Activities Long-term Obligations | 133,415,651 | 103,717,312 | 434,601 | 2,947,151 | 101,204,762 | 3,353,737 |
| Total Bonds, Notes, Bond Premiums and Capital Leases | <u>234,977,748</u> | <u>819,218,202</u> | <u>37,875,538</u> | <u>13,213,951</u> | <u>843,879,789</u> | <u>5,972,550</u> |
| Accrued Expenses: | | | | | | |
| Compensated absences | | 8,396,735 | 253,371 | - | 8,650,106 | N/A |
| Net OPEB Liability | | 347,454,569 | 6,456,754 | 1,008 | 353,910,315 | N/A |
| Pension Liability | | 2,379,232 | - | 58,641 | 2,320,591 | N/A |
| Net Pension Liability | | <u>287,077,673</u> | <u>6,021,681</u> | <u>3,917,827</u> | <u>289,181,527</u> | <u>N/A</u> |
| | | <u>645,308,209</u> | <u>12,731,806</u> | <u>3,977,476</u> | <u>654,062,539</u> | <u>-</u> |
| Total General Long-Term Obligations | <u>\$ 234,977,748</u> | <u>\$ 1,464,526,411</u> | <u>\$ 50,607,344</u> | <u>\$ 17,191,427</u> | <u>\$ 1,497,942,328</u> | <u>\$ 5,972,550</u> |

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY - GOVERNMENT ACTIVITIES

| <u>Fiscal Year Ended June 30,</u> | <u>Percentage to Maturity</u> | <u>Principal</u> | <u>Interest</u> | <u>Total Debt Service</u> |
|---------------------------------------|-----------------------------------|----------------------|----------------------|-------------------------------|
| 2019 | 5.89% | \$ 5,133,493 | \$ 3,082,696 | \$ 8,216,189 |
| 2020 | 5.69% | 4,962,200 | 3,041,354 | 8,003,554 |
| 2021 | 5.86% | 5,112,200 | 2,866,861 | 7,979,061 |
| 2022 | 6.04% | 5,267,200 | 2,681,392 | 7,948,592 |
| 2023 | 5.66% | 4,940,200 | 2,486,335 | 7,426,535 |
| 2024 | 5.88% | 5,130,200 | 2,295,233 | 7,425,433 |
| 2025 | 6.12% | 5,340,200 | 2,097,532 | 7,437,732 |
| 2026 | 6.36% | 5,548,200 | 1,883,991 | 7,432,191 |
| 2027 | 5.31% | 4,633,000 | 1,670,230 | 6,303,230 |
| 2028 | 5.54% | 4,831,000 | 1,476,890 | 6,307,890 |
| 2029 | 5.27% | 4,601,000 | 1,280,820 | 5,881,820 |
| 2030 | 4.94% | 4,312,000 | 1,109,792 | 5,421,792 |
| 2031 | 4.39% | 3,832,000 | 975,333 | 4,807,333 |
| 2032 | 4.55% | 3,970,000 | 838,461 | 4,808,461 |
| 2033 | 4.72% | 4,121,000 | 685,377 | 4,806,377 |
| 2034 | 4.92% | 4,289,000 | 522,643 | 4,811,643 |
| 2035 | 4.44% | 3,874,000 | 373,348 | 4,247,348 |
| 2036 | 3.40% | 2,962,000 | 247,765 | 3,209,765 |
| 2037 | 3.28% | 2,863,000 | 144,371 | 3,007,371 |
| 2038 | 1.74% | 1,504,000 | 50,047 | 1,554,047 |
| | | <u>\$ 87,225,893</u> | <u>\$ 29,810,470</u> | <u>\$ 117,036,363</u> |

CITY OF PAWTUCKET, RHODE ISLAND
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY - BUSINESS-TYPE ACTIVITIES

| <u>Fiscal Year Ended June 30,</u> | <u>Percentage to Maturity</u> | <u>Principal</u> | <u>Interest</u> | <u>Total Debt Service</u> |
|---------------------------------------|-----------------------------------|----------------------|----------------------|-------------------------------|
| 2019 | 6.14% | \$ 5,606,649 | \$ 2,954,414 | \$ 8,561,063 |
| 2020 | 6.28% | 5,733,328 | 2,834,213 | 8,567,541 |
| 2021 | 6.48% | 5,912,329 | 2,660,949 | 8,573,278 |
| 2022 | 6.66% | 6,082,000 | 2,476,578 | 8,558,578 |
| 2023 | 6.88% | 6,282,000 | 2,280,741 | 8,562,741 |
| 2024 | 7.12% | 6,499,000 | 2,073,195 | 8,572,195 |
| 2025 | 7.36% | 6,724,000 | 1,853,750 | 8,577,750 |
| 2026 | 6.12% | 5,590,000 | 1,636,018 | 7,226,018 |
| 2027 | 6.36% | 5,811,000 | 1,420,643 | 7,231,643 |
| 2028 | 6.63% | 6,054,000 | 1,193,802 | 7,247,802 |
| 2029 | 4.43% | 4,042,000 | 998,468 | 5,040,468 |
| 2030 | 4.61% | 4,211,000 | 852,273 | 5,063,273 |
| 2031 | 4.78% | 4,361,000 | 712,936 | 5,073,936 |
| 2032 | 4.50% | 4,104,000 | 571,156 | 4,675,156 |
| 2033 | 4.08% | 3,722,000 | 438,818 | 4,160,818 |
| 2034 | 4.08% | 3,724,000 | 312,164 | 4,036,164 |
| 2035 | 4.22% | 3,857,000 | 181,652 | 4,038,652 |
| 2036 | 3.27% | 2,984,000 | 57,584 | 3,041,584 |
| | | <u>\$ 91,299,306</u> | <u>\$ 25,509,354</u> | <u>\$ 116,808,660</u> |

**CITY OF PAWTUCKET, RHODE ISLAND
COMPUTATION OF LEGAL DEBT MARGIN**

| | |
|------------------------------------------------|-------------------------|
| Gross assessed value | \$ 3,750,774,047 |
| Less exempt property | <u>151,075,203</u> |
| Total Taxable Assessed Value | <u>\$ 3,599,698,844</u> |
| Debt limit - 3 percent of total assessed value | \$ 107,990,965 |
| Amount of debt applicable to debt limit: | |
| Total bonded debt | <u>(3,361,600)</u> |
| Legal Debt Margin | <u>\$ 104,629,365</u> |