
TOWN OF COVENTRY

***ANNUAL
FINANCIAL REPORT***

***FOR THE FISCAL YEAR ENDED
JUNE 30, 2015***

***Robert Thibeault
FINANCE DIRECTOR***

Prepared by: Finance Department

COVENTRY, RHODE ISLAND

**TOWN OF COVENTRY, RHODE ISLAND
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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(concluded)

INTRODUCTORY SECTION

This Section Contains the Following Subsections:

List of Town Officials

TOWN OF COVENTRY, RHODE ISLAND

As of June 30, 2015

TOWN COUNCIL

Glenford Shibley – President
Karen M. Carlson – Vice President
Gregory Laboissonniere
Tammy J. Duxbury
Kerry L. McGee

TOWN MANAGER

Thomas R. Hoover

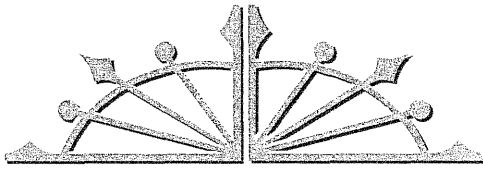
FINANCE DIRECTOR

Robert Thibeault

FINANCIAL SECTION

This Section Contains the Following Subsections:

Independent Auditor's Report
Management's Discussion and Analysis
Basic Financial Statements
Required Supplementary Information
Supplementary Information



BAXTER DANSEREAU & ASSOCIATES, LLP
Accounting, Consulting & Tax Services

Partners
William J. Baxter, Jr., CPA
Paul L. Dansereau, CPA

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Town Council
Town of Coventry
Coventry, Rhode Island

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the Town of Coventry, Rhode Island (Town) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Town'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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 auditor's 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 auditor considers 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, each major fund and the aggregate remaining fund information of the Town of Coventry, Rhode Island as of June 30, 2015, and the respective changes in financial position thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-13 and 83-89 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, who 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

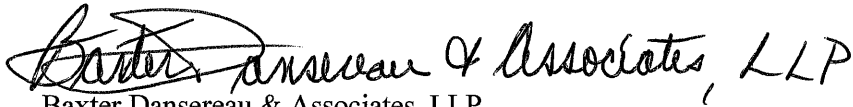
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Coventry, Rhode Island's basic financial statements. The introductory section, combining nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information and the schedule of expenditures of federal awards 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 nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information and the schedule of expenditures of federal awards 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 29, 2016, on our consideration of the Town of Coventry, 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 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 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 Town of Coventry, Rhode Island's internal control over financial reporting and compliance.



Baxter Dansereau & Associates, LLP
West Warwick, Rhode Island
January 29, 2016

Management's Discussion and Analysis

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

Our discussion and analysis of the Town of Coventry, Rhode Island's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2015. The Town implemented the Government Accounting Standards Board (GASB) Statement No. 68 - Accounting and Financial Reporting for Pension – an amendment of GASB Statement No. 27 effective for the Town's fiscal year ending June 30, 2015. The implementation of this statement created substantial changes in the way the Town recognizes assets, deferred outflows, liabilities, deferred inflows and changes in its Net Position. Please see note 20 for an explanation and presentation of its impact to the prior fiscal year ended June 30, 2014.

Financial Highlights

- ❖ The net position of the Town's primary government increased by \$3,644,289 as a result of current year's operations. On a government-wide basis the liabilities of the Town of Coventry exceeded its assets at the close of the most recent fiscal year by \$99,293,910. The net position of the Town's business activities decreased by \$319,084 or 3.5%, and the net position of Governmental Activities increased by \$3,963,373 or 3.5% in the current period.
- ❖ The Town's Government-wide (governmental and business activities) operating expenses were \$100,372,497 a 5.0% decrease from the prior year, while revenues collected were \$104,016,786 a .53% decrease from the prior year. The large decrease in the operating expenses of the government-wide financial statements was mainly due to a substantial decrease in the Town's Net Pension Liability and increase in the Town's Net Pension Asset.
- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$24,168,149. Over 28% of this amount, \$6,835,922 is unassigned and available for use within the Town's specific designations and fiscal policies or subject to outside restrictions.
- ❖ At the end of the current fiscal year, the general fund unassigned fund balance was \$9,643,296 or 13.58% of the total general fund expenditures for the fiscal year. The current fiscal year's revenues and transfers in exceeded expenditures and transfers out by \$201,618. On a budgetary basis revenues exceeded expenditures and transfers by \$189,308.
- ❖ As noted above the Town implemented the Government Accounting Standards Board (GASB) Statement No. 68 - Accounting and Financial Reporting for Pension – an amendment of GASB Statement No. 27 effective for the Town's fiscal year ending June 30, 2015. In order to implement the Statement, the Town's June 30, 2014 net position has been restated to reflect the cumulative effect resulting from the implementation of GASB Statement No. 68. The restatement decreased the Town's net position by \$(92,853,072) to a cumulative deficit of \$(111,967,032) in the governmental activities of the primary government. Please refer to Note 20 for more information regarding the details of this restatement.

Debt Service

In the spring of 2015, the Town Council authorized the issue of \$15,860,000 in General Obligation Bonds and a Rhode Island Clean Water Finance Authority Road & Bridge Revolving Fund loan for the improvement and maintenance of roads & infrastructure, performance energy improvements, and the implementation of an automated collection program. The issues had been approved by voters in 2012 and 2014.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town'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.

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

Government-wide financial statements - are designed to provide readers with a broad overview of the Town'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 expenditures 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 Town's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference between these items reported as net position. Over time, increases or decreases in the Town's net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The *Statement of Activities* presents information which shows how the Town's net position changed during the fiscal year. All changes in the Town's 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.

Both of the government-wide financial statements distinguish functions of the Town, 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 Town's governmental activities include general government, public safety, education, public works, community and economic development services, health and human services, cultural and recreational services and interest on long-term debt. The Town's business activities include the Sewer Fund.

The government wide financial statements are reported on pages 14 through 15.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

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 Town, 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 Town 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.

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 Town maintains various 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 the General Fund, School Special Revenue Unrestricted Fund and Coventry Landfill 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.

Proprietary Funds - The Town's proprietary fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The Town has one enterprise fund. The Coventry Sewer Fund, which accounts for the Town's sewer system.

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 Coventry Sewer Fund since it is considered to be a major fund of the Town.

The basic proprietary fund financial statements are presented on pages 19 through 21.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

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 Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 22 and 23.

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 24 through 82.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the Town's operations. Required Supplementary information is presented on pages 83 through 95.

The combining statements referred to earlier in connection with non-major governmental funds, are presented on pages 96 through 131.

Government-wide Financial Analysis

Analysis of the Town of Coventry's Net Position

As noted earlier, the Town's 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 Town of Coventry, governmental activities liabilities exceeded assets by \$108,003,659 as of June 30, 2015. The cumulative deficit in the governmental activities net position decreased by \$3,963,373 from current year activity.

As noted above the Town implemented the Government Accounting Standards Board (GASB) Statement No. 68 - Accounting and Financial Reporting for Pension – an amendment of GASB Statement No. 27 effective for the Town's fiscal year ending June 30, 2015. In order to implement the Statement, the Town's June 30, 2014 net position has been restated to reflect the cumulative effect resulting from the implementation of GASB Statement No. 68. The restatement decreased the Town's net position by \$(92,853,072) to a cumulative deficit of \$(111,967,032) in the governmental activities of the primary government. Please refer to Note 20 for more information regarding the details of this restatement.

Listed on the following page is a comparison of the current and prior fiscal years.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

Town of Coventry
Net Position

	<i>June 30, 2015</i>			<i>June 30, 2014</i>		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
Current and Other Assets	\$ 44,541,264	\$ 13,102,638	\$ 57,643,902	\$ 24,840,607	\$ 14,434,693	\$ 39,275,300
Capital assets	39,686,867	24,220,700	63,907,567	39,345,663	24,194,900	63,540,563
Total Assets	<u>84,228,131</u>	<u>37,323,338</u>	<u>121,551,469</u>	<u>64,186,270</u>	<u>38,629,593</u>	<u>102,815,863</u>
Deferred outflows of resources	5,502,059	-	5,502,059	-	-	-
Other Liabilities	9,393,035	610,421	10,003,456	10,718,275	7,869,635	18,587,910
Long-Term Liabilities	179,603,495	20,556,311	200,159,806	72,581,955	21,449,117	94,031,072
Total Liabilities	<u>188,996,530</u>	<u>21,166,732</u>	<u>210,163,262</u>	<u>83,300,230</u>	<u>29,318,752</u>	<u>112,618,982</u>
Deferred inflows of resources	8,737,319	7,446,857	16,184,176	-	-	-
Net Position:						
Net investment in capital assets	12,193,512	4,788,201	16,981,713	11,954,418	5,020,366	16,974,784
Restricted for:						
Education programs	780,145	-	780,145	585,965	-	585,965
Public safety programs	205,351	-	205,351	180,043	-	180,043
Culture and recreation	37,917	-	37,917	105,921	-	105,921
Health & human services	87,977	-	87,977	145,068	-	145,068
Unrestricted	<u>(121,308,561)</u>	<u>3,921,548</u>	<u>(117,387,013)</u>	<u>(32,085,375)</u>	<u>4,290,475</u>	<u>(27,794,900)</u>
Total Net Position	<u>\$ (108,003,659)</u>	<u>\$ 8,709,749</u>	<u>\$ (99,293,910)</u>	<u>\$ (19,113,960)</u>	<u>\$ 9,310,841</u>	<u>\$ (9,803,119)</u>

The largest portion of the Town's Governmental net position, \$12,193,512 consists of its 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 Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's 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.

The remaining balance of the Town's unrestricted net position may be used to meet the government's ongoing obligations to its citizens and creditors. The unrestricted net position for governmental activities reported a \$121,308,561 deficit while the business-type activities reported a \$3,921,548 positive balance.

As of June 30, 2015 the Town of Coventry reports positive balances in the net investment in capital assets category.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

Analysis of the Town of Coventry's Operations

The following analysis provides a summary of the Town's operations for the year ended June 30, 2015. The Town first implemented GASB Statement 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments for the fiscal year June 30, 2003. Prior year comparative data is available and is presented in the following schedules. Governmental activities increased the Town's net position by \$3,963,373 for the current period accounting for a 3.5% decrease in the Town's governmental net position, while business-type activities decreased the Town's net position by \$319,084 or 3.5% for the current period. Overall the Town's increase in net position was \$3,644,289 for current year's activity.

The following page presents the Changes in Net Position for the current year's activity.

Town of Coventry
Changes in Net Position

	June 30, 2015			June 30, 2014		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
Revenues						
Program revenues						
Charges for services	\$ 4,607,169	\$ 2,416,537	\$ 7,023,706	\$ 4,808,323	\$ 2,215,470	\$ 7,023,793
Federal/State grants	29,709,694	-	29,709,694	30,823,180	-	30,823,180
General Revenues						
Property taxes	66,435,611	-	66,435,611	65,327,518	-	65,327,518
Investment earnings	115,464	1,490	116,954	477,234	1,593	478,827
Miscellaneous	730,821	-	730,821	916,492	-	916,492
Total revenues	<u>101,598,759</u>	<u>2,418,027</u>	<u>104,016,786</u>	<u>102,352,747</u>	<u>2,217,063</u>	<u>104,569,810</u>
Expenses						
General government	5,764,859	-	5,764,859	6,782,308	-	6,782,308
Public safety	11,222,403	-	11,222,403	11,510,038	-	11,510,038
Education	67,204,294	-	67,204,294	74,237,181	-	74,237,181
Public works	8,777,167	-	8,777,167	5,967,325	-	5,967,325
Community and economic development	415,063	-	415,063	317,526	-	317,526
Health and human services	1,204,694	-	1,204,694	1,153,137	-	1,153,137
Culture and recreation	2,176,723	-	2,176,723	2,257,100	-	2,257,100
Interest on long-term debt	870,183	-	870,183	813,936	-	813,936
Sewer Fund Expenses	-	2,737,111	2,737,111	-	2,645,516	2,645,516
Total expenses	<u>97,635,386</u>	<u>2,737,111</u>	<u>100,372,497</u>	<u>103,038,551</u>	<u>2,645,516</u>	<u>105,684,067</u>
Change in net position	3,963,373	(319,084)	3,644,289	(685,804)	(428,453)	(1,114,257)
Net position - beginning restated	(111,967,032)	9,028,833	(102,938,199)	(17,089,192)	9,805,902	(7,283,290)
Prior period adjustments	-	-	-	(1,338,964)	(66,608)	(1,405,572)
Net position - beginning restated	(111,967,032)	9,028,833	(102,938,199)	(18,428,156)	9,739,294	(8,688,862)
Net position - ending	<u>\$ (108,003,659)</u>	<u>\$ 8,709,749</u>	<u>\$ (99,293,910)</u>	<u>\$ (19,113,960)</u>	<u>\$ 9,310,841</u>	<u>\$ (9,803,119)</u>

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

Financial Analysis of the Town of Coventry's Funds

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

As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$24,168,149. Over 28% of this amount, \$6,835,922 is unassigned and available for use within the Town's specific designations and fiscal policies.

TOWN OF COVENTRY, RHODE ISLAND
Fund Balance Categories

<i>Restricted for:</i>	
Educational programs	\$ 780,145
Public safety programs	205,351
Culture and recreation	37,917
Health & human services	87,977
<i>Committed for:</i>	
Public works programs	13,934,708
Use of budgeted surplus 2015	66,140
Public safety programs	2,802
Culture and recreation	2,217,187
<i>Unassigned:</i>	<u>6,835,922</u>
Total fund balances	<u><u>\$ 24,168,149</u></u>

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

The unrestricted net position of the Sewer Fund was \$3,921,548.

General Fund Budgetary Highlights

Revenues:

Total Revenues – were over budget by \$175,223.

General Property Taxes – were under budget by \$562,131 due to the lower than anticipated collection of Prior Real Estate Taxes, abatements, and bankruptcies.

Intergovernmental Revenue – were over budget by \$ 768,224 due to higher than anticipated State School Housing Aid and Municipal Incentive Aid.

Other Revenue – was under budget by \$102,145 primarily due to lower than anticipated collection of Miscellaneous Receipts.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

General Fund Budgetary Highlights – (continued)

Expenses:

Total Expenses – were under budget by \$189,085.

Legislative, Judicial & General Administration – was over budget by \$46,686 due to a higher than anticipated solicitor case load.

Public Safety – was under budget by \$155,559 mainly from military call-ups and retirements.

Parks and Recreation – was under budget by \$64,103 primarily due to lower than budgeted Payroll and Operating expenses.

The Town of Coventry's Capital Assets

The Town of Coventry's investment in capital assets for its governmental and business-type activities amounts to \$63,907,567 net of accumulated depreciation at June 30, 2015. Included are land, building and improvements, motor vehicles, furniture, machinery and equipment and infrastructure.

Additional information on the Town of Coventry's capital assets is located in Note 6 of the notes to the financial statements.

Town of Coventry
Capital Assets (Net of Accumulated Depreciation)

	June 30, 2015			June 30, 2014		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
Land	9,051,904	-	9,051,904	9,051,904	-	9,051,904
Construction in progress	4,977,232	1,732,768	6,710,000	3,439,567	1,157,382	4,596,949
Infrastructure	488,233	-	488,233	530,351	-	530,351
Buildings & Improvements	23,555,830	-	23,555,830	24,503,692	-	24,503,692
Machinery and equipment	253,943	-	253,943	168,340	-	168,340
Office equipment and furniture	415,889	-	415,889	516,786	-	516,786
Vehicles	943,836	-	943,836	1,135,023	-	1,135,023
Wastewater collection system	-	22,487,932	22,487,932	-	23,037,518	23,037,518
Total	39,686,867	24,220,700	63,907,567	39,345,663	24,194,900	63,540,563

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

The Town of Coventry's Debt Administration

At the end of the current fiscal year, the Town of Coventry's Governmental Activities had a total bonded debt of \$41,425,000. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the Town's long-term debt.

Town of Coventry
Outstanding Debt
General Obligation & Notes Payable

	<i>June 30, 2015</i>			<i>June 30, 2014</i>		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
Bonds Payable	41,425,000	-	41,425,000	28,399,000	-	28,399,000
Notes Payable	28,531	20,556,311	20,584,842	-	21,449,117	21,449,117
Totals	<u>41,453,531</u>	<u>20,556,311</u>	<u>62,009,842</u>	<u>28,399,000</u>	<u>21,449,117</u>	<u>49,848,117</u>

Additional information on the Town's long-term debt can be found in Note 9 of the Notes to the Financial Statements and on pages 151 and 152.

Economic Factors and Next Year's Budgets and Rates

The Town of Coventry's total budget for fiscal year 2016 amounts to \$97,282,155, which reflects an increase of \$3,592,627 over fiscal 2015's budget of \$93,689,528. Of the Town's 2016 budget, \$66,050,456, or 67.9% is budgeted for educational purposes, \$25,512,825 or 26.23% for municipal government, \$4,438,419 or 4.56% for debt service and \$1,280,455 or 1.31% for capital improvements and library resource sharing.

The State of Rhode Island is budgeted to contribute \$21,613,551 toward the Town's educational expenses for the fiscal year 2016. This is an increase of \$534,496 over the \$21,079,055 contributed by the State in the fiscal year 2015.

For fiscal 2016 the Town's residential and commercial property tax rates were \$20.825 and \$25.10, respectively, with 67.90% allocated for education, 27.26% for municipal government, 4.84% for debt service, capital improvements and library resource sharing. The Town's residential and commercial property tax rates for fiscal 2015 are \$20.395 and \$24.582, respectively, with 69.91% allocated for education, 26.46% for municipal government, 3.63% for debt service and capital improvements & library resource sharing.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2015
(Un-audited)

Request for Information

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the Town's finances and to show the Town's accountability for the tax dollars received. If you have questions about this report or need additional financial information, contact the Finance Director's Office, Town of Coventry, 1670 Flat River Road, Coventry RI 02816.

Robert Thibeault
Finance Director/Treasurer

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

TOWN OF COVENTRY
Statement of Net Position
June 30, 2015

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Current Assets:			
Cash and cash equivalents	\$ 28,582,220	\$ 17,397	\$ 28,599,617
Real estate and personal property tax receivable, net	2,658,416	-	2,658,416
Water and sewer use fees receivable, net	-	946,500	946,500
Due from federal and state government	1,822,238	2,856,580	4,678,818
Net pension asset	9,223,335	-	9,223,335
Prepaid expenses	506,968	-	506,968
Other receivables, net	1,748,087	-	1,748,087
Total current assets	44,541,264	3,820,477	48,361,741
Noncurrent assets:			
Sewer assessments receivable	-	7,529,712	7,529,712
Capital assets:			
Land	9,051,904	-	9,051,904
Construction in progress	4,977,232	1,732,768	6,710,000
Property, plant & equipment - net	25,657,731	22,487,932	48,145,663
Capital assets, net	39,686,867	24,220,700	63,907,567
Other assets, net	-	1,752,449	1,752,449
Total noncurrent assets	39,686,867	33,502,861	73,189,728
Total assets	84,228,131	37,323,338	121,551,469
Deferred outflow of resources	5,502,059	-	5,502,059
Liabilities:			
Accounts payable and accrued liabilities	7,802,023	247,548	8,049,571
Internal balances	(362,873)	362,873	-
Unearned revenues	1,037,664	-	1,037,664
Other	916,221	-	916,221
Total current liabilities	9,393,035	610,421	10,003,456
Long-term liabilities:			
Due within one year	4,020,000	1,120,463	5,140,463
Due in more than one year	175,583,495	19,435,848	195,019,343
Total noncurrent liabilities	179,603,495	20,556,311	200,159,806
Total liabilities	188,996,530	21,166,732	210,163,262
Deferred inflows of resources	8,737,319	7,446,857	16,184,176
Net Position:			
Net investment in capital assets	12,193,512	4,788,201	16,981,713
Restricted for:			
Education programs	780,145	-	780,145
Public safety programs	205,351	-	205,351
Culture and recreation	37,917	-	37,917
Health & human services	87,977	-	87,977
Unrestricted	(121,308,561)	3,921,548	(117,387,013)
Total net position	\$ (108,003,659)	\$ 8,709,749	\$ (99,293,910)

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Statement of Activities
For the Year Ended June 30, 2015

	<u>Program revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Primary Government Business-type Activities</u>	<u>Total</u>
<i>Functions/ Programs</i>						
<i>Governmental Activities:</i>						
Governmental activities:						
General government	\$ 5,764,859	\$ 663,962	\$ 3,217,794	\$ (1,883,103)		\$ (1,883,103)
Public safety	11,222,403	90,038	-	(11,132,365)		(11,132,365)
Education	67,204,294	2,272,488	26,391,787	(38,540,019)		(38,540,019)
Public works	8,777,167	152,650	-	(8,624,517)		(8,624,517)
Community and economic development	415,063	1,167,050	-	751,987		751,987
Health and human services	1,204,694	-	-	(1,204,694)		(1,204,694)
Culture and recreation	2,176,723	260,981	100,113	(1,815,629)		(1,815,629)
Interest on long-term debt	870,183	-	-	(870,183)		(870,183)
<i>Total governmental activities</i>	<u>97,635,386</u>	<u>4,607,169</u>	<u>29,709,694</u>	<u>(63,318,523)</u>		<u>(63,318,523)</u>
<i>Business type activities:</i>						
Sewer Fund	2,737,111	2,416,537	-	-	\$ (320,574)	(320,574)
<i>Total business-type activities</i>	<u>2,737,111</u>	<u>2,416,537</u>	<u>-</u>	<u>-</u>	<u>(320,574)</u>	<u>(320,574)</u>
<i>Total</i>	<u>\$ 100,372,497</u>	<u>\$ 7,023,706</u>	<u>\$ 29,709,694</u>	<u>(63,318,523)</u>	<u>(320,574)</u>	<u>(63,639,097)</u>
<i>General revenues:</i>						
Real estate and personal property taxes				66,435,611	-	66,435,611
Interest on property taxes				550,892	-	550,892
Investment earnings				115,464	1,490	116,954
Miscellaneous				179,929	-	179,929
<i>Total general revenues</i>				<u>67,281,896</u>	<u>1,490</u>	<u>67,283,386</u>
<i>Change in net position</i>				<u>3,963,373</u>	<u>(319,084)</u>	<u>3,644,289</u>
<i>Net position-beginning - restated see note 20</i>				<u>(111,967,032)</u>	<u>9,028,833</u>	<u>(102,938,199)</u>
<i>Net position-ending</i>				<u>\$ (108,003,659)</u>	<u>\$ 8,709,749</u>	<u>\$ (99,293,910)</u>

See auditor's report and accompanying notes to these financial statements

Fund Financial Statements

TOWN OF COVENTRY, RHODE ISLAND

**Balance Sheet
Governmental Funds
June 30, 2015**

	<i>General Fund</i>	<i>School Unrestricted Fund</i>	<i>Coventry Landfill Fund</i>	<i>Other Governmental Funds</i>	<i>Total Governmental Funds</i>
ASSETS					
Cash and cash equivalents	\$ 13,089,957	\$ 202,044	\$ -	\$ 15,290,219	\$ 28,582,220
Accounts receivable:					
Real estate and personal property taxes	2,658,416	-	-	-	2,658,416
Due from federal and state governments	-	15,926	-	1,806,312	1,822,238
Other receivables	1,318,165	367,120	-	62,802	1,748,087
Due from other funds	4,542,931	5,662,335	-	1,767,950	11,973,216
Prepays	-	468,781	-	-	468,781
Total assets	\$ 21,609,469	\$ 6,716,206	\$ -	\$ 18,927,283	\$ 47,252,958
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued expenditures	\$ 341,526	\$ 5,855,111	\$ 1,064	\$ 1,426,742	\$ 7,624,443
Due to other funds	6,699,004	653,538	548,205	3,696,694	11,597,441
Unearned revenues	-	-	-	328,675	328,675
Other liabilities	929,123	-	-	-	929,123
Total liabilities	7,969,653	6,508,649	549,269	5,452,111	20,479,682
DEFERRED INFLOWS OF RESOURCES					
Unavailable tax revenue	2,605,127	-	-	-	2,605,127
Fund balances:					
Restricted for:					
Educational programs	-	207,557	-	572,588	780,145
Public safety programs	-	-	-	205,351	205,351
Culture and recreation	-	-	-	37,917	37,917
Health & human services	-	-	-	87,977	87,977
Committed for:					
Public works programs	17,481	-	-	13,917,227	13,934,708
Use of budgeted surplus 2016	66,140	-	-	-	66,140
Public safety programs	2,802	-	-	-	2,802
Culture and recreation	1,304,970	-	-	912,217	2,217,187
Unassigned:	9,643,296	-	(549,269)	(2,258,105)	6,835,922
Total fund balances	11,034,689	207,557	(549,269)	13,475,172	24,168,149
Total liabilities, deferred inflows of resources and fund balances	\$ 21,609,469	\$ 6,716,206	\$ -	\$ 18,927,283	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. (Note 7)	39,481,907
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. (Note 7)	2,427,547
Some liabilities, including bonds payable, pension liabilities and deferred inflows and outflows of resources, are not due and payable in the current period and therefore are not reported in the funds. (Note 7)	(174,286,222)
Internal service fund equity balance (Note 7)	204,960
Net position of governmental activities	\$(108,003,659)

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2015

	<u>General Fund</u>	<u>School Unrestricted Fund</u>	<u>Coventry Landfill Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Real estate and personal property taxes	\$ 65,367,621	\$ -	\$ -	\$ -	\$ 65,367,621
Other taxes	909,426	-	-	-	909,426
Penalties and interest on taxes	550,892	-	-	-	550,892
Licenses, fees and permits	754,084	-	-	-	754,084
Investment income	82,671	-	-	32,793	115,464
Intergovernmental	2,309,057	21,748,517	-	6,349,387	30,406,961
Contributions and private grants	-	-	-	63,609	63,609
Charges for services	301,517	826,357	-	1,324,720	2,452,594
Miscellaneous	639,615	19,993	-	129,861	789,469
Total revenues	<u>70,914,883</u>	<u>22,594,867</u>	<u>-</u>	<u>7,900,370</u>	<u>101,410,120</u>
Expenditures					
Current:					
General government	5,003,241	-	-	155,508	5,158,749
Public safety	11,081,420	-	-	74,150	11,155,570
Education	-	65,288,540	-	4,734,439	70,022,979
Public works	5,378,909	-	22,625	2,924,615	8,326,149
Community and economic development	309,297	-	-	105,766	415,063
Health and human services	763,328	-	-	403,336	1,166,664
Culture and recreation	2,042,536	-	-	-	2,042,536
Capital outlay	-	-	-	3,368,002	3,368,002
Debt service	-	-	-	-	-
Principal payments	2,600,000	-	-	1,094,000	3,694,000
Interest and fiscal charges	802,250	-	-	-	802,250
Total expenditures	<u>27,980,981</u>	<u>65,288,540</u>	<u>22,625</u>	<u>12,859,816</u>	<u>106,151,962</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>42,933,902</u>	<u>(42,693,673)</u>	<u>(22,625)</u>	<u>(4,959,446)</u>	<u>(4,741,842)</u>
Other financing sources (uses)					
Issuance of debt	-	-	-	16,748,531	16,748,531
Debt issuance cost	-	-	-	(311,566)	(311,566)
Premium on issue of debt	-	-	-	311,566	311,566
Transfers from other funds	283,646	42,725,728	-	533,782	43,543,156
Transfers to other funds	(43,015,930)	-	-	(527,226)	(43,543,156)
Total other financing sources (uses)	<u>(42,732,284)</u>	<u>42,725,728</u>	<u>-</u>	<u>16,755,087</u>	<u>16,748,531</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>201,618</u>	<u>32,055</u>	<u>(22,625)</u>	<u>11,795,641</u>	<u>12,006,689</u>
Fund balances - beginning restated see note 20	<u>10,833,071</u>	<u>175,502</u>	<u>(526,644)</u>	<u>1,679,531</u>	<u>12,161,460</u>
Fund balances - ending	<u>\$ 11,034,689</u>	<u>\$ 207,557</u>	<u>\$ (549,269)</u>	<u>\$ 13,475,172</u>	<u>\$ 24,168,149</u>

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2015

Net change in fund balances-total governmental funds \$ 12,006,689

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds reported 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 expense. Also, other various capital activity is not recognized in the governmental funds but is recognized in the Statement of Activities.

Capital Outlays	3,537,693
Depreciation expense	(3,005,278)
Reclass of expense	<u>(183,291)</u>
Change to Net Position	<u>349,124</u>

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 158,564

Interest expenses in the statement of activities includes accrued interest calculated for bonds payable (67,933)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas bond premiums are deferred and amortized in the statement of activities. These amounts is the net effect of these differences in the treatment of long-term debt and related items.

Bond principal payments	3,694,000
Issuance of debt	(16,748,531)
Bond premium amortization	30,075
Premium on issuance of debt	(311,566)
Prepaid bond insurance	(2,121)

Changes in the Town's Net Pension Assets, Deferred Outflows of Resources related to pension plans or Net Pension Liability and Deferred Inflows of Resources related to pension plans result in an increase or decrease to the pension expense reported in the Statement of Activities. The effect of these adjustments resulted in a decrease in pension expense reported in the Statement of Activities. 5,012,281

The Internal Service Fund is used by management to charge the costs of Worker's Compensation claims. The net revenues (expenses) of the Internal Service Fund is reported with Governmental Activities in the Government-Wide financial statements. (19,066)

Other certain accrued expenditures that do not use current financial resources are not reported in the fund financial statements. However, in the statement of activities these accrued expenses are recognized and charged to current activities. (138,143)

Change in net position of governmental activities. \$ 3,963,373

Please see Note 8 for a more detailed explanation of the differences between the Government-Wide Financial Statements and the Fund Financial Statements

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Statement of Net Position
Proprietary Funds
June 30, 2015

	Enterprise Fund	Internal Service Fund
	Sewer Fund	Self Insurance Reserve
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 17,397	\$ -
Accounts receivable, net:		
Water and sewer use fees	946,500	-
Due from RI clean water	2,856,580	-
Due from other funds	-	351,867
Total current assets	3,820,477	351,867
Non-current assets:		
Capital assets		
Land	-	141,600
Construction in progress	1,732,768	-
Depreciable assets - net	22,487,932	63,360
Sewer assessments	7,529,712	-
Other assets, net	1,752,449	-
Total noncurrent assets	33,502,861	204,960
Total assets	37,323,338	556,827
LIABILITIES & DEFERRED INFLOWS		
Current liabilities:		
Accounts payable and accrued expenses	247,548	-
Due to other funds	362,873	351,867
Current portion of long term debt	1,120,463	-
Total current liabilities	1,730,884	351,867
Non-current liabilities:		
Bonds and loans payable	19,435,848	-
Total noncurrent liabilities	19,435,848	-
Total liabilities	21,166,732	351,867
Deferred Inflows		
Deferred sewer assessment fees	7,184,167	-
Other deferred revenue	262,690	-
Total deferred inflows of resources	7,446,857	-
NET POSITION		
Invested in Capital assets, net of related debt	4,788,201	204,960
Unrestricted	3,921,548	-
Total net position	\$ 8,709,749	\$ 204,960

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2014

	Enterprise Funds	Internal Service
	Sewer	Fund
	Fund	Self Insurance
		Reserve
<i>Operating revenues</i>		
Assessments and user fees	\$ 2,387,564	\$ -
Other revenues	28,973	-
<i>Total operating revenues</i>	2,416,537	-
<i>Operating expenses</i>		
Contract services	49,075	-
Operations & Maintenance	1,552,641	11,146
Depreciation and amortization	549,586	7,920
<i>Total operating expenses</i>	2,151,302	19,066
<i>Operating income (loss)</i>	265,235	(19,066)
<i>Non-operating revenues (expenses)</i>		
Interest and dividend income	1,490	-
Interest expense	(585,809)	-
<i>Total non-operating revenues (expenses)</i>	(584,319)	-
Change in Net Position	(319,084)	(19,066)
Total Net Position - Beginning restated see note 20	9,028,833	224,026
Total Net Position - Ending	\$ 8,709,749	\$ 204,960

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	<u>Enterprise Funds</u>	<u>Internal Service</u>
	<u>Sewer</u>	<u>Fund</u>
	<u>Fund</u>	<u>Self Insurance</u>
		<u>Reserve</u>
Cash flows from operating activities		
Cash received from customers	\$ 2,145,546	\$ -
Cash payments to suppliers for goods and services	(2,170,357)	(11,146)
Other operating receipts	28,973	-
Net cash provided by (used for) operating activities	<u>4,162</u>	<u>(11,146)</u>
Cash flows from non-capital financing activities		
Interfund loans	1,469,816	-
Net cash provided by (used for) non-capital financing activities	<u>1,469,816</u>	<u>-</u>
Cash flows from capital and related financing activities		
Additions to capital assets	(575,386)	-
Principal paid on bonds, notes and loans	(892,806)	-
Note drawdowns	575,386	-
Capitalized bond cost	(1,486)	-
Interest paid on notes	(581,173)	-
Net cash provided (used for) capital and related financing activities	<u>(1,475,465)</u>	<u>-</u>
Cash flows from investing activities		
Interest and dividends on investment	1,490	-
Net cash provided by (used for) investing activities	<u>1,490</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	3	(11,146)
Cash and cash equivalents at beginning of year	17,394	11,146
Cash and cash equivalents at end of year	<u>\$ 17,397</u>	<u>\$ -</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income (Loss)	\$ 265,235	\$ (19,066)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	549,586	7,920
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(242,018)	-
Increase (decrease) in accounts payable	(568,641)	-
Total adjustments	<u>(261,073)</u>	<u>7,920</u>
Net cash provided by operating activities	<u>\$ 4,162</u>	<u>\$ (11,146)</u>

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Statement of Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2015

	<u>Police Pension Fund</u>	<u>Municipal Pension Fund</u>	<u>Private Purpose Trust Funds</u>	<u>Agency Funds</u>
ASSETS				
Cash	\$ 527,692	\$ 256,528	\$ 338,314	\$ 2,086,400
Receivables:				
Internal balances	-	-	402,785	-
Other	-	-	-	45,169
Total receivables	<u>-</u>	<u>-</u>	<u>402,785</u>	<u>45,169</u>
Investments, at fair value:				
Fixed income	2,354,311	1,778,001	2,220,098	-
Mutual funds	5,221,956	3,941,403	-	-
Equities	2,074,162	1,568,508	-	-
Total investments	<u>9,650,429</u>	<u>7,287,912</u>	<u>2,220,098</u>	<u>-</u>
Total Assets	<u>10,178,121</u>	<u>7,544,440</u>	<u>2,961,197</u>	<u>2,131,569</u>
LIABILITIES				
Internal balances	-	-	90,000	325,687
Deposits held in custody for others	-	-	-	1,805,882
Total liabilities	<u>-</u>	<u>-</u>	<u>90,000</u>	<u>\$ 2,131,569</u>
NET POSITION				
Held in trust for other purposes	<u>\$10,178,121</u>	<u>\$ 7,544,440</u>	<u>\$ 2,871,197</u>	

See auditor's report and accompanying notes to these financial statements

TOWN OF COVENTRY, RHODE ISLAND
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2015

	<u>Police Pension Fund</u>	<u>Municipal Pension Fund</u>	<u>Private Purpose Trust Funds</u>
Additions			
Contributions			
Employer contributions	\$ 4,148,062	\$ 829,250	\$ -
Plan members contributions	312,992	481,560	-
Total contributions	<u>4,461,054</u>	<u>1,310,810</u>	<u>-</u>
Investment earnings			
Interest and dividends	275,412	211,163	76,810
Net increase (decrease) in fair value of investments	<u>(164,801)</u>	<u>(120,862)</u>	<u>(49,903)</u>
Total investment earnings	<u>110,611</u>	<u>90,301</u>	<u>26,907</u>
Total additions	<u>4,571,665</u>	<u>1,401,111</u>	<u>26,907</u>
Deductions			
Benefits paid	3,507,462	690,240	-
Operating expenses	54,449	38,410	82,157
Total deductions	<u>3,561,911</u>	<u>728,650</u>	<u>82,157</u>
Change in net position	1,009,754	672,461	(55,250)
Net position - beginning of year	9,168,367	6,871,979	2,926,447
Net position - end of year	<u>\$ 10,178,121</u>	<u>\$ 7,544,440</u>	<u>\$ 2,871,197</u>

See auditor's report and accompanying notes to these financial statements

Notes to Financial Statements

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Coventry, Rhode Island, 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.

Reporting Entity

The Town of Coventry was incorporated in 1741. The Town is governed largely under the 1973 Coventry Home Rule Charter. In some matters, including the issuance of short and long-term debt, the general laws of the State of Rhode Island govern the Town. The Town operates under a Council/Manager form of government and provides the following services as authorized by its charter: Public Safety (police, fire alarm, animal control, inspections, and ambulance) Public Works (sanitation, roads and bridges, engineering and building maintenance), Parks and Recreation, Education, Social Services, and General Administrative Services.

Members of the Town Council are elected by district for a term of four years. The Town Council is granted all powers to enact, amend or repeal ordinances relating to the Town's property, affairs and government, including the power to create offices, departments or agencies of the Town, preserving the public peace, health and safety, establishing personnel policies, giving effect to any vote of the Financial Town Meeting authorizing the issuance of bonds and providing for an annual audit of the Town's accounts.

This report includes all of the funds and account groups of the Town of Coventry. The reporting entity for the town consists of (a) the primary government, (b) organizations for which the primary government is financially accountable and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable.

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No. 14. Under GASB Statement No. 14, the financial reporting entity includes both the primary government, which is the Town of Coventry and all of its component units. Component units are legally separate entities that meet any one of the following three tests:

Test 1- the primary government appoints the voting majority of the board of the potential Component unit and

- * Is able to impose its will on the potential component unit and/or
- * Is in a relationship of financial benefit or burden with the potential component unit;

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Test 2- the potential component unit is fiscally dependent upon the primary government; or

Test 3 - the financial statements would be misleading if data from the potential component unit was not included.

The following entity was considered for classification as component units for fiscal year 2015:

* Coventry School System

Although the Coventry School System met certain criteria of the tests listed above, this entity is not deemed to have separate legal status apart from the Town. As a result, the financial data of this entity has been included as Special Revenue Fund within the Town's financial statements and is not considered a component unit of the Town.

BASIS OF PRESENTATION

Recently Issued Accounting Standards

The Town implemented the following accounting pronouncements for the year ended June 30, 2015:

- GASB Statement No. 68 - Accounting and Financial Reporting for Pension – an amendment of GASB Statement No. 27 effective for the Town's fiscal year ending June 30, 2015.
- GASB Statement No. 69 Government Combinations and Disposals of Government Operations effective for the Town's fiscal year ending June 30, 2015.
- GASB Statement No. 71 Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68 effective for the Town's fiscal year ending June 30, 2015.

The Town will adopt the following new accounting pronouncements in future years:

- GASB Statement No. 72 – Fair Value Measurement and Application effective for the Town's fiscal year ending June 30, 2016.
- GASB Statement No. 73 – Accounting and Financial reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68 - effective for the Town's fiscal year ending June 30, 2016.
- GASB Statement No. 74 – Financial Reporting for Postemployment Benefit Plans Other than Pension Plans - effective for the Town's fiscal year ending June 30, 2017.
- GASB Statement No. 75 - Accounting for Postemployment Benefit Plans Other than Pension Plans - effective for the Town's fiscal year ending June 30, 2018.
- GASB Statement No. 76 – The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments - effective for the Town's fiscal year ending June 30, 2016.
- GASB Statement No. 77 – Tax Abatement Disclosures - effective for the Town's fiscal year ending June 30, 2017.
- GASB Statement No. 78 Pensions Provided through Certain Multiple-Employer Defined Pension Plans - effective for the Town's fiscal year ending June 30, 2017.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-Wide Financial Statements

The statement of Net Position and the statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for *fiduciary funds* (the activity of these funds are reported in the statements of fiduciary Net Position and changes in fiduciary Net Position). The government-wide financial statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which, is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, 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 Town or meets the following criteria:

- (a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total (assets, liabilities, and so forth) for all funds of that category or type (that is, total governmental or total enterprise funds), and
- (b) Total assets, liabilities, 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 consistency) may be reported as a major fund.

GOVERNMENTAL FUND TYPES

These are the funds through which most governmental functions are typically financed. The funds included in this category are as follows:

General Fund - is used to account for resources devoted to financing the general services that the Town performs for its citizens. General tax revenues and other sources of revenues used to finance the fundamental operations of the Town are included in this fund. The fund is charged with all costs of operating the government for which a separate fund has not been established.

Special Revenue Funds - are used to account for restricted or committed revenues that comprise a substantial portion of the *inflows* of a fund.

Capital Projects Funds - are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary or Trust funds).

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

PROPRIETARY FUND TYPE

This fund type accounts for operations that are organized to be self-supporting through user charges. The fund included in this category is as follows:

Enterprise Funds - are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy management control, accountability, or other purposes.

Internal Service Funds – are used to account for the financing of goods or services provided by an activity to other departments or funds of the Town on a cost-reimbursement basis.

FIDUCIARY FUND TYPES

These funds account for assets held by the Town as a trustee or agent for individuals, private organizations, and other units of governments. These funds are as follows:

Agency Funds - are used to account for funds that are to be used for educational and welfare expenditures and for funds held in escrow for other parties.

Private Purpose Trust Funds – These funds account for assets held by the Town under various trust arrangements for the benefit of certain individuals and groups.

Pension Trust Funds - is established to provide pension benefits to various employees of the Town. The principal revenue source for this fund is employer and employee contributions and investment income.

BASIS OF ACCOUNTING

Measurement Focus – Government Wide Financial Statements

In the government wide financial statements the Statement of Net Position and Statement of Activities (governmental and business-type 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, expense, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from exchange and exchange-like transactions should be recognized when the exchange takes place. Revenues, expense, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from non-exchange transactions should be recognized in accordance with the requirements of Section N50.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

BASIS OF ACCOUNTING

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year-end on behalf of the government also are recognized as revenue. Fines, permits, and parking meter revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The accounting and financial reporting treatment applied to the *fund financial statements* is determined by its measurement focus. All Governmental Fund Types are accounted for using a “current financial resources” measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All Proprietary Fund Types and Fiduciary Fund Types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total position) is segregated into contributed capital and retained earnings components. Proprietary Fund Type operating statements present increases (i.e., revenues) and decreases (i.e. expenses) in net total position.

All Governmental Fund Types and Agency Funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e. both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Licenses and permits, charges for services, fines, forfeits, and miscellaneous revenue are recorded as revenues when received in cash. Those revenues susceptible to accrual are property taxes and investment earnings. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for debt service and other long-term obligations, which are recognized when paid.

Non-current portions of long-term receivables of Governmental Fund Types are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate however, that they should not be considered “available expendable resources” since they do not represent net current assets. Recognition of Governmental Fund Type revenues represented by non-current receivables is deferred until they become current receivables.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Because of their spending measurement focus, expenditure recognition for Governmental Fund Types excludes amounts represented by non-current liabilities. Since they do not affect net current position, such long-term amounts are not recognized as Governmental Fund Type expenditures or fund liabilities. They are instead reported as Long-term Liabilities – Governmental Activities.

In applying the “susceptible to accrual” concept to intergovernmental revenues the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of such revenues. For one type, amounts must be expended on the specific purpose or project before any amounts will be paid to the Town; therefore revenues are recognized based upon the expenditures recorded.

For the other type, revenues are virtually unrestricted as to purpose of expenditure and revocable only for failure to comply with the prescribed requirements, such as a Community Development Block Grant. These resources are reflected as revenues at the time of receipt or earlier if they meet the “available” criteria.

All Proprietary Funds and Pension Trust Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Cash Equivalents

For the purpose of the Statement of Cash Flows, the Propriety Fund Types consider all highly liquid investments with a maturity date of three months or less when purchased to be cash equivalents.

Investments

Investments are Government Securities, Commercial Paper and various types of corporate stocks and bonds held in the Governmental and Fiduciary Fund types, which are recorded at fair value. Fair value is determined wherever possible, by use of published quoted amounts, where quotes are not available, formal valuations are obtained.

When discounts or premiums are present, the Town will capitalize and amortize the amount over the period of the related investment.

Inventories

Inventories of supplies are considered to be expenditures at the time of purchase. No significant inventory balances were on hand at June 30, 2015.

Capital Assets

Capital assets in Governmental Fund type operations are accounted for using the “current financial resources” measurement focus. Capital assets which include property, plant and equipment, and infrastructure (e.g. road, bridges, curbs and gutters, streets and sidewalks, and drainage systems) are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The Town

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

defines capital assets as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost (for certain assets acquired prior to 1960). Donated assets are recorded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are recorded as expenditures as incurred.

The Town capitalizes certain interest costs in accordance with GASB Code Section 1400 as part of constructed assets. Interest is capitalized throughout the construction period in the Capital projects fund prior to the assets being transferred to the governmental fund and placed in service.

Property, plant and equipment for Proprietary Fund Types are valued at historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance is expensed as incurred.

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

<u>Description</u>	<u>Estimated Lives (years)</u>
Building	20
Machinery and equipment	5-10
Improvements	10-20
Other infrastructure	10-50

Unearned Revenues

Unearned revenues represent funds received in advance of being owed or receivables, which will be collected and included in revenues of future fiscal years.

Deferred Outflows of Resources

Represent a consumption of net position or fund balance by a government that is applicable to a future reporting period.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position and/or balance sheet can report deferred inflows of resources. Deferred inflows of resources represent the acquisition of net position that applies to a future period and which will not be recognized as an inflow of resources (revenue) until a later date.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Equity Classifications

Government-Wide Statements - Equity is classified as Net Position and 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 that are attributable to the acquisition, construction, or improvement of those assets.
- **Restricted** - Consists of Net Position with constraints placed on their 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** - All other Net Position that do not meet the definition of "restricted" or "net investment in capital assets".

Governmental Funds – Equity is classified into five categories:

The Town has adopted the requirements of the Government Accounting Standards Board GASB Statement No. 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*. Acceptance of this statement has changed the Town's presentation of the elements of fund balances, a key indicator of inter-period equity. Listed below are the new fund balance categories and their definitions.

- **Non-spendable** – are balances that are permanently precluded from conversion to cash such as permanent funds and inventories.
- **Restricted** – requires that inflows and outflows of resources and balances be constrained to a specific purpose of enabling legislation, external parties or constitutional provisions.
- **Committed** – are balances with constraints imposed by the government using the highest level of decision-making authority. These constraints can only be removed or changed by the same decision making authority taking the same type of action.
- **Assigned** – are balances intended for a specific purpose by the government's management and are also appropriations of existing fund balances.
- **Unassigned** – are balances available for any purpose. They are not precluded by a management decision, law constitutional provision in the general fund.

The Town has set classification policies and procedures for the above noted level of fund balance reporting.

- a) For committed fund balances: the Town Council is the highest level of decision making authority and a meeting of the Town Council is required to establish, modify or rescind a fund balance commitment.
- b) For assigned fund balance: The Town's Finance Director and the School Department's Director of Administration are authorized to assign amounts to a purpose and with authorization given by the Town Council and the School Committee.
- c) The Town considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and considers committed amounts to have been spent when and expenditure is incurred for purposes for which amounts in any other unrestricted fund balance could be used.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenues, Expenditures and Expenses

Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, tax revenues, fees and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred. Revenues and expenses of proprietary fund types are recognized using the full accrual basis of accounting. Revenue is recognized when earned and expenses as incurred.

Program Revenues and Expenses

In the statement of activities specific revenues are allocated to program expenses due to their direct relationships. Collections for licenses, fees, tickets and fines are among some of the revenue sources that are program revenues. Indirect expenses are not allocated to functions in the statement of activities.

Property Taxes

The Town is permitted by state law to levy property taxes. Current tax collections for the Town were approximately 98.6% of the total December 31, 2013 levy.

The Town's fiscal 2015 property taxes were levied in July of 2014 on assessed valuation as of December 31, 2013. Upon levy, taxes are billed quarterly and are due on August 15, November 15, February 15, and May 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.

Vacation, Sick Leave, and Other Compensated Absences

Vacation leave is earned by all full-time Town employees. Upon termination, employees are entitled to receive compensation for their unused accrued vacation leave. Sick leave is earned by all full-time employees as well as part-time employees at the School Department. Unused vacation leave is paid upon an employee's termination. Upon retirement, municipal union employees are entitled to receive their accumulated sick leave up to 480 hours, policemen receive all accumulated unused sick leave up to 120 days, and school employees are entitled to receive compensation for their accrued sick leave balance, up to 140 days for teachers and classified personnel. Part-time employees are eligible to receive one half of the above amounts. Upon termination, the Town's non-union employees are entitled to one half of their accumulated sick leave up to 480 hours. Upon retirement eligible School Department employees are entitled to receive one half of their accumulated sick leave after 15 years of service.

For Governmental Fund Types accrued compensated absences are presented as a current liability for those amounts expected to be paid with current financial resources. 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.

Inter-fund Transactions

Quasi-external transactions are accounted for as fund revenues, expenditures or expenses (as appropriate). Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from it that are properly applicable to another fund are recorded as expenditures or expenses (as appropriate) in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed. All inter-

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

fund transactions, except advances, quasi-external transactions and reimbursements, are accounted for as transfers. Nonrecurring or non-routine transfers of equity between funds are considered equity transfers. All other inter-fund transactions are treated as operating transfers.

Interfund Receivables and Payables

For the government-wide financial statements, all inter-fund transactions (sources and uses) were eliminated except for those with fiduciary funds.

The Town utilizes the inter-fund loan accounts as a short term vehicle to expedite the payment of vouchers from a consolidate vendor checking account.

The transfers between funds are to fund matching revenues related to federal grants; to fund and utilized funding for operations in the Special Revenue and Community Development funds.

Estimates

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures / expenses during the reporting period. Actual results could differ from those estimates and the differences may be material.

NOTE 2 – BUDGETARY DATA AND BUDGETARY COMPLIANCE

In accordance with the Home Rule Charter, the Town has formally established budgetary accounting control for its General Fund and the School Unrestricted Fund, which is a Special Revenue Fund.

The General Fund is subject to an annual operating budget adopted at the financial Town Meeting. The School Unrestricted Fund is subject to an annual operating budget approved by the School Committee and adopted at the financial Town meeting. The annual operating budgets' appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. Appropriations which are not expended or encumbered lapse at year end.

The School Department has established formal budgetary accounting as a management control for all funds. Annual operating budgets are adopted each fiscal year through the passage of an annual budget. The School Department budgets its expenditures based upon its estimate of state aid and the funding provided by the Town. Federal and state grants, included in the restricted special revenue fund, are not part of the legally adopted Town or School Department budget since their receipt is uncertain at the time the budgeting process is completed.

The General Fund and Special Revenue - School Unrestricted Fund's annual operating budgets are in conformity with generally accepted accounting principles. The budget to actual presentation in the financial statements is reflected on the budgetary basis. The only Special Revenue fund that has a legally enacted budget is the School Unrestricted Fund. Therefore, the budget and actual figures presented for Special Revenue Funds in the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual only include this fund.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Legal Debt Margin

The Town's legal debt margin as set forth by State Statute is limited to three percent of total assessed value, which approximates \$96,525,862 based on the December 31, 2013 assessment. As of June 30, 2015 the Town's debt is under the debt limit by \$92,730,862.

In addition to the bonding authority granted under §45-12-2 of the RI General Laws, the Town of Coventry can authorize bond issues pursuant to a special act of the RI General Assembly. Bond issues authorized by a special act of the General Assembly are normally not subject to any legal debt limit, but are subject to financial constraints such as the Town's ability and willingness to service the bonded debt.

NOTE 4 – CASH AND INVESTMENTS

Deposits: The Town 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: Investment of all idle funds are made through national banks or trust companies, providing that the financial conditions and integrity of these institutions are verifiable and can be monitored. The investment of funds are 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. "All investments are made as would be done by prudent men of discretion and intelligence in such matters who are seeking a reasonable income and preservation of their capital."

Interest Rate Risk: The Town limits its 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, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market funds, or similar investment pools.

Concentrations: The Town policy is 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. As of June 30, 2015, \$1,629,373 of the Town's bank balance of \$32,894,138 was uninsured and uncollateralized.

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 4 – CASH AND INVESTMENTS (continued)

Cash and investments of the Town consist of the following at June 30, 2015

Cash and Cash Equivalents

Deposits with financial institutions	\$	31,808,551
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Investments

Private Purpose Trust Funds:

Fixed Income Pool		2,220,098
Total Private Purpose Trust Funds		2,220,098

Pension Trust Funds:

Fixed Income		2,433,452
Corporate Bonds		1,698,860
Mutual Funds		9,163,359
Equities		3,642,670
Total Pension Trust Funds		16,938,341
Total Cash and Investments	\$	50,966,990

Cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position

Cash and cash equivalents	\$	28,599,617
		28,599,617

Fiduciary Funds

Cash		3,208,934
Investments		19,158,439
		22,367,373
Total Cash and Investments	\$	50,966,990

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. Information about the exposure of the town's debt type investments to this risk using the segment time distribution model is as follows:

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 4 – CASH AND INVESTMENTS (continued)

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
Corporate Bonds	\$ 1,698,860	\$ 143,945	\$ 800,460	\$ 461,064	\$ 293,391
Government Bonds	2,433,452	-	825,390	323,525	1,284,537
Total	<u>\$ 4,132,312</u>	<u>\$ 143,945</u>	<u>\$ 1,625,850</u>	<u>\$ 784,589</u>	<u>\$ 1,577,928</u>

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. Presented below is the minimum rating as required for each debt investment type.

<u>Average Rating</u>	<u>Municipal & Corporate Bonds</u>
Aaa	\$ 144,433
Aa1	66,080
Aa2	23,051
Aa3	193,363
A1	201,942
A2	457,126
A3	361,054
Baa1	402,338
Baa2	82,892
Baa3	123,164
	<u>\$ 2,055,443</u>

NOTE 5 - PROPERTY TAXES

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

All property taxes for fund statement purposes are recognized in compliance with NCGA Interpretation-3 (Revenue Recognition - Property Taxes), which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and receivable within the current period and collected no longer than 60 days after the close of the current period. The Town does not use an allowance method for bad debts. It directly writes off receivables as they become un-collectible as per state law.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 6 – CAPITAL ASSETS

The Town defines capital assets as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost (for certain assets acquired prior to 1960). The following schedules list prior year balances and current year activity for all Governmental Fund fixed asset transactions and Proprietary Funds.

Capital asset activity for government funds for the fiscal year ended June 30, 2015 was as follows:

	Primary Government				Ending Balance
	Beginning Balance	Increases	Decreases	Adjustments	
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 8,910,304	\$ -	\$ -	\$ -	\$ 8,910,304
Construction in Progress	3,439,567	2,953,691	(1,353,559)	(62,467)	4,977,232
Total capital assets not being depreciated	<u>12,349,871</u>	<u>2,953,691</u>	<u>(1,353,559)</u>	<u>(62,467)</u>	<u>13,887,536</u>
Depreciable assets					
Infrastructure	33,005,324	-	-	-	33,005,324
Buildings & improvements	102,305,778	1,497,112	-	-	103,802,890
Machinery and equipment	1,243,862	154,680	-	-	1,398,542
Office equipment and furniture	7,135,267	30,950	-	-	7,166,217
Vehicles	7,299,445	254,819	(35,007)	-	7,519,257
Total other capital assets at historical cost	<u>150,989,676</u>	<u>1,937,561</u>	<u>(35,007)</u>	<u>-</u>	<u>152,892,230</u>
Less accumulated depreciation for:					
Infrastructure	32,474,973	42,118	-	-	32,517,091
Buildings & improvements	77,873,366	2,480,226	(35,007)	(8,165)	80,310,420
Machinery and equipment	1,075,522	69,077	-	-	1,144,599
Office equipment and furniture	6,618,481	93,833	-	38,014	6,750,328
Vehicles	6,164,422	320,024	-	90,975	6,575,421
Total accumulated depreciation	<u>124,206,764</u>	<u>3,005,278</u>	<u>(35,007)</u>	<u>120,824</u>	<u>127,297,859</u>
Net Depreciable Assets	<u>26,782,912</u>	<u>(1,067,717)</u>	<u>-</u>	<u>(120,824)</u>	<u>25,594,371</u>
Governmental activities capital assets, net	<u>\$ 39,132,783</u>	<u>\$ 1,885,974</u>	<u>\$ (1,353,559)</u>	<u>\$ (183,291)</u>	<u>\$ 39,481,907</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General Government	\$ 19,209
Public safety	122,966
Public Works	287,624
Health and Human Services	38,030
Education	2,403,262
Culture and Recreation	134,187
Total governmental activities depreciation expense	<u>\$ 3,005,278</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 6 – CAPITAL ASSETS (continued)

Capital asset activity for business-type activity for the fiscal year ended June 30, 2015 was as follows:

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 141,600	\$ -	\$ -	\$ 141,600
Construction in progress	1,157,382	575,386	-	1,732,768
Total capital assets not being depreciated	<u>1,298,982</u>	<u>575,386</u>	<u>-</u>	<u>1,874,368</u>
Other capital assets:				
Buildings	158,400	-	-	158,400
Wastewater collection system	27,155,801	-	-	27,155,801
Total other capital assets at historical cost	<u>27,314,201</u>	<u>-</u>	<u>-</u>	<u>27,314,201</u>
Less accumulated depreciation for:				
Buildings	87,120	7,920	-	95,040
Wastewater collection system	4,118,283	549,586	-	4,667,869
Total accumulated depreciation	<u>4,205,403</u>	<u>557,506</u>	<u>-</u>	<u>4,762,909</u>
Business-type activities capital assets, net	<u>\$ 24,407,780</u>	<u>\$ 17,880</u>	<u>\$ -</u>	<u>\$ 24,425,660</u>

Depreciation expense was charged to functions as follows:

Business-type activities:	
Sewer	\$ 549,586
Internal Service Fund	7,920
Total business-type activities depreciation expense	<u>\$ 557,506</u>

TOWN OF COVENTRY
NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE 7 - DIFFERENCES BETWEEN GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION.

"Total fund balances" of the Town's governmental funds of \$24,168,149 differs from the "net position" of governmental activities of \$(108,003,659) reported in the statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. The effect of the differences is illustrated below.

Balance Sheet / Statement of Net Position

	Total Governmental Funds	Long-term Assets/ Liabilities (1)	Reclassifications and Eliminations (2)	Statement Net Position Totals
Assets				
Cash and cash equivalents	\$ 28,582,220	\$ -	\$ -	\$ 28,582,220
Accounts receivable:				
Real estate & personal property taxes receivable	2,658,416	-	-	2,658,416
Due from federal and state governments	1,822,238	-	-	1,822,238
Other receivables	1,748,087	-	-	1,748,087
Due from other funds	11,973,216	-	(11,973,216)	-
Net pension asset	-	9,223,335	-	9,223,335
Prepaid expenses	468,781	38,187	-	506,968
Land	-	8,910,304	141,600	9,051,904
Construction in progress	-	4,977,232	-	4,977,232
Depreciable capital assets - net	-	25,594,371	63,360	25,657,731
Total assets	<u>47,252,958</u>	<u>48,743,429</u>	<u>(11,768,256)</u>	<u>84,228,131</u>
Deferred outflow of resources	<u>-</u>	<u>5,502,059</u>	<u>-</u>	<u>5,502,059</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued expenses	7,624,443	177,580	-	7,802,023
Due to other funds	11,597,441	-	(11,960,314)	(362,873)
Unearned revenues	328,675	708,989	-	1,037,664
Other liabilities	929,123	-	(12,902)	916,221
Long-term liabilities				
Due within one year	-	4,020,000	-	4,020,000
Due in more than one year	-	175,583,495	-	175,583,495
Total liabilities	<u>20,479,682</u>	<u>180,490,064</u>	<u>(11,973,216)</u>	<u>188,996,530</u>
Deferred inflow of resources	2,605,127	6,132,192	-	8,737,319
Fund Balances, Deferred Inflows/Net Position				
Total fund balances/net position	24,168,149	(132,376,768)	204,960	(108,003,659)
Total liabilities, deferred inflows of resources and fund balances/net position	<u>\$ 47,252,958</u>	<u>\$ 54,245,488</u>	<u>\$ (11,768,256)</u>	<u>\$ 89,730,190</u>

TOWN OF COVENTRY
NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE 7 - DIFFERENCES BETWEEN GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION.

- (1) When capital assets (land, buildings, equipment) that are to be used in governmental activities are purchased or constructed, the cost of these assets are reported as expenditures in governmental funds. However, the statement of net position includes those capital assets among the assets of the Town as a whole.

Land	\$ 8,910,304
Construction in progress	4,977,232
Cost of capital assets	152,892,230
Accumulated depreciation	<u>(127,297,859)</u>
	<u>\$ 39,481,907</u>

Because the focus of governmental funds is on short term financing, some assets will not be available to pay for current-period expenditures. Those assets (for example receivables) are offset by deferred revenues in the governmental funds and thus are not included in the fund balance.

Adjustment of unearned revenue	<u>\$ 2,605,127</u>
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Interest on long-term debt is accrued in the statement of net position but is not accrued in governmental funds, rather it is recognized as an expenditure when due.

Adjustment of accrued interest expense	<u>\$ (177,580)</u>
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Long-term liabilities applicable to the city's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term are reported in the statement of net position.

Bonds & notes payable	\$ 41,453,531
Bond premium	708,989
Prepaid bond insurance	(38,187)
Accrued compensated absences	3,246,397
Net pension liability	132,096,776
Net OPEB obligation	<u>2,806,791</u>
	<u>\$ 180,274,297</u>

Town pension plans with a net pension asset balance at the end of the year.

Net pension asset - TSB	<u>\$ (9,223,335)</u>
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Deferred inflows and outflows of resources are amounts used under GASB 68 in developing the annual pension expense. Deferred inflows and outflows arise with differences between expected and actual experiences; such as changes of assumptions or differences in expected and actual investment returns. These amounts will be recognized in future periods.

Deferred inflows of resources - pensions	\$ (8,737,319)
Deferred outflows of resources - pensions	\$ 5,502,059

- (2) The Internal Service Fund is used by management to charge the costs of Worker's Compensation claims. The assets and liabilities of the Internal Service Fund are included in Governmental Activities in the Government-Wide Statement of Net Position.

	<u>\$ 204,960</u>
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The elimination of internal balances of governmental and business type activities.

	<u>\$ 11,960,314</u>
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The reclassification of monies owed to and from fiduciary funds

	<u>\$ (12,902)</u>
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TOWN OF COVENTRY
NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE 8 - DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES

The "net change in the fund balances" for governmental funds \$12,006,689 differs from the "change in net position" for governmental activities \$3,963,373 reported in the statement of activities. The differences are primarily from the long-term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences are illustrated below.

Statement of Revenues, Expenditures, and Changes in Fund Balances / Statement of Activities

	Total Governmental Funds	Long-term Revenues/ Expenses & Reclassifications (1)	Capital- related Items (2)	Internal Service Fund (3)	Long-term Debt Transactions (4)	Statement of Activities Totals
Revenues						
Real estate and personal property taxes	\$ 65,367,621	\$ 158,564	\$ -	\$ -	\$ -	\$ 65,526,185
Other taxes	909,426	-	-	-	-	909,426
Penalties and interest on taxes	550,892	-	-	-	-	550,892
Licenses, fees and permits	754,084	-	-	-	-	754,084
Investment income	115,464	-	-	-	-	115,464
Intergovernmental	30,406,961	-	-	-	-	30,406,961
Contributions and private grants	63,609	-	-	-	-	63,609
Charges for services	2,452,594	-	-	-	-	2,452,594
Miscellaneous	789,469	-	-	-	30,075	819,544
Total revenues	<u>101,410,120</u>	<u>158,564</u>	<u>-</u>	<u>-</u>	<u>30,075</u>	<u>101,598,759</u>
Expenditures						
Current:						
General government	5,158,749	116,005	19,209	19,066	140,264	5,453,293
Public safety	11,155,570	-	66,833	-	-	11,222,403
Education	70,022,979	3,119,255	2,309,601	-	(8,247,541)	67,204,294
Public works	8,326,149	-	451,018	-	-	8,777,167
Community and economic development	415,063	-	-	-	-	415,063
Health and human services	1,166,664	-	38,030	-	-	1,204,694
Culture and recreation	2,042,536	-	134,187	-	-	2,176,723
Capital outlay	3,368,002	-	(3,368,002)	-	-	-
Debt service						
Principal payments	3,694,000	-	-	-	(3,694,000)	-
Interest and fiscal charges	802,250	67,933	-	-	-	870,183
Total expenditures	<u>106,151,962</u>	<u>3,303,193</u>	<u>(349,124)</u>	<u>19,066</u>	<u>(11,801,277)</u>	<u>97,323,820</u>
Other financing uses/changes in net position						
Debt issuance cost	(311,566)	-	-	-	-	(311,566)
Premium on issue of debt	311,566	-	-	-	(311,566)	-
Issuance of debt	16,748,531	-	-	-	(16,748,531)	-
Total other financing uses	<u>16,748,531</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,060,097)</u>	<u>(311,566)</u>
Net change for the year	<u>\$ 12,006,689</u>	<u>\$ (3,144,629)</u>	<u>\$ 349,124</u>	<u>\$ (19,066)</u>	<u>\$ (5,228,745)</u>	<u>\$ 3,963,373</u>

TOWN OF COVENTRY
NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE 8 - DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES

- (1) Because some property taxes and other receivables will not be collected for several months after fiscal year ends, they are not considered as "available" revenues in the governmental funds.

Unearned revenue property taxes	158,564
	<u>\$ 158,564</u>

Interest expense in the statement of activities differs from the amount reported in governmental funds. Accrued interest was calculated for bonds and notes payable.

Accrued interest expenditure adjustment	\$ (67,933)
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- (2) When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balance decreases by the amount of financial resources expended, whereas net position decrease by the amount of depreciation expense charged for the year.

Capital outlay	3,537,693
Depreciation expense	(3,005,278)
Difference	<u>\$ 532,415</u>

Reclass of prior years CIP de-obligated and recalculated depreciation

Reclass of capital items	\$ (183,291)
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Total (2)	<u>\$ 349,124</u>
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- (3) Internal service funds are use by management to charge the cost of certain activates, such as workers compensation insurance coverage to individual funds. The adjustments for internal service funds "close" those funds by charging additional amounts or reducing expenditures to the governmental funds thus eliminating any surplus or deficit on the internal service fund.

	<u>\$ (19,066)</u>
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- (4) Other accrued expenditures are not recorded on the funds statement but are shown on the statement of activities in order to present the true financial position of the Town on its long-term liabilities.

Net (increase)/decrease in compensated absences	\$ 452,727
Net (increase)/decrease in net pension liability	6,284,309
Net increase/(decrease) in net pension asset	1,963,232
Net (increase)/decrease in net OPEB obligation	(590,870)
Net increase/(decrease) in net deferred outflows	5,502,059
Net (increase)/decrease in deferred inflows	(8,737,319)
Difference	<u>\$ 4,874,138</u>

Repayment of bond and note principal is reported as an expenditure in the governmental funds and, thus, has the effect of reducing fund balance because current financial resources have been used. For the town as a whole, however, the principal payments reduce the liabilities in the statement of net position and do not result in an expense in the statement of activities.

Bond principal payments	3,694,000
Issuance of debt	(16,748,531)
Bond premium amortization	30,075
Premium on issuance of debt	(311,566)
Prepaid bond insurance amortization	(2,121)
Total principal payments made	<u>\$ (13,338,143)</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 9 –LONG-TERM LIABILITIES

Governmental long-term liabilities do not appear in the fund financial statements but rather are a reconciling item in the presentation of the government-wide financial statements and are included in the statement of Net Position. Long-Term liabilities directly related to and intended to be paid from the Proprietary Fund Types are included in the accounts of such fund.

Long-term liability activity for the fiscal year ended June 30, 2015 was as follows:

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2015</u>	<u>Amounts</u> <u>Due within</u> <u>One Year</u>
Governmental Activities					
Bonds Payable	\$ 28,399,000	\$ 16,720,000	\$ 3,694,000	\$ 41,425,000	\$ 4,020,000
Total bonds payable	<u>28,399,000</u>	<u>16,720,000</u>	<u>3,694,000</u>	<u>41,425,000</u>	<u>4,020,000</u>
Other liabilities:					
Notes payable	-	28,531	-	28,531	-
Accrued compensated absences	3,699,124	-	452,727	3,246,397	-
Net pension liability	138,381,085	886,710	7,171,019	132,096,776	-
Net OPEB obligation	<u>2,215,921</u>	<u>590,870</u>	<u>-</u>	<u>2,806,791</u>	<u>-</u>
Total other liabilities	<u>144,296,130</u>	<u>1,506,111</u>	<u>7,623,746</u>	<u>138,178,495</u>	<u>-</u>
Governmental Activities long-term liabilities	<u>\$ 172,695,130</u>	<u>\$ 18,226,111</u>	<u>\$ 11,317,746</u>	<u>\$ 179,603,495</u>	<u>\$ 4,020,000</u>
Business-Type Activities					
Rhode Island Clean Water	<u>21,449,117</u>	<u>-</u>	<u>892,806</u>	<u>20,556,311</u>	<u>1,120,463</u>
Business-Type long-term liabilities	<u>21,449,117</u>	<u>-</u>	<u>892,806</u>	<u>20,556,311</u>	<u>1,120,463</u>

The following schedule summarizes the Town's bonds and notes

	Interest Rates	Principal	Due Dates
Governmental bonds	2.00% - 4.00%	\$ 41,425,000	2016-2035
Enterprise Funds bonds and notes payable	.47% - 5.08%	20,556,311	2016-2035
Total All Funds		<u>\$ 61,981,311</u>	

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 9 –LONG-TERM LIABILITIES (continued)

The debt service through maturity for the Governmental bonds are as follows:

Fiscal Year Ended June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	4,020,000	1,223,847	5,243,847
2017	3,155,000	1,125,962	4,280,962
2018	3,160,000	1,036,093	4,196,093
2019	3,155,000	947,119	4,102,119
2020	3,160,000	867,617	4,027,617
2021	3,155,000	785,463	3,940,463
2022	3,155,000	699,593	3,854,593
Thereafter	18,465,000	4,129,561	22,594,561
TOTALS	<u>\$ 41,425,000</u>	<u>\$ 10,815,255</u>	<u>\$ 52,240,255</u>

The debt service through maturity for the Enterprise funds loans are as follows:

Fiscal Year Ended June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	1,120,463	619,275	1,739,738
2017	1,153,120	588,027	1,741,147
2018	1,181,777	556,026	1,737,803
2019	1,215,433	522,318	1,737,751
2020	1,250,090	487,403	1,737,493
2021	1,289,632	449,261	1,738,893
2022	1,327,174	409,872	1,737,046
Thereafter	12,018,622	1,736,152	13,754,774
TOTALS	<u>\$ 20,556,311</u>	<u>\$ 5,368,334</u>	<u>\$ 25,924,645</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 10 – FUND DEFICITS

The following individual funds had deficit fund equity balances as of June 30, 2015:

Governmental Funds

Special Revenue Funds

Anthony Village	\$ 18,882	**
Resource Sharing	163	**
Byrne Grant	765	**
RIEMA Maple Valley & Franklin	18,296	**
RIEMA Industrial Drive	3,470	**
RIEMA Hammet Ave	6,462	**
RIEMA Johnson Blvd	24,577	**
Click it or Click it	923	**
Isle of Capri Road	895	**
Laurel Ave/Anthony Mill River	21,379	**
Federal Energy Grant 2	13,088	**
March Flood Disaster	106,075	**
RIDOT Leap Road	373,935	**
Storm Juno	183,366	**
EDA Flat River Road	863,757	**
Blizzard Nemo	97,913	**
Perkins VTA	3,221	**
Perkins Odd Year	287	**
Perkins VTA	87	**
Perkins VTA Odd Year	1,064	**
RTTT - Instructional Improvement	1,160	**
RTTT - Educator Effectiveness	21	**
Western After School Academy	3	**
Teacher Quality Recruitment	65	**
CPEF Fund	1,785	**
Whole Kids Foundation	999	**
Sports Program	12,000	**
Direct Reimbursement	5,544	*
School Food Service	17,520	*
Wireless Classroom	143,219	**
<i>Capital Project Funds</i>		
River Road Sidewalk	13,039	**
Coventry Landfill Fund	549,269	*
Capital Improvement Fund 2009	3,207	**
School Improvement Capital Fund	8,439	**
High School AC Unit	3,957	**
Capital Improvement Fund 2012	308,542	**
<i>Private Purpose Trust Fund</i>		
Cemetery Fund	46,588	*

* The deficit balance will require a future administration plan to fund this deficit.

** The deficit balance will be eliminated by future reimbursements from either the State, the Federal Government or external financing.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 11 – NOTES RECEIVABLE

As of June 30, 2015, a balance of \$519,630 is due to the Town of Coventry from two mortgage promissory notes. These notes were issued by the Maple Root Corporation and Ramblewood Housing Cooperative Corporation. The original amount of the notes were for \$560,912 and \$439,088 respectively, and were issued on February 3, 2004 with an interest rate of 3.5% per annum. The notes are to be paid with 240 monthly installments of \$3,523.06 and \$2,546.53 respectively, commencing March 1, 2004. The above receivables are secured by land.

In April of 2013 the Town of Coventry loaned the Central Coventry Fire District \$300,000. As of June 30, 2015, the entire balance of a \$300,000 loan was due to the Town from the Central Coventry Fire District. The Central Coventry Fire District is completely autonomous from the Town. It is a stand-alone entity that was created via an Act of the Rhode Island State Legislature. The Act also allows the District to levy a fire tax to fund the services that the District provides to the public. The Central Coventry Fire District has been in receivership since October 2012.

On April 9, 2013 the Coventry Town Council approved the loan, pending Superior Court approval. The loan was made by the Town Council for the purpose of temporarily keeping the Central Coventry Fire District operational in order to allow for the opportunity for a long-term plan to be devised to allow the District to continue to provide fire and emergency service to residents of the fire district.

On April 10, 2013, the Superior Court approved the loan. The loan was issued interest-free and is to be repaid with taxes collected by the Fire District. The court order also states that the Town is acting in the capacity of lender only and shall not be liable for any of the Central Coventry Fire District's prior debt as a result of making the Loan. The court order also indicates that, as a result of the Loan, the Town has not participated in the provision of fire services or created a municipal fire department.

On December 8, of 2015 the Fire District paid back the loan in full.

NOTE 12 – OPERATING LEASE

The School department leases Google Chromebooks for its students use under a non-cancelable operating lease with a term extending over the next three years. As of June 30, 2015, total future minimum lease payments are as follows:

<u><i>ENDED JUNE 30,</i></u>	<u><i>FISCAL YEAR</i></u> <u><i>PAYMENTS</i></u>
2016	\$ 237,145
2017	240,821
<i>Future Minimum Rental Payments</i>	<u>477,966</u>
Interest Portion of Payments	<u>11,141</u>
<i>Obligation Under Operating Lease</i>	<u><u>\$ 489,107</u></u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 13 – INTERFUND RECEIVABLES AND PAYABLES

Inter-fund receivables represent loans to various funds for use in operations. These amounts are expected to be repaid at certain future dates. Below are balances at June 30, 2015.

	<u>Due from other funds</u>		<u>Due to other funds</u>	
General Fund		\$ 4,542,931		\$ 6,699,004
Special Revenue Funds:				
School Unrestricted	5,662,335		653,538	
School Restricted	579,728		1,198,200	
School Food Service	-		-	
Town Restricted	553,047		1,641,877	
Coventry Landfill Fund	-	6,795,110	548,205	4,041,820
Capital Projects:				
School Improvement	284,800		293,239	
Town Capital Improvement	350,375	635,175	563,378	856,617
Fiduciary Funds:				
Permanent Funds	402,785		90,000	
Agency Funds	-	402,785	325,687	415,687
Proprietary Funds				
Sewer Fund	-		362,873	
Internal Service	351,867	351,867	351,867	714,740
Totals		<u>\$ 12,727,868</u>		<u>\$ 12,727,868</u>

NOTE 14 - FUND EQUITY

The following fund balance category reservations are recorded in the financial statements at June 30, 2015:

- **Non-spendable** – are balances that are permanently precluded from conversion to cash such as permanent funds and inventories.
- **Restricted** – requires that inflows and outflows of resources and balances be constrained to a specific purpose of enabling legislation, external parties or constitutional provisions.
- **Committed** – are balances with constraints imposed by the government using the highest level of decision-making authority. These constraints can only be removed or changed by the same decision making authority taking the same type of action.
- **Assigned** – are balances intended for a specific purpose by the government’s management and are also appropriations of existing fund balances.
- **Unassigned** – are balances available for any purpose. They are not precluded by a management decision, law constitutional provision in the general fund.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 15 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. Litigation

The Town has been named as a responsible party in connection with the investigation and remediation of the former Coventry landfill owned and operated by the Town and located off Arnold Road in Coventry. The Town is one of a number of persons to whom a Letter of Responsibility was issued in June, 2003 by the Rhode Island Department of Environmental Management requiring such persons to conduct the investigation and remediation of the landfill under applicable state and federal law and regulations. The Town is one of a number of such persons who executed and delivered that certain Partial Consent Decree in 2005 in the case of State of Rhode Island, Department of Environmental Management v. Town of Coventry, pursuant to which the signatories agree to conduct and pay for an environmental investigation of the site.

As a result of that investigation, the Town is obligated to conduct and pay for the remediation of the landfill as approved by the Rhode Island Department of Environmental Management. Pursuant to that certain Settlement Contribution Agreement dated as of March 1, 2010, by and between (i) the Town and (ii) Mallinckrodt, LLC, Oce Imaging Supplies, Inc., Chevron Environmental Management Company, CAN Holdings Inc., Sunoco, Inc. and Teknor Apex Company, the Town Agreed to pay for sixty Percent (60%) of the cost of investigation and remediation of the Landfill, and the other parties thereto agreed to pay the remaining forty percent (40%).

The Rhode Island Department of Environmental Management issued final approval of the remedy for the landfill in November, 2013. The original estimated total cost of the remediation of the landfill was approximately \$6.5 million; however, a combination of factors, including a higher estimate of revenue from the receipt of BUD material and not having to purchase Common Borrow Soils, have reduced the cost to approximately \$4.0 million (of which the Town is obligated under the above Agreement to pay 60%). If the passive groundwater filtration system proves to be ineffective, an active groundwater filtration system will need to be installed at an approximate cost of an additional \$2.0 million (of which the Town is obligated to pay 60% of as well). The determination of the effectiveness of the passive groundwater filtration system will be made in several years.

During the ordinary course of its operations, the Town is a party to various claims, other legal actions and complaints. These various legal actions include disputes in property valuations and torts for which the Town has been named as a defendant. In the opinion of the Town's management and legal counsel, other than the matter stated above they do not anticipated any of them to have a material financial impact or at this time their legal counsel has been unable to assess liability, if any, on the part of the Town.

B. Federally Assisted Programs - Compliance Audits

The Town participates in a number of federally assisted programs. The audits of these programs through the year ended June 30, 2015 were audited in connection with the accompanying financial statements under the Single Audit Concept and the auditor's reports thereon are presented in the Single Audit Report. Management believes that the amounts, if any, of expenditures, which may be disallowed, will not be material to the financial position of the Town.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS

For the fiscal year ended June 30, 2015 the Town has adopted the requirements of the Government Accounting Standards Board GASB Statement No. 68 - Accounting and Financial Reporting for Pension – an amendment of GASB Statement No. 27 and as of fiscal year end June 30, 2014 the Town adopted the requirements of GASB Statement No. 67 – *Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25*. The objective of both these Statements is to improve financial reporting by state and local governmental pension plans. These Statements result from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. These Statements amend the requirements of Statements No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and No. 50, *Pension Disclosures*, and Statement No. 27 *Accounting for Pensions by State and Local Governmental Employees*, as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 25 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement, and to defined contribution plans that provide postemployment benefits other than pensions.

Substantially all full-time employees of the Town of Coventry are covered by one of seven separate pension plans, each one of which are discussed below.

1. Municipal Employees Retirement Plan (Town Plan)

Plan Description

The Town of Coventry contributes to the Town’s Municipal Employee Retirement Plan, which is a single-employer public employee retirement system (PERS). This plan was established by the Town in accordance with the Town Charter and Federal and State Statues.

Substantially all employees of the Town, except police, school employees and administrators, and some Town administrators are covered under this defined benefit municipal plan. Participants who became active members of the plan after June 30, 1991, contribute specified percentages of their annual compensation to the plan.

As of July 1, 2014, employee membership data related to this plan was as follows:

Active Members	102
Inactive Members	36
Retired Members	<u>67</u>
TOTAL	<u>205</u>

Under the provisions of the plan, benefits vest after ten years of creditable service. An employee may retire at age 62 with ten years of creditable service for full benefits, or at age 55 with ten years of creditable services for reduced benefits. This pension plan also provides disability and death benefits. Benefits begin vesting after four years of service and become fully vested after ten years of service. An employee’s annual pension

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 – PENSION PLANS – (continued)

1. Municipal Employees Retirement Plan (Town Plan) (continued)

Plan Description

is determined by multiplying 2% of his average monthly pay by a benefit service rate. The average monthly pay is determined using the five highest consecutive pay years out of the ten latest pay years which give the highest average. The benefit service rate is the sum of the total periods of service. Under the provisions of the plan, employees who become active members on or after July 1, 1991 are required to contribute 10% of total pay.

In addition to pension benefits, this plan also provides disability and death benefits. In order to receive disability benefits an employee must have at least ten years of creditable service when he becomes disabled and the employee must be totally disabled. Monthly disability benefits equal 25% of the employee's average monthly pay. Payments continue for the duration of the disability or until the employee reaches his early or normal retirement date.

Death benefits are available to qualified employees. An employee is a qualified if he/she 1) dies before retirement benefits begin, 2) was married for the full year before his death, and 3) if becoming an active member on or after July 1, 1991, has an account, or if becoming an active member prior to July 1, 1991, has a vesting percentage greater than zero. The death benefit equals the survivor's benefit at 50% survivor form and is payable as of the earliest date the employee could have retired on or after the date of death.

Summary of Significant Accounting Policies

Basis of Accounting

The plan's policy is to prepare its financial statements on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Valuation of Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Contributions

Active members hired after July 1, 1991, are required to contribute 10% of compensation to the plan. Participants who became active members prior to July 1, 1991, are not required to contribute to the plan. Any remaining obligation with respect to the pension plan shall be paid by the employer. The Town makes annual contributions to the plan based on its legally adopted budget.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

1. Municipal Employees Retirement Plan (Town Plan) (continued)

Summary of Significant Accounting Policies

Investments

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the MERP Board by a majority vote of its members. It is the policy of the MERP Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of June 30, 2015:

Asset Class	Target Allocation
Domestic equity	50.00%
International equity	15.00%
Fixed income	25.00%
Other	10.00%
Total allocation	100.00%

Rate of return: For the year ended June 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 0.77%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

The components of the net position liability of the Town of Coventry at June 30, 2015, were as follows:

Net Pension Liability of the Town

	<u>June 30, 2015</u>
Total pension liability	\$ 22,159,059
Plan fiduciary net position	7,544,439
Town's net pension liability	\$ 14,614,620
Plan fiduciary net position as a percentage of the total pension liability	34.05%

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 16 - PENSION PLANS – (continued)

1. Municipal Employees Retirement Plan (Town Plan) (continued)

Summary of Significant Accounting Policies

Actuarial Assumptions

The information presented was determined as part of the actuarial valuation. Additional information as of the last actuarial valuations follows:

Valuation date	July 1, 2014
Measurement Date	June 30, 2015
Actuarial cost method	Entry Age Normal
Amortization method	Level Percent
Amortization period	Closed 28 years from July 1, 2014
Asset valuation method	5 Year Smoothed Non-asymptotic
Actuarial assumptions:	
Investment rate of return	7.00%
Projected salary increases	Rates based on service, with ultimate rate of 3.55%
Amortized growth rate	3.55%
Inflation Rate	2.75%
Cost-of-living adjustments	None
Mortality rate	RP-2000 Combined Healthy Mortality Table with generational projection per Scale AA

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	6.11% to 7.67%
International equity	6.57% to 8.89%
Fixed income	1.72% to 4.50%
Other	3.60%

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

1. Municipal Employees Retirement Plan (Town Plan) (continued)

Summary of Significant Accounting Policies

Discount rate: The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. 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 of the Town, calculated using the discount rate of 7.00%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage point higher (8.00%) than the current rate: 7.00%

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Total pension liability	\$ 25,068,404	\$ 22,159,059	\$ 19,835,643
Fiduciary net position	7,544,439	7,544,439	7,544,439
Net position liability	<u>\$ 17,523,965</u>	<u>\$ 14,614,620</u>	<u>\$ 12,291,204</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

1. Municipal Employees Retirement Plan (Town Plan) (continued)

Changes in Net Pension Liability
Coventry Municipal Plan

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances as of June 30, 2014	\$ 21,074,032	\$ 6,905,050	\$ 14,168,982
Changes for the year:			
Service cost	546,181		546,181
Interest on total pension liability	1,477,154		1,477,154
Effect of plan changes	-		-
Effect of economic/demographic gains or losses	(248,067)		(248,067)
Effect of assumptions changes or inputs	-		-
Benefit payments	(690,241)	(690,241)	-
Employer contributions		829,250	(829,250)
Member contributions		446,406	(446,406)
Net investment income		55,303	(55,303)
Administrative expenses		(1,329)	1,329
Net changes	1,085,027	639,389	445,638
Balance as of June 30, 2015	\$ 22,159,059	\$ 7,544,439	\$ 14,614,620

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

1. Municipal Employees Retirement Plan (Town Plan) (continued)

Pension Expense and Deferred Outflow of Resources and Deferred Inflow of Resources Related to the Municipal Employees Retirement Plan

For the year ended June 30, 2015 the Town recognized pension expense of \$1,117,288. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Town Municipal Plan	
	Deferred Inflows of Resources	Deferred Outflows of Resources
Deferred Inflows / Outflows		
Differences between expected and actual experience	\$ (200,362)	\$ -
Net difference between projected and actual earnings	-	357,962
Total	\$ (200,362)	\$ 357,962

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

	Net Deferred Inflows/Outflows of Resources
Year ended June 30:	
2016	41,785
2017	41,785
2018	41,785
2019	41,787
2020	(9,542)
Net Total	157,600

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

2. Town Police Pension Plan

Plan Description

The Retirement Income Plan for the Police Officers of the Town of Coventry Pension Plan is a single-employer defined benefit pension plan. The plan is governed by the Town of Coventry which may amend plan provisions, and which is responsible for the management of the assets.

As of July 1, 2014 employee membership data related to this plan was as follows:

Active members	56
Inactive members	5
Retired members	<u>79</u>
	<u>140</u>

Under the provisions of the plan, benefits vest at various times depending on the date of hire. An employee may retire at age 55 with twenty years of creditable service if employed prior to January 1, 1994 or twenty-three years if employed on or after January 1, 1994. This plan also provides disability and death benefits. A participant's earned benefit is equal to 50% of earnings. A participant's earnings are the compensation received during the preceding twelve month period, including holiday pay, longevity, vacation time and overtime. In addition, participants employed prior to January 1, 1994, may be eligible for a cost-of-living adjustment.

Under the provisions of the plan, all officers who were members of the Police Department prior January 1, 1994, shall be required to contribute 8% of total annual compensation from all sources. Any participant who received their appointment on or after January 1, 1994 shall contribute 9% of their compensation.

In addition to pension benefits, this plan also provides disability and death benefits. In order to receive disability benefits a participant must become disabled in the line of duty and that disability must be expected to last at least two years. In this situation the participant will receive a 66 2/3% disability retirement benefit on the earlier of the date of completion of ten years of service or the date at which the participant reaches his normal retirement date. If the disability is not in the line of duty, but it is expected that the participant will be unable to return to active duty and the participant has ten years of service with the Town of Coventry, the participant will be entitled to a 25% disability benefit for up to one year. If after one year, the participant is still unable to work, the participant will automatically be retired.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

2. Police Pension Plan

Death benefits are available to qualified employees. If a participant dies before his normal retirement date, his beneficiary will receive a single sum payment of the employee's account, accumulated with interest. If death occurs after the normal retirement date, but before actual retirement, the participants' surviving spouse will receive a monthly benefit equal to the retirement benefit that participant would have received if retired on the date of death. If death occurs after retirement date, a death benefit will be paid to the participant's surviving spouse, dependent child, or beneficiary.

Plan Changes

For members hired after December 31, 2012:

- The employee contribution rate is 12%
- Longevity pay is removed from pensionable compensation.
- Retirement eligibility is 25 years of Credited Service, but no earlier than age 55.
- The final average earnings period is the final 5 years of base compensation.
- The normal benefit equals 50% of the average base pay of the 5 years immediately preceding retirement. For any member who works beyond 25 years, his or her pension benefit shall be increased by 2% for each year worked to a maximum of 60% of the 5-year average base pay.

Basis of Accounting

The plan's policy is to prepare its financial statements on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Valuation of Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Contributions

Active members hired before January 1, 1994, are required to contribute 8% of compensation to the plan. Active members hired after January 1, 1994 are required to contribute 9% of compensation. Any remaining obligation with respect to the pension plan shall be paid by the employer. The Town makes annual contributions to the plan based on its legally adopted budget.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

2. Police Pension Plan

Summary of Significant Accounting Policies

Investments

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Police Pension Board by a majority vote of its members. It is the policy of the Police Pension Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of June 30, 2015:

Asset Class	Target Allocation
Domestic equity	50.00%
International equity	15.00%
Fixed income	25.00%
Other	10.00%
Total allocation	100.00%

Rate of return: For the year ended June 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was .52%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

The components of the net position liability of the Police Pension Plan at June 30, 2015, were as follows:

Net Pension Liability of the Police Pension Plan

	June 30, 2015
Total pension liability	\$ 73,709,070
Plan fiduciary net position	10,178,121
Town's net pension liability	\$ 63,530,949
 Plan fiduciary net position as a percentage of the total pension liability	13.81%

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

2. Police Pension Plan

Actuarial Assumptions

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the June 30, 2015 measurement date (July 1, 2014 valuation date)	
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	24 years at July 1, 2014
Actuarial Assumptions	
Amortized Growth Rate	3.75%
Investment Rate of Return	7.00%
Projected Salary Increases	Based on service with an ultimate rate of 3.75%
Inflation	2.75%
Mortality	RP-2000 Combined Healthy Mortality Table with generational projection per Scale AA.
Cost of Living Adjustments	For officers retired prior to July 1, 1986 (and hired prior to January 1, 1994) 2.50% compounded, For officers retired after July 1, 1986 (and hired prior to January 1, 1994) 2.50% compounded, For officers hired on or after January 1, 1994, 2.75% non-compounded

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

2. Police Pension Plan

Summary of Significant Accounting Policies

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are from our actuary firm Milliman's investment consulting practice as of December 31, 2013.

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	6.11% to 7.67%
International equity	6.57% to 8.89%
Fixed income	1.72% to 4.50%
Other	3.60%

Discount rate: The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. 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 of the Town, calculated using the discount rate of 7.00%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage point higher (8.00%) than the current rate: 7.00%

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Total pension liability	\$ 84,180,899	\$ 73,709,070	\$ 65,361,105
Fiduciary net position	10,178,121	10,178,121	10,178,121
Net position liability	\$ 74,002,778	\$ 63,530,949	\$ 55,182,984

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

2. Police Pension Plan

Changes in Net Pension Liability
Coventry Police Plan

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2014	<u>\$ 72,279,898</u>	<u>\$ 9,190,021</u>	<u>\$ 63,089,877</u>
Changes for the year:			
Service cost	918,266		918,266
Interest on total pension liability	4,943,601		4,943,601
Effect of plan changes	-		-
Effect of economic/demographic gains or losses	(937,533)		(937,533)
Effect of assumptions changes or inputs	-		-
Benefit payments	(3,495,162)	(3,495,162)	-
Employer contributions		4,152,024	(4,152,024)
Member contributions		287,310	(287,310)
Net investment income		50,099	(50,099)
Administrative expenses		(6,171)	6,171
Net changes	<u>1,429,172</u>	<u>988,100</u>	<u>441,072</u>
Balance as of June 30, 2015	<u><u>\$ 73,709,070</u></u>	<u><u>\$ 10,178,121</u></u>	<u><u>\$ 63,530,949</u></u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

2. Police Pension Plan

Pension Expense and Deferred Outflow of Resources and Deferred Inflow of Resources Related to the Municipal Employees Retirement Plan

For the year ended June 30, 2015 the Town recognized pension expense of \$4,866,701. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Town Police Plan	
	Deferred Inflows of Resources	Deferred Outflows of Resources
Deferred Inflows / Outflows		
Differences between expected and actual experience	\$ (773,054)	\$ -
Net difference between projected and actual earnings	-	499,449
Total	\$ (773,054)	\$ 499,449

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

	Net Deferred Inflows/Outflows of Resources
Year ended June 30:	
2016	(39,617)
2017	(39,617)
2018	(39,617)
2019	(39,616)
2020	(115,138)
Net Total	(273,605)

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS (continued)

3. Coventry Teacher's Alliance School Related Personnel (CTASRP) Pension Plan

Plan Description

The Coventry Teacher's Alliance School Related Personnel Pension Plan covers school related personnel (non-teaching personnel) who are members of the bargaining unit. As of the September 1, 2013 actuarial valuation date, there were 345 plan members of which 197 were active members. Each school employee who is a member of the Union or pays an agency fee shall be a participant of the plan. Participants who became active members of the plan after April 1, 1996, contribute specified percentages of their annual compensation to the plan. For the Plan year ended, August 31, 2014 the percentage was 8%. The Town makes annual contributions to the plan, such amount as is set forth under the relevant terms of the collective bargaining agreement between the Employer and the Union as in effect for such period and, for the Plan year ended, August 31, 2014 was equal to 12.75% of the regular payroll of employees subject to the plan

The pension plan is considered to be a single-employer defined benefit pension plan administered by an independent board of trustees. This plan, originally established in April 1977, was restated as of September 10, 2008 by the School Committee of the Town of Coventry and the CTA/SRP Local 1075 (the "Union") in accordance with Federal and State Statutes. The Employer and the Union, upon mutual agreement, shall have the right to amend, alter or modify Section 7.1 (Employer Contributions). The Trustees shall have the right to amend, alter or modify all other provisions of the agreement at any time, or from time to time, in whole or in part.

On August 23, 2011 an amendment to the plan was agreed to and signed by the Town of Coventry School Committee and the CTA/SRP Local 1075 (the "Union"), which became effective on September 1, 2012.

Although some of the provisions of the Plan are scheduled to change as per a Tentative Agreement that was signed in April 2015; under the provisions of the plan as of June 30, 2015, benefits vest after ten years of creditable service. A participant may retire at age 58 with ten years of creditable service or upon completion of thirty years of creditable service, regardless of age, for full benefits, or age 60 with fifteen years of creditable service for reduced benefits. This plan also provides disability and death benefits. Benefits fully vest after ten years of service. An employee's annual pension is determined by multiplying specified percentage to the average compensation and the number of years of service. A participant's average compensation is computed using the three highest consecutive plan years that produce the highest average prior to the earlier of either the termination of service or termination of the plan. In the event a participant has completed less than thirty-six consecutive months of compensation, the average compensation shall be determined based upon all completed calendar months of employment.

In addition to pension benefits, this plan also provides disability and death benefits. A participant is entitled to receive disability benefits determined at the date of disability retirement, in an amount equal to the actuarial equivalent of accrued benefit the employee must be separates from service by reason of total and permanent disability. The condition must have existed for a period of at least three months and must prevent the participant from engaging in substantial gainful activity.

Death benefits are available to qualified employees. A participant's beneficiary shall be entitled to death benefits equal to the actuarial equivalent of the participant's accrued benefit, determined as of the date of death. Qualified pre-retirement survivor annuity benefits provide a monthly pension benefit equal to the amount which the spouse would have received if the participant had retired on the day before death and

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

3. Coventry Teacher's Alliance School Related Personnel (CTASRP) Pension Plan

elected a joint and 50% surviving spouse annuity which was the actuarial equivalent of the vested accrued benefit. Contribution amounts are not actuarially determined but contractually committed. The Town of Coventry, to include the Coventry School Department and the Coventry School Department School Committee, had no administrative duties, nor oversight of the operation of the pension plan as of June 30, 2015. The Trustees of the Coventry School Employees Pension Plan and Trust has responsibility for the assets.

Plan Status

On March 5, 2014 an Actuarial Valuation Report was issued on the "Coventry School Employees" Pension Plan" that reported an Unfunded Actuarial Accrued Liability (UAAL) of \$24,100,770 using a valuation date of September 1, 2013 and also, reported a Net Pension Obligation (NPO) of \$4,646,437 as of June 30, 2013. As of 9/1/13, the Plan was 31.7% funded, thus meaning that it is critical status. The Plan's actuary (The Angell Pension Group) had determined that absent of additional funding, the Plan will have insufficient funds to pay benefits and will fail.

In May 2013, officials from the Town of Coventry, the Coventry School Department, and the SRP Pension Plan had an informational meeting with the state's Pension Study Commission to discuss the SRP Pension Plan. The Town Council and School Committee defended their positions, through resolutions, that their funding responsibility was limited to making the contractually required contribution of 12.75% of covered payroll. At the urging of the Chair of the Pension Study Commission (Rosemary Booth Gallogly), the Town, the School Department, and SRP Pension Plan representatives have held several subsequent meetings amongst themselves to try to find a resolution to the problem.

The parties continued to meet during 2014. At the request of the Governor, a representative from the Governor's Office (Steve Hartford) and the State Director of Revenue (Rosemary Booth Gallogly) started attending meetings in the summer of 2014 to help move the process along. The Department of Municipal Finance offered the services of the state's consulting actuary (Sherman Actuarial Services), who ran various actuarial scenarios in an effort create a revised FIP that would be favorable to all interested parties. Meetings were held in November and December of 2014 in which the actuarial scenarios were discussed. At the November meeting, all parties agreed there were sufficient areas of agreement on responsibility for the unfunded liability in order to draft a tentative agreement to present to all bodies for their consideration. A Tentative Agreement (TA) was signed in April 2015 by representatives of the Town of Coventry, Coventry School Department School Committee, Trustees of the Coventry School Employees Pension Plan and Trust, and the Coventry Teachers Alliance/School Related Personnel (Local 1075). The TA's provisions include the following: Creation of a New Plan with modifications to the current Plan's pension-benefit structure, the Town will pay the remaining actuarial-determined contribution, the Coventry School Department will be responsible for the administration of the New Plan, and the Trustees will not have a role once the New Plan is adopted by all parties. The Tentative Agreement is subject to and conditioned upon agreement on a final plan of action for the Coventry School Employees Pension Plan and Trust and shall have no effect unless and until final agreement is reached on all issues and final ratification has been received from the Coventry Town Council, the Coventry School Department School Committee, and the Trustees of the Coventry School Employees

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 16 - PENSION PLANS – (continued)

3. Coventry Teacher’s Alliance School Related Personnel (CTASRP) Pension Plan

Plan Status

Pension Plan and Trust. The Town of Coventry’s Solicitor has opined that the as of 6/30/15, none of the parties were responsible for any of the changes in the signed Tentative Agreement, including control of the Plan assets and the day-to-day administration of the Plan; therefore the Plan is not included as a pension trust fund within these financial statements and the net pension obligation for this plan has not been included on the Town’s government-wide financial statements. Pension related note disclosures and required supplementary information have also not been included for this Plan.

It is anticipated that the final draft of the New Plan - Plan Document will be distributed to and adopted by the Coventry Town Council, the Coventry School Department School Committee, and the Trustees of the Coventry School Employees Pension Plan and Trust during January or early February of 2016.

Contribution amounts are not actuarially determined but contractually committed.

Required Contributions:

Fiscal Year Ended June 30,	Annual Required Pension Cost Town	Annual Required Pension Cost Employees	Percent Contributed Both Plans
2015	688,710	432,052	100%
2014	688,850	432,389	100%
2013	656,923	412,187	100%

4. Employee’s Retirement System of the State of Rhode Island (ERS)

Plan description - Certain employees of the Coventry School Department 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

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

4. Employee’s Retirement System of the State of Rhode Island (ERS)

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.

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 2015, Coventry School Department teachers were required to contribute 3.75% of their annual covered salary. The state and the Coventry School Department 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 Coventry School Department; the rates were 9.19% and 13.41% of annual covered payroll for the fiscal year ended June 30, 2015 for the state and Coventry School Department, respectively. The Coventry School Department contributed \$4,610,827, \$4,364,664 and \$4,010,296 for the fiscal years ended June 30, 2015, 2014 and 2013, 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, 2015, the Coventry School Department reported a liability of \$53,951,207 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the (Name of Teacher Unit) 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 (name of Teacher Unit) were as follows:

Coventry School Dept's proportionate share of the net pension liability		\$ 53,951,207
State's proportionate share of the net pension liability associated with the Coventry School Dept.		<u>36,996,828</u>
Total net pension liability		<u><u>\$ 90,948,035</u></u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

4. Employee's Retirement System of the State of Rhode Island (ERS)

The net pension liability was measured as of June 30, 2014, 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, 2013 rolled forward to June 30, 2014. The Coventry School Department's proportion of the net pension liability was based on a projection of the Coventry School Department's 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, 2014 the Coventry School Department proportion was 2.21656528%.

Subsequent to June 30, 2014 (the measurement date), 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.

The amended benefit provisions in the newly enacted legislation and settlement agreement have not been reflected in the determination of the net pension liability at June 30, 2014 (the measurement date). These amended benefit provisions are summarized below:

- Employees with more than 20 years of service at July 1, 2012 will increase their employee contribution rate from 3.75% to 11% and participate solely in the defined benefit plan going forward – service credit accruals will increase from 1% to 2% per year.
- Employees with more than 10 but less than 20 years of service at July 1, 2012 will receive an increased employer contribution to the defined contribution plan.
- Retirees as of June 30, 2015 will receive two \$500 stipends; the interim cost of living increases will occur at 4 year rather 5 year intervals.
- Minor adjustments were made to the actuarial reduction for employees choosing to retire early.

These amendments are not considered to have a material effect on the net pension liability had they been retroactively applied to the calculation of the total pension liability at June 30, 2013 rolled forward to June 30, 2014. An actuarial analysis of the pension settlement provisions enacted by the General Assembly and approved by the Court indicated that the funded ratio at June 30, 2014 for teachers (determined on a funding basis) decreased from 59.6% to 58.2%

For the year ended June 30, 2015 the Coventry School Department recognized gross pension expense of \$6,322,350 and revenue of \$2,571,874 for support provided by the State. At June 30, 2015 the Coventry School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

4. Employee’s Retirement System of the State of Rhode Island (ERS)

Deferred outflows of resources:	
Contributions made subsequent to the measurement date	<u>\$ 4,610,827</u>
 Deferred inflows of resources:	
Change of Assumptions	\$ 1,911,055
Net difference between projected and actual earnings on pension plan investments	<u>4,645,776</u>
Total	<u><u>\$ 6,556,831</u></u>

\$4,610,827 reported as deferred outflows of resources related to pensions resulting from the Coventry School Department’s contributions in fiscal year 2015 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	\$ 1,432,017
2017	\$ 1,432,017
2018	\$ 1,432,017
2019	\$ 1,432,017
2020	\$ 270,573
thereafter	<u>\$ 558,190</u>
	<u><u>\$ 6,556,831</u></u>

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

Inflation	2.75%
Salary increases	3.50% to 6.50%
Investment rate of return	7.50%

Mortality – male and female teachers: 97% and 92%, respectively of rates in a GRS table based on male and female teacher experience, projected with Scale AA from 2000.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

4. Employee’s Retirement System of the State of Rhode Island (ERS)

The actuarial assumptions used in the June 30, 2013 valuation rolled forward to June 30, 2014 and the calculation of the total pension liability at June 30, 2014 were consistent with the results of an actuarial experience study performed as of June 30, 2013.

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 forward-looking medium-term (10 year) capital market return assumptions developed by eight investment consulting firms. The June 30, 2014 expected arithmetic returns over the medium term by asset class as developed by the State Investment Commission’s investment consultant, which are generally consistent with the averages utilized by the actuary, are summarized in the following table:

Asset Class	Target Allocation	Medium-term expected real rate of return
Global Equity	38%	6.05%
Private Equity	7%	9.05%
Equity Hedge funds	8%	4.75%
Absolute return hedge	7%	2.95%
Real Return	14%	3.85%
Real Estate	8%	4.45%
Core Fixed	15%	0.25%
Cash	3%	-0.50%
	100%	

These return assumptions are then weighted by the target asset allocation percentage, factoring in correlation effects, to develop the overall medium-term expected rate of return best-estimate on an arithmetic basis. To arrive at the long-term expected return estimate, the actuary adjusts the medium-term number to reflect the longer 30-year time frame required for actuarial calculations. This process produces the actuarial expected return, which is based on a 30-year horizon, and can differ from the medium-term, 10-year-horizon return expectations.

Discount rate - the discount rate used to measure the total pension liability was 7.5 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.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 16 - PENSION PLANS – (continued)

4. Employee’s Retirement System of the State of Rhode Island (ERS)

Sensitivity of the net pension liability (asset) to changes in the discount rate - the following presents the net pension liability (asset) calculated using the discount rate of 7.5 percent as well as what the net pension liability (asset) 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.

1.00% Decrease (6.5%)	Current Discount Rate (7.5%)	1.00% Increase (8.5%)
\$ 67,567,220	\$ 53,951,207	\$ 40,055,807

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

5. Defined Benefit Pension Plan (Survivors Benefit)

Plan description - Certain employees of the Coventry School Department participate in a cost-sharing multiple-employer defined benefit pension plan - the Teachers’ Survivors Benefit 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 a survivor benefit to public school teachers in lieu of Social Security since not all school districts participate in Social Security. 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>.

Eligibility and plan benefits - the plan provides a survivor benefit to public school teachers in lieu of Social Security since not all school districts participate in the plan. Specific eligibility criteria and the amount of the benefit is subject to the provisions of Chapter 16-16 of the Rhode Island General Laws which are subject to amendment by the General Assembly. Spouse, parents, family and children’s benefits are payable following the death of a member. A spouse shall be entitled to benefits upon attaining the age of sixty (60) years. Children’s benefits are payable to the child, including a stepchild or adopted child of a deceased member if the child is unmarried and under the age of eighteen (18) years or twenty-three (23) years and a full time student, and was dependent upon the member at the time of the member’s death. Family benefits are provided if at the time of the member’s death the surviving spouse has in his or her care a child of the deceased member entitled to child benefits. Parents benefits are payable to the parent or parents of a deceased member if the member did not leave a widow, widower, or child who could ever qualify for monthly benefits on the member’s wages and the parent has reached the age of 60 years, has not remarried, and received support from the member.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 16 - PENSION PLANS – (continued)

5. Defined Benefit Pension Plan (Survivors Benefit)

In January, a yearly cost-of-living adjustment for spouse’s benefits is paid and based on the annual social security adjustment.

Survivors are eligible for benefits if the member has made contributions for at least six months prior to death or retirement.

The TSB plan provides benefits based on the highest salary at the time of retirement of the teacher. Benefits are payable in accordance with the following table:

Highest Annual Salary	Basic Monthly Spouses' Benefit
\$17,000 or less	\$ 750
\$17,001 to \$25,000	\$ 875
\$25,000 to \$33,000	\$ 1,000
\$33,001 to \$40,000	\$ 1,125
\$40,001 and over	\$ 1,250

Benefits payable to children and families are equal to the spousal benefit multiplied by the percentage below:

Parent and 1 child	Parent and 2 or more children	One child alone	Two children alone	Three or more children alone	Dependent parent
150%	175%	75%	150%	175%	100%

Contributions - The contribution requirements of active employees and the participating school districts were established under Chapter 16-16 of the Rhode Island General Laws, which may be amended by the General Assembly. The cost of the benefits provided by the plan are two percent (2%) of the member’s annual salary up to but not exceeding an annual salary of \$9,600; one-half (1/2) of the cost is contributed by the member by deductions from his or her salary, and the other half (1/2) is contributed and paid by the respective school district by which the member is employed. These contributions are in addition to the contributions required for regular pension benefits.

The Coventry School Department contributed \$33,821, \$45,194 and \$43,398 for the fiscal years ended June 30, 2015, 2014 and 2013, 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, 2015 the Coventry School Department reported an asset of \$9,223,335 for its proportionate share of the net pension asset related to its participation in TSB. The net pension asset was measured as of June 30, 2014, the measurement date, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014. The Coventry School Department’s proportion of the net pension asset was based on its share of contributions to the TSB for fiscal year 2014 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2014 the Coventry School Department’s proportion was 7.41898361%.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

5. Defined Benefit Pension Plan (Survivors Benefit)

For the year ended June 30, 2015 the Coventry School Department recognized pension expense of \$(710,965) – an increase in the net pension asset. At June 30, 2015 the Coventry School Department 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	<u>\$ 33,821</u>
Deferred inflows of resources	
Net difference between projected and actual earnings on pension plan investments	<u>\$ 1,207,072</u>

\$33,821 reported as deferred outflows of resources related to pensions resulting from the Coventry School Department’s contributions in fiscal year 2015 subsequent to the measurement date will be recognized as an addition to the net pension asset for the year ended June 30, 2016. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	(301,768)
2017	(301,768)
2018	(301,768)
2019	<u>(301,768)</u>
	<u>(1,207,072)</u>

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

Inflation	2.75%
Salary increases	3.50% to 13.50%
Investment rate of return	7.50%

Mortality rates for male and female teachers were based on 97% (males) and 92% (females) of rates in a GRS table based on male and female teacher experience, projected with scale AA from 2000.

Cost of living adjustment – eligible survivors receive a yearly cost of living adjustment based on the annual social security adjustment – for valuation purposes, a 2.75% cost of living adjustment is assumed.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

5. Defined Benefit Pension Plan (Survivors Benefit)

The actuarial assumptions used in the June 30, 2013 valuation rolled forward to June 30, 2014 and the calculation of the total pension liability at June 30, 2014 were consistent with the results of an actuarial experience study performed as of June 30, 2013.

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 forward-looking medium-term (10 year) capital market return assumptions developed by eight investment consulting firms. The June 30, 2014 expected arithmetic returns over the medium term by asset class as developed by the State Investment Commission’s investment consultant, which are generally consistent with the averages utilized by the actuary, are summarized in the following table:

Asset Class	Target Allocation	Medium-term expected real rate of return
Global Equity	38%	6.05%
Private Equity	7%	9.05%
Equity Hedge funds	8%	4.75%
Absolute return hedg	7%	2.95%
Real Return	14%	3.85%
Real Estate	8%	4.45%
Core Fixed	15%	0.25%
Cash	3%	-0.50%
	100%	

These return assumptions are then weighted by the target asset allocation percentage, factoring in correlation effects, to develop the overall medium-term expected rate of return best-estimate on an arithmetic basis. To arrive at the long-term expected return estimate, the actuary adjusts the medium-term number to reflect the longer 30-year time frame required for actuarial calculations. This process produces the actuarial expected return, which is based on a 30-year horizon, and can differ from the medium-term, 10-year-horizon return expectations.

Discount rate - the discount rate used to measure the total pension liability was 7.5 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.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

5. Defined Benefit Pension Plan (Survivors Benefit)

Sensitivity of the net pension liability (asset) to changes in the discount rate - the following presents the net pension liability (asset) calculated using the discount rate of 7.5 percent as well as what the net pension liability (asset) 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.

1.00% Decrease (6.5%)	Current Discount Rate (7.5%)	1.00% Increase (8.5%)
\$ (7,904,266)	\$ (9,223,335)	\$ (10,542,213)

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

6. School Administration Pension Plan

The Town of Coventry contributes to the School Administration Pension Plan. This plan is a defined contribution plan that covers certain school administrators who do not qualify for other school pension plans. The plan was established by the Town in accordance with the Town Charter and Federal and State Statutes.

The Town makes contributions to this plan based on the Town’s contribution requirements for the Certified School Employees Pension Plan. In addition, participants may contribute a percentage of their annual salary to the plan based on applicable tax law. Under the provisions of the plan, benefits vest in the Town’s contributions after three years of creditable service. This pension plan also provides disability and death benefits.

As of June 30, 2015 employee membership data related to this plan was as follows:

Active members	6
Inactive members	<u>1</u>
Total	7

Required Contributions:

Fiscal Yr Ended June 30,	Annual Required Pension Cost	Percentage Contributed
2015	44,186	100%
2014	60,460	100%
2013	45,498	100%

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 16 - PENSION PLANS – (continued)

7. Town Administration 401a Pension and 457 Deferred Comp Plan

The Town of Coventry contributes up to 8% to a defined contribution 401a plan established for certain town employees who do not participate in other town pension plans. The plan was established in accordance with the Town Charter, and Federal and State statutes. The plan provides for 100% vesting from the day of enrollment. One employee was enrolled in FY 2015, with contributions of \$11,355 being made on their behalf.

Required Contributions:

Fiscal Yr Ended June 30,	Annual Required Pension Cost	Percentage Contributed
2015	11,355	100%
2014	18,260	100%
2013	20,250	100%

8. Defined Contribution Plan

A. State of Rhode Island Defined Contribution Retirement Plan

Employees participating in the defined benefit plan, 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 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.

As previously indicated in the disclosure of recently-enacted pension legislation, the employer contribution for certain qualifying employees will increase slightly beginning in fiscal 2016.

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

The Coventry School Department recognized pension expense of \$3,429,749, for the fiscal year ended June 30, 2015.

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>.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 16 - PENSION PLANS – (continued)

9. Defined Contribution Plan

Plan Description

In fiscal year 2014, the Town created a new defined contribution plan for employees hired after July 1, 2013. The Plan, which is a single-employer public employees defined contribution plan, was established by the Town Council in accordance with the Town charter and Federal and State statutes. Under the provisions of the Plan, all employees hired on or after July 1, 2013 are able to participate in a defined contribution plan in which the Town will match employee contributions, up to 10% of an employee’s annual base wage, the terms of which shall be negotiated by the parties. Employee contributions are 100% vested from day one of employment.

As of June 30, 2015 employee membership data related to this plan was as follows:

Active members	11
Inactive members	<u>0</u>
Total	11

Required Contributions:

Fiscal Yr Ended June 30,	Required Pension Cost	Percentage Contributed
2015	24,393	100%
2014	9,629	100%

NOTE 17 – OTHER POST EMPLOYMENT BENEFITS

Plan Description

In addition to the pension benefits described above, the Town provides post-employment health care benefits in accordance with Town union contracts. These benefits are for continued full family or individual health care for the employee groups as described below. Retiree medical coverage is only to age 65, while dental continues post-65.

Town Hall Employees

Members of this group are eligible to receive medical and dental benefits for themselves and their spouse at the earlier of age 62 or age 55 with 10 years of service. The cost of benefits is 100% retiree-paid.

Membership as of July 1, 2013

Active members -	74
Retired members -	0
Spouses of retirees -	<u>0</u>
Total	<u>74</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 17 – OTHER POST EMPLOYMENT BENEFITS (continued)

Police Employees

Members of this group are eligible to receive medical and dental benefits for themselves and their spouse at the earlier of:

1. Schedule A (hired prior to 1/1/1994): 20 years of service
2. Schedule B (hired after 1/1/1994): 23 years of service
3. Schedule C (hired after 1/1/2013): 25 years of service

The cost of benefits is 100% retiree-paid.

Membership as of July 1, 2013

Active members -	55
Retired members -	9
Spouses of retirees -	<u>6</u>
Total	<u>70</u>

School Teachers and Administrators

Members of this group who have retired under the Employees' Retirement System of Rhode Island, with a minimum of 15 years of service with the Coventry School District are eligible to receive medical and dental benefits for themselves and their spouse at the earlier of:

1. Schedule A (vested prior to 7/1/05)
 - a. 28 years of service
 - b. Age 60 with 10 years of service
2. Schedule B (vested after 7/1/05)
 - a. Age 65 with 10 years of service
 - b. Age 59 with 29 years of service

The cost of benefits is as follows:

1. Pre-65: The District pays an annual health premium not to exceed \$1,200 for members and their spouses from their date of retirement through age 64.
2. Post-65: The District pays an annual health premium not to exceed \$1,000 for members and their spouses.

Membership as of July 1, 2013

Active members -	435
Retired members -	241
Spouses of retirees -	<u>143</u>
Total	<u>819</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 17 – OTHER POST EMPLOYMENT BENEFITS (continued)

School Others

Members who have retired from the Coventry School District shall be eligible to receive medical and dental benefits for themselves and their spouse at the earlier of 30 years of service or age 58 with 10 years of service. The cost of benefits for other school employees is limited. For a period of six years following the member's retirement date, the School District pays an annual health premium not to exceed \$1,200. There are no OPEB benefits beyond the initial six years after retirement.

Membership as of July 1, 2013

Active members -	172
Retired members -	17
Spouses of retirees -	<u>0</u>
Total	<u>189</u>

Funding Policy

The Town pays for the other post-employment benefits on a pay-as-you-go basis. The annual medical & dental benefits premium cost for fiscal year ended June 30, 2015 was \$91,008 for Town employees and \$285,590 for School employees.

The following chart projects the “Actuarial Required Contribution (“ARC”), Pay-As-You-Go, Annual OPEB cost and the Net OPEB Obligation for the next five years under an unfunded (pay-as-you-go) scenario.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Percentage of Covered Payroll ((b-a)/c)
7/1/2011	-	12,523,000	12,523,000	-	44,622,000	28.06%
7/1/2013	-	16,443,000	16,443,000	-	44,842,000	36.67%
7/1/2015	-	N/A	N/A	N/A	N/A	N/A

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 17 – OTHER POST EMPLOYMENT BENEFITS (continued)

Annual OPEB Cost and Net OPEB Obligation

Actuarial Methods and Assumptions

The information presented was determined as part of the actuarial valuation. Additional information as of the last valuation follows:

Valuation Date:	July 1, 2013
Discount Rate	4.00%
Inflation Rate	2.75%
Medical Inflation Rate	6.58% - 4.40% over 79 years
Dental Inflation Rate	3.00%
Actuarial Cost Method:	Projected Unit Credit Cost Method
Asset Valuation Method:	Plan is currently unfunded
Payroll Growth Rate:	4.00%
Amortization Method:	Level dollar

THREE YEAR TREND INFORMATION

Fiscal Yr Ended June 30,	Annual OPEB Cost	Actual Contribution	% of OPEB Cost Contributed
2015	1,464,049	873,179	59.64%
2014	1,195,785	777,000	64.98%
2013	1,171,256	838,000	71.55%

Annual OPEB Cost and Net OPEB Obligation: Below are the required OPEB obligation presentations per GASB 45 for the period ending June 30, 2015:

Annual required contribution	\$ 1,538,463
Interest on NOO	88,637
Adjustment to annual required contribution	<u>(163,051)</u>
Annual OPEB cost	1,464,049
Contributions made	(873,179)
Increase (decrease) in NOO	<u>590,870</u>
NOO Beginning of Fiscal year	<u>2,215,921</u>
NOO End of Fiscal Year	<u><u>\$ 2,806,791</u></u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 18 - RISK MANAGEMENT

The Town of Coventry 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. As a result, the Town participates in a non-profit, public entity risk pool (Rhode Island Inter-local Risk Management Trust, Inc.) that provides coverage for property/liability claims and workers' compensation claims. Upon joining the Trust, the Town signed a participation agreement that outlines the rights and responsibilities of both the Trust and the Town. The agreement states that for premiums paid by the Town, the Trust will assume financial responsibility for the Town's losses up to the maximum amount of insurance purchased, minus the Town's deductible amounts. The policy is not retrospectively rated, but rather, premiums are based on the ultimate cost of the groups experience to date. The pool is allowed to make additional assessments for claims that are reasonably possible and estimable.

The Trust provides this insurance coverage through a pooled, self-insurance mechanism, which includes reinsurance purchased 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 Town is insured for a maximum of \$5,000,000 per occurrence. Settled claims resulting from these risks have not exceeded the Trust coverage in any of the past three fiscal years. And it is not anticipated that the risks will exceed the trust coverage in the current year. There were no reductions in the insurance coverage during the fiscal year up and through the report date.

The town insures the entire risk arising from employee related health issues through the purchase of standard health insurance policies for all employees. Policy costs are charged in full to insurance expense in the general, special revenue and enterprise funds on a monthly basis. There are no retrospective adjustments to the monthly premiums charged to the town. The carrier, in advance of the new policy year and to account for the town's historical costs, adjusts the premiums annually.

Self-insurance:

The School Department participates in a multi-employer cost reimbursement healthcare self-insurance risk pool managed by West Bay Community Health (WBCH). The School Department pays WBCH monthly premiums based upon "working rates" that are periodically adjusted to reflect changes in actual costs. Funds on deposit with WBCH are made available to pay claims, claim reserves and administrative costs. As of June 30, 2015, the reported premiums exceeded expenditures on deposit by \$387,988. Incurred but not reported (IBNR) claims, of \$533,553 resulted in a \$2,261,570 balance in the net adjusted reserve.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 18 - RISK MANAGEMENT (continued)

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for IBNR claims. The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, including retroactive assessments for hospital costs and other settlements occurring after the end of the fiscal year and not determinable at the end of the fiscal year. An excess coverage insurance policy covers individual claims exceeding \$125,000.

Changes in the deposit balance for fiscal year 2015 is as follows:

	Year ended June 30, 2015
Beginning cumulative surplus (deficit)	\$ 2,608,142
Premium deposits	8,314,154
Incurred claims (excluding IBNR)	(7,929,166)
Administrative fees	<u>(198,007)</u>
Ending cash deposit balance	2,795,123
Estimated IBNR (two month estimate)	(533,553)
Run out reserve balance	<u>468,781</u>
Net adjusted reserve	<u><u>\$ 2,730,351</u></u>

NOTE 19 – SUBSEQUENT EVENT

Management has evaluated subsequent events through January 29, 2016 the date the financial statements were available to be issued.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 20 – PRIOR PERIOD RESTATEMENT

Governmental Activities – Net Position

In fiscal year 2015 the Town adopted the requirements of the Government Accounting Standards Board, GASB Statement No. 68 - Accounting and Financial Reporting for Pension – an amendment of GASB Statement No. 27 effective for the Town’s fiscal year ending June 30, 2015. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. The table below reflects the restatement and effect of this pronouncement on the Net Position of the prior period June 30, 2014, so the current fiscal year ending June 30, 2015 only presents the changes to current year activity.

Beginning net position - Governmental Activities	\$ (19,113,960)
Restatement for:	
Beginning net pension liability - Employees Retirement System	(61,122,226)
Reverse of beginning net pension obligation - Police Plan	28,161,637
Reverse of beginning net pension obligation - Municipal Plan	10,106,273
Beginning net pension liability - Police Plan	(63,089,877)
Beginning net pension liability - Municipal Plan	(14,168,982)
Beginning net pension asset - Teachers Survivor Benefits	<u>7,260,103</u>
Total adjustment to net position:	<u>(92,853,072)</u>
Beginning net position - Restated as of 7/1/2014	<u><u>(111,967,032)</u></u>

Net Position – Proprietary Funds

As required by the Government Accounting Standards Board GASB Statement No. 65 – *Items Previously Reported as Assets and Liabilities* the Sewer Fund has discontinued amortizing bond issuance cost. The previously recorded costs of issuance were being amortized over the life of the debt. This restatement resulted in a reduction of the prior year’s net position by \$282,008. This was not identified properly in the prior year.

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Budgetary Comparison Schedule-General Fund
Schedule of Revenues and Expenditures (Budgetary Basis and Actual)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budgeted</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
General property taxes	\$ 65,929,752	\$ 65,929,752	\$ 65,367,621	\$ (562,131)
Other taxes	888,571	888,571	909,426	20,855
Intergovernmental revenue	1,540,833	1,540,833	2,309,057	768,224
Licenses, fees and permits	740,680	740,680	754,044	13,364
Fines and interest on late payments	492,155	492,155	546,540	54,385
Interest on investments	100,000	100,000	82,671	(17,329)
Other revenue	713,837	713,837	611,692	(102,145)
Total revenues	<u>70,405,828</u>	<u>70,405,828</u>	<u>70,581,051</u>	<u>175,223</u>
Expenditures:				
Legislative, judicial and general administrative	1,537,904	1,533,388	1,580,074	(46,686)
Financial administrative	722,778	718,429	713,953	4,476
Public safety	11,143,009	11,231,375	11,075,816	155,559
Public works	5,343,580	5,285,591	5,338,863	(53,272)
Parks & Recreation	2,060,035	2,045,170	1,981,067	64,103
Human resources	785,756	780,600	759,028	21,572
Planning & Development	321,494	320,003	309,297	10,706
General government	2,727,628	2,727,628	2,695,001	32,627
Debt service:				
Principal payments	2,600,000	2,600,000	2,600,000	-
Interest and fiscal charges	802,250	802,250	802,250	-
Total expenditures	<u>28,044,434</u>	<u>28,044,434</u>	<u>27,855,349</u>	<u>189,085</u>
Excess/(deficiency) of revenues over expenditures	<u>42,361,394</u>	<u>42,361,394</u>	<u>42,725,702</u>	<u>364,308</u>
Other financing sources/(uses):				
Use of prior years surplus	265,077	265,077	265,077	-
Transfer from Impact Fees	-	-	283,646	283,646
Transfers (to) other funds	(145,743)	(145,743)	(604,389)	(458,646)
School appropriation	(42,480,728)	(42,480,728)	(42,480,728)	-
Total other financing sources	<u>(42,361,394)</u>	<u>(42,361,394)</u>	<u>(42,536,394)</u>	<u>(175,000)</u>
Excess/(deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 189,308</u>	<u>\$ 189,308</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budget Revenues</u>	<u>Revised Budget Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>
General property taxes				
Real Estate Taxes - Current	\$ 58,119,310	\$ 58,119,310	\$ 58,134,841	\$ 15,531
Real Estate Taxes - Prior	546,042	546,042	314,932	(231,110)
Real Estate Taxes - Debt Service - School	1,860,418	1,860,418	1,426,013	(434,405)
Real Estate Taxes - Debt Service - Town	398,982	398,982	398,982	-
Motor Vehicle Excise Tax	5,005,000	5,005,000	5,092,853	87,853
Total general property taxes	<u>65,929,752</u>	<u>65,929,752</u>	<u>65,367,621</u>	<u>(562,131)</u>
Other Taxes				
Telephone Tax	438,642	438,642	432,985	(5,657)
Hotel Tax	68,715	68,715	86,915	18,200
Meal and Beverage Tax	381,214	381,214	389,526	8,312
Total other taxes	<u>888,571</u>	<u>888,571</u>	<u>909,426</u>	<u>20,855</u>
Intergovernmental Revenue				
State Aid School Housing	1,142,850	1,142,850	1,577,256	434,406
Payment in Lieu of Taxes	62,135	62,135	79,869	17,734
State Aid to Libraries	100,113	100,113	100,113	-
Municipal Incentive Aid	-	-	332,252	332,252
State Reimbursement Auto Tax	235,735	235,735	219,567	(16,168)
Total Intergovernmental Revenue	<u>1,540,833</u>	<u>1,540,833</u>	<u>2,309,057</u>	<u>768,224</u>
Licenses and Permits				
Building Permits	95,777	95,777	152,242	56,465
Plumbing and Heating	17,000	17,000	23,388	6,388
Electrical Permits	16,000	16,000	19,502	3,502
Recording Fees	327,261	327,261	290,862	(36,399)
Probate Fees	49,292	49,292	45,315	(3,977)
Marriage Licenses	1,290	1,290	1,312	22
Dog Licenses	17,625	17,625	15,911	(1,714)
Animal Rescue Fees	12,579	12,579	9,202	(3,377)
Realty Fees	40,000	40,000	40,000	-
Alcoholic Beverage Licenses	25,000	25,000	20,710	(4,290)
Hunting and Fishing Licenses	25	25	30	5
Library Fees	26,000	26,000	22,532	(3,468)
Planning Commission Fees	9,100	9,100	7,180	(1,920)
Planning Commission Steno Fees	2,000	2,000	3,142	1,142
Miscellaneous Fees	101,731	101,731	102,716	985
Total Licenses and Permits	<u>740,680</u>	<u>740,680</u>	<u>754,044</u>	<u>13,364</u>

(continued)

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended June 30, 2015
(continued)

	<u>Original Budget Revenues</u>	<u>Revised Budget Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>
Fines and Interest on Late Payments				
Interest and Penalties	492,155	492,155	546,540	54,385
Total Fines and Interest on Late Payments	<u>492,155</u>	<u>492,155</u>	<u>546,540</u>	<u>54,385</u>
Interest on Investments				
Interest Earnings	100,000	100,000	82,671	(17,329)
Total Interest on Investments	<u>100,000</u>	<u>100,000</u>	<u>82,671</u>	<u>(17,329)</u>
Other Revenue				
Police Car Rental	96,873	96,873	92,589	(4,284)
Municipal Court	67,450	67,450	36,022	(31,428)
Land Trust Fees	200,000	200,000	251,486	51,486
Miscellaneous Receipts	349,514	349,514	231,595	(117,919)
Total Other Revenue	<u>713,837</u>	<u>713,837</u>	<u>611,692</u>	<u>(102,145)</u>
Total Revenue	<u>70,405,828</u>	<u>70,405,828</u>	<u>70,581,051</u>	<u>175,223</u>
Other Financing Sources and transfers				
Use of prior years surplus	265,077	265,077	265,077	-
Transfer from Impact Fees	-	-	283,646	283,646
Total Other Financing Sources	<u>265,077</u>	<u>265,077</u>	<u>548,723</u>	<u>283,646</u>
Total Town Revenue	<u>\$ 70,670,905</u>	<u>\$ 70,670,905</u>	<u>\$ 71,129,774</u>	<u>\$ 458,869</u>

(concluded)

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Expenditures - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budgeted Expenditures</u>	<u>Revised Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
Legislative, Judicial and General Administrative				
Town Council	\$ 25,841	\$ 24,841	\$ 24,390	\$ 451
Town Manager	321,506	319,893	311,624	8,269
Information Technology	292,011	291,972	267,720	24,252
Town Clerk	289,485	287,870	299,063	(11,193)
Town Solicitor	417,500	417,500	504,543	(87,043)
Board of Canvassers	127,789	127,540	113,783	13,757
Probate Court	18,197	18,197	16,249	1,948
Municipal Court	45,575	45,575	42,702	2,873
Total Legislative, Judicial and General Administrative	<u>1,537,904</u>	<u>1,533,388</u>	<u>1,580,074</u>	<u>(46,686)</u>
Financial Administration				
Treasurer	311,199	309,708	311,065	(1,357)
Board of Assessment Review	4,299	4,299	3,176	1,123
Tax Assessor	186,813	185,446	176,805	8,641
Tax Collector	220,467	218,976	222,907	(3,931)
Total Financial Administration	<u>722,778</u>	<u>718,429</u>	<u>713,953</u>	<u>4,476</u>
Public Safety				
Police	10,879,354	10,968,903	10,825,660	143,243
Animal Control	213,412	212,229	205,615	6,614
Emergency Management	18,050	18,050	13,756	4,294
Town Sergeant	2,334	2,334	2,311	23
Crossing Guards	29,859	29,859	28,474	1,385
Total Public Safety	<u>11,143,009</u>	<u>11,231,375</u>	<u>11,075,816</u>	<u>155,559</u>
Public Works				
Engineering	99,722	99,039	113,310	(14,271)
Inspection and Permits	203,019	201,528	194,673	6,855
Roads and Bridges	1,944,392	1,900,509	1,914,057	(13,548)
Snow Removal	246,238	246,238	467,536	(221,298)
Building Maintenance	489,827	487,709	505,252	(17,543)
Refuse Collection	772,412	765,455	675,201	90,254
Refuse Disposal	635,635	635,635	579,541	56,094
Vehicle Maintenance	952,335	949,478	889,293	60,185
Total Public Works	<u>5,343,580</u>	<u>5,285,591</u>	<u>5,338,863</u>	<u>(53,272)</u>

(continued)

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Expenditures - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended June 30, 2015
Continued

	<u>Original Budgeted Expenditures</u>	<u>Revised Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
Human Resources				
Human Services	785,756	780,600	759,028	21,572
Total Human Resources	<u>785,756</u>	<u>780,600</u>	<u>759,028</u>	<u>21,572</u>
Parks and Recreation				
Public Libraries	982,369	982,369	982,357	12
Recreation	1,077,666	1,062,801	998,710	64,091
Total Parks and Recreation	<u>2,060,035</u>	<u>2,045,170</u>	<u>1,981,067</u>	<u>64,103</u>
Planning and Development				
Planning Commission	16,719	16,719	12,623	4,096
Planning Department	284,252	282,761	279,920	2,841
Zoning Board	10,124	10,124	9,727	397
Conservation Commission	1,120	1,120	600	520
Land Trust Commission	1,480	1,480	926	554
Economic Development	608	608	540	68
Historic District Commission	3,122	3,122	1,102	2,020
Coventry Housing Authority	4,069	4,069	3,859	210
Total Planning and Development	<u>321,494</u>	<u>320,003</u>	<u>309,297</u>	<u>10,706</u>
General Government				
Town General	2,727,628	2,727,628	2,695,001	32,627
Total General Government	<u>2,727,628</u>	<u>2,727,628</u>	<u>2,695,001</u>	<u>32,627</u>
Debt Service				
Principal	2,600,000	2,600,000	2,600,000	-
Interest	802,250	802,250	802,250	-
Total Debt Service	<u>3,402,250</u>	<u>3,402,250</u>	<u>3,402,250</u>	<u>-</u>
Other Financing Uses				
Transfers to School Unrestricted	42,480,728	42,480,728	42,480,728	-
Transfers to Land Trust	145,743	145,743	145,743	-
Transfer to School Department	-	-	175,000	(175,000)
Transfer to School via Impact Fees	-	-	283,646	(283,646)
Total Other Uses	<u>42,626,471</u>	<u>42,626,471</u>	<u>43,085,117</u>	<u>(458,646)</u>
Total Expenditures and Other Financing Uses	<u><u>\$ 70,670,905</u></u>	<u><u>\$ 70,670,905</u></u>	<u><u>\$ 70,940,466</u></u>	<u><u>\$ (269,561)</u></u>

(concluded)

**REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Schedule of Revenues and Expenditures
Budget (Budgetary Basis) and Actual
Special Revenue Funds - School Unrestricted
For the Fiscal Year Ended June 30, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues				
State Aid	\$ 21,039,824	\$ 21,039,824	\$ 21,019,553	\$ (20,271)
Federal Aid	600,000	600,000	728,964	128,964
Charges for Service	996,673	996,673	826,357	(170,316)
Miscellaneous	-	-	16,757	16,757
Total revenues	<u>22,636,497</u>	<u>22,636,497</u>	<u>22,591,631</u>	<u>(44,866)</u>
Expenditures				
Salaries	41,679,961	41,679,961	41,704,273	(24,312)
Employee benefits	14,906,051	14,906,051	14,235,491	670,560
Purchased services	5,948,257	5,948,257	6,680,941	(732,684)
Supplies and materials	2,130,370	2,130,370	1,942,542	187,828
Capital outlay	637,332	637,332	642,213	(4,881)
Other	60,254	60,254	46,085	14,169
Total expenditures	<u>65,362,225</u>	<u>65,362,225</u>	<u>65,251,545</u>	<u>(110,680)</u>
Excess of revenues over (under) expenditures before other financing sources	(42,725,728)	(42,725,728)	(42,659,914)	65,814
Other financing sources (uses)				
Operating transfers - Town appropriation	42,480,728	42,480,728	42,480,728	-
Transfer from cell tower	70,000	70,000	70,000	-
Transfer from Self Insurance Fund	175,000	175,000	175,000	-
Total other financing sources/(uses)	<u>42,725,728</u>	<u>42,725,728</u>	<u>42,725,728</u>	<u>-</u>
Excess (deficiency) of revenue and other sources over expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,814</u>	<u>\$ 65,814</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015

The accompanying Statement of Revenues, Expenditures / Expenses (GAAP or Budgetary Basis Non-GAAP) presents comparisons of the legally adopted budget with actual data on a budgetary basis. Because accounting principals applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with GAAP, a reconciliation of resultant basis, entity and timing differences in the excess (deficiency) of revenues and other financial resources over expenditure / expenses and other uses of financial resources for the year ended June 30, 2015 is presented below:

	<u>General Fund</u>	<u>School Unrestricted</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (budgetary basis)	\$ 189,308	\$ 65,814
Excess of revenues and other sources over expenditures and other uses of funds classified with the General Fund for purposes of GASB Statement No. 54	277,387	(33,759)
Use of accumulated fund balance surplus	(265,077)	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses (GAAP basis)	\$ 201,618	\$ 32,055

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015

Schedule of Changes in Net Pension Liability and Related Ratios
Coventry Municipal Employees Retirement Plan
(in 1,000s)

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Pension Liability										
Service Cost	\$ 546	\$ 539	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest on Total Pension Liability	1,477	1,402	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Plan Changes	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Economic/Demographic Gains or Losses	(248)	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Assumption Changes or Inputs	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit Payments	(690)	(695)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Total Pension Liability	1,085	1,246	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Pension Liability, beginning	21,074	19,828	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Pension Liability, ending (a)	22,159	21,074	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position										
Employer Contributions	\$ 829	\$ 1,080	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Member Contributions	446	447	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Investment Income Net of Investment Expenses	55	671	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit Expenses	(690)	(695)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Administrative Expenses	(1)	(1)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Fiduciary net Position	639	1,502	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position, beginning	6,905	5,403	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary net Position, ending (b)	7,544	6,905	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability, ending = (a) - (b)	14,615	14,169	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position as a % of Total Pension Liability	34.04%	32.77%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered Payroll	\$ 5,382	\$ 5,469	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a % of Covered Payroll	271.6%	259.1%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:
1.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015

Schedule of Town Contributions
Last 10 Fiscal Years
Coventry Municipal Employees Retirement Plan

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Actuarially determined contribution	\$ 841,584	\$ 991,124	1,068,188	986,087	887,077	806,558	806,558	1,361,081	N/A	N/A
Contributions in relation to the actuarially determined contribution	829,250	1,080,077	773,054	559,077	442,837	550,000	550,000	784,442	N/A	N/A
Contribution deficiency/(excess)	12,334	(88,953)	295,134	427,010	444,240	256,558	256,558	576,639	N/A	N/A
Covered payroll per employee	5,382,148	5,469,059	5,289,322	5,486,026	5,275,025	N/A	5,191,876	N/A	N/A	N/A
Contributions as a percentage of covered-employee payroll	15.41%	19.75%	14.62%	10.19%	8.39%	N/A	10.59%	N/A	N/A	N/A

Notes:

1.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

Schedule of Investment Returns
Last 10 Fiscal Years
Coventry Municipal Employees Retirement Plan

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Annual money-weighted rate of return, net of investment expense	0.77%	11.76%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

1.) The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of time they are available to earn a return during that period.

2.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015

Schedule of Changes in Net Pension Liability and Related Ratios
Coventry Police Officers Retirement Plan
(in 1,000s)

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Pension Liability										
Service Cost	\$ 918	\$ 903	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest on Total Pension Liability	4,944	4,844	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Plan Changes	-	(12)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Economic/Demographic Gains or Losses	(938)	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Assumption Changes or Inputs	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit Payments	(3,495)	(3,437)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Total Pension Liability	1,429	2,298	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Pension Liability, beginning	72,280	69,982	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Pension Liability, ending (a)	73,709	72,280	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position										
Employer Contributions	\$ 4,152	\$ 4,564	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Member Contributions	287	306	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Investment Income Net of Investment Expenses	50	784	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit Expenses	(3,495)	(3,437)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Administrative Expenses	(6)	(6)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Fiduciary net Position	988	2,211	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position, beginning	9,190	6,979	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary net Position, ending (b)	10,178	9,190	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability, ending = (a) - (b)	\$ 63,531	\$ 63,090	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position as a % of Total Pension Liability	13.81%	12.71%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered Payroll	\$ 3,047	\$ 3,125	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a % of Covered Payroll	2085.0%	2018.9%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:
1.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015

Schedule of Town Contributions
Last 10 Fiscal Years
Coventry Police Officers Retirement Plan

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Actuarially determined contribution	\$ 4,495,252	\$ 4,481,020	4,784,708	3,530,006	3,278,626	3,084,953	3,084,953	4,071,928	N/A	N/A
Contributions in relation to the actuarially determined contribution	4,148,062	4,563,733	3,260,756	2,274,733	2,274,733	2,274,733	2,274,733	2,769,961	N/A	N/A
Contribution deficiency/(excess)	347,190	(82,713)	1,523,952	1,255,273	1,003,893	810,220	810,220	1,301,967	N/A	N/A
Covered payroll per employee	3,047,317	3,124,718	3,246,617	3,513,681	3,378,540	N/A	3,598,495	N/A	N/A	N/A
Contributions as a percentage of covered-employee payroll	136.12%	146.05%	100.44%	64.74%	67.33%	N/A	63.21%	N/A	N/A	N/A

Notes:

1.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

Schedule of Investment Returns
Last 10 Fiscal Years
Coventry Police Officers Retirement Plan

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Annual money-weighted rate of return, net of investment expense	0.52%	10.81%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

1.) The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of time they are available to earn a return during that period.

2.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015

Schedule of Town Contributions

Last 10 Fiscal Years

State of Rhode Island Employees Retirement System

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Actuarially determined contribution	\$ 4,610,827	\$ -	-	-	-	-	-	-	-	-
Contributions in relation to the actuarially determined contribution	4,610,827	-	-	-	-	-	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered employee payroll	32,958,819	-	-	-	-	-	-	-	-	-
Contributions as a percentage of covered-employee payroll	13.99%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

- 1.) The amounts presented for each fiscal year were determined as of 6/30 measurement date prior to the fiscal year-end.
- 2.) This schedule is intended to show information for 10 years - additional years will be displayed as they become available.

Schedule of Coventry's Proportionate Share of Net Pension Liability

Last 10 Fiscal Years

State of Rhode Island Employees Retirement System

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Coventry proportion of the net pension liability	2.21656528%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Coventry proportionate share of the net pension liability	53,951,207	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability associated with the school district	36,996,828	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Coventry covered payroll	32,958,819	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Coventry proportionate share of the net pension liability as a percentage of it's covered employee payroll	163.69%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a % of the total pension liability	61.4%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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.
- 2.) This schedule is intended to show information for 10 years - additional years will be displayed as they become available.

TOWN OF EAST GREENWICH, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015

Schedule of Coventry Contributions
Last 10 Fiscal Years
Teachers Survivor Benefit Plan

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Statutorily determined contribution	\$ 33,821	\$ -	-	-	-	-	-	-	-	-
Contributions in relation to the actuarially determined contribution	33,821	-	-	-	-	-	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered employee payroll	32,958,819	-	-	-	-	-	-	-	-	-
Contributions as a percentage of covered-employee payroll	0.10%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

- 1.) The amounts presented for each fiscal year were determined as of 6/30 measurement date prior to the fiscal year-end.
- 2.) This schedule is intended to show information for 10 years - additional years will be displayed as they become available.

Schedule of Coventry's Proportionate Share of Net Pension Liability (Asset)
Last 10 Fiscal Years
Teachers Survivor Benefit Plan

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Coventry proportion of the net pension asset	7.41898361%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Coventry proportionate share of the net pension asset	9,223,335	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Coventry covered payroll	32,958,819	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Coventry proportionate share of the net pension liability as a percentage of it's covered employee payroll	27.98%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a % of the total pension liability	173.3%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

- 1.) Employers participating in the Teachers' Survivor's Benefit Plan contribute at a rate established by the RI General Laws, Section 16-16-35.
- 2.) This schedule is intended to show information for 10 years - additional years will be displayed as they become available.

SUPPLEMENTARY INFORMATION

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Combining Balance Sheet - Non-Major Governmental Funds
June 30, 2015

	Special Revenue Restricted Town	Special Revenue Restricted School	School Food Service	School Improvement Capital Fund	Town Capital Improvement Funds	Totals
ASSETS						
Cash	\$ 1,183,592	\$ -	\$ 146,451	\$ -	\$ 13,960,176	\$ 15,290,219
Other receivables	-	49,763	-	-	13,039	62,802
Intergovernmental receivables	420,888	1,246,772	138,652	-	-	1,806,312
Due from other funds	553,047	579,728	-	284,800	350,375	1,767,950
Total assets	\$ 2,157,527	\$ 1,876,263	\$ 285,103	\$ 284,800	\$ 14,323,590	\$ 18,927,283
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 660,804	\$ 28,869	\$ 302,623	\$ -	\$ 182,826	\$ 1,175,122
Due to other funds	1,641,877	1,198,200	-	293,239	563,378	3,696,694
Accrued salaries	-	251,620	-	-	-	251,620
Unearned revenue	327,512	1,163	-	-	-	328,675
Total liabilities	2,630,193	1,479,852	302,623	293,239	746,204	5,452,111
Fund balances (deficits)						
<i>Restricted for:</i>						
Educational programs	-	565,866	-	-	6,722	572,588
Public safety programs	205,351	-	-	-	-	205,351
Culture and recreation	37,917	-	-	-	-	37,917
Health & human services	87,977	-	-	-	-	87,977
<i>Committed for:</i>						
Public works programs	17,818	-	-	-	13,899,409	13,917,227
Culture and recreation	912,217	-	-	-	-	912,217
Unassigned	(1,733,946)	(169,455)	(17,520)	(8,439)	(328,745)	(2,258,105)
Fund balances (deficits)	(472,666)	396,411	(17,520)	(8,439)	13,577,386	13,475,172
Total liabilities and fund balances	\$ 2,157,527	\$ 1,876,263	\$ 285,103	\$ 284,800	\$ 14,323,590	\$ 18,927,283

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance - Non-Major Governmental Funds
For the fiscal year ended June 30, 2015

	Special Revenue Restricted Town	Special Revenue Restricted School	School Food Service	School Improvement Capital Fund	Town Capital Improvement Funds	Totals
REVENUES						
Intergovernmental	\$ 2,586,106	\$ 3,066,014	\$ 693,353	\$ 3,914	\$ -	\$ 6,349,387
Charges for service	571,942	-	752,778	-	-	1,324,720
Investment income	853	-	1	-	31,939	32,793
Contributions and private grants	63,609	-	-	-	-	63,609
Other	-	129,861	-	-	-	129,861
Total Revenues	3,222,510	3,195,875	1,446,132	3,914	31,939	7,900,370
EXPENDITURES						
Executive and administration	155,508	-	-	-	-	155,508
Public safety	74,150	-	-	-	-	74,150
Public works	482,095	-	-	-	2,442,520	2,924,615
Community and economic development	105,766	-	-	-	-	105,766
Health and human services	403,336	-	-	-	-	403,336
Education	-	3,202,067	1,523,712	8,660	-	4,734,439
Principal payments	-	-	-	-	1,094,000	1,094,000
Capital expenditures	1,637,185	-	-	-	1,730,817	3,368,002
Total Expenditures	2,858,040	3,202,067	1,523,712	8,660	5,267,337	12,859,816
Excess of revenues over (under) Expenditures	364,470	(6,192)	(77,580)	(4,746)	(5,235,398)	(4,959,446)
Other Financing Sources (uses)						
Operating transfers in	250,136	-	-	-	283,646	533,782
Operating transfers out	(527,226)	-	-	-	-	(527,226)
Debt issuance cost	-	-	-	-	(311,566)	(311,566)
Premium on issue of debt	-	-	-	-	311,566	311,566
Issuance of debt	-	-	-	-	16,748,531	16,748,531
Total other financing sources	(277,090)	-	-	-	17,032,177	16,755,087
Excess of revenues and other sources over (under) expenditures and other uses	87,380	(6,192)	(77,580)	(4,746)	11,796,779	11,795,641
FUND BALANCE - July 1, 2014	(560,046)	402,603	60,060	(3,693)	1,780,607	1,679,531
FUND BALANCE - June 30, 2015	\$ (472,666)	\$ 396,411	\$ (17,520)	\$ (8,439)	\$ 13,577,386	\$ 13,475,172

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Balance Sheet
June 30, 2015

	209	210	211	225	230	298	246
	Legislative	Friends of	Project	Anthony	Bramley	Legislative	246
	Grant	Human	Friends	Village	Grant	Grant	Mapleroot
	Inman	Services				Police	Cemetery
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	31,660	12,279	-	-
Due from other funds	-	4,000	238,101	-	-	-	1,500
Total assets	\$ -	\$ 4,000	\$ 238,101	\$ 31,660	\$ 12,279	\$ -	\$ 1,500
LIABILITIES AND FUND BALANCES							
Liabilities							
Due to other funds	\$ -	\$ -	\$ -	\$ 50,542	\$ 8,620	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-	-
Total liabilities	-	-	-	50,542	8,620	-	-
Fund balances (deficits)							
<i>Restricted for:</i>							
Public safety programs	-	-	-	-	3,659	-	-
Culture and recreation	-	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-	-
<i>Committed for:</i>							
Public works programs	-	-	-	-	-	-	1,500
Culture and recreation	-	4,000	238,101	-	-	-	-
<i>Unassigned</i>	-	-	-	(18,882)	-	-	-
Total fund balances (deficits)	-	4,000	238,101	(18,882)	3,659	-	1,500
Total liabilities and fund balances	\$ -	\$ 4,000	\$ 238,101	\$ 31,660	\$ 12,279	\$ -	\$ 1,500

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Balance Sheet
June 30, 2015

	255 Document Preservation	262 Drug Seizure Fund	265 Teen Center Operations	267 Byrne Grant	276 Resource Sharing	299 Grote Property	293 Help America Vote Act
ASSETS							
Cash	\$ -	\$ 249,056	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	6,556	-
Due from other funds	-	2,184	6,878	-	12,039	-	-
Total assets	\$ -	\$ 251,240	\$ 6,878	\$ -	\$ 12,039	\$ 6,556	\$ -
LIABILITIES AND FUND BALANCES							
Liabilities							
Due to other funds	\$ -	\$ -	\$ -	\$ 765	\$ -	\$ 6,556	\$ -
Unearned revenue	-	188,000	-	-	-	-	-
Accounts payable	-	-	-	-	12,202	-	-
Total liabilities	-	188,000	-	765	12,202	6,556	-
Fund balances (deficits)							
<i>Restricted for:</i>							
Public safety programs	-	63,240	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health and human services	-	-	6,878	-	-	-	-
<i>Committed for:</i>							
Public works programs	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<i>Unassigned</i>							
	-	-	-	(765)	(163)	-	-
Total fund balances (deficits)	-	63,240	6,878	(765)	(163)	-	-
Total liabilities and fund balances	\$ -	\$ 251,240	\$ 6,878	\$ -	\$ 12,039	\$ 6,556	\$ -

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Balance Sheet
June 30, 2015

	284 RIEMA Club House Road	281 RIEMA Maple Valley & Franklin	282 RIEMA Industrial Drive	283 RIEMA Hammet Road	285 RIEMA Johnson Blvd Drainage	288 Recreational Trail Equipment	205 Legislative Grant Raptakis
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental receivables	-	-	10,410	-	-	-	-
Due from other funds	-	-	-	-	-	-	1
Total assets	\$ -	\$ -	\$ 10,410	\$ -	\$ -	\$ -	1
LIABILITIES AND FUND BALANCES							
Liabilities							
Due to other funds	\$ -	\$ 18,296	\$ 11,275	\$ 6,462	\$ 24,577	\$ -	-
Unearned revenue	-	-	-	-	-	-	-
Accounts payable	-	-	2,605	-	-	-	-
Total liabilities	-	18,296	13,880	6,462	24,577	-	-
Fund balances (deficits)							
<i>Restricted for:</i>							
Public safety programs	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-	1
<i>Committed for:</i>							
Public works programs	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<i>Unassigned</i>	-	(18,296)	(3,470)	(6,462)	(24,577)	-	-
Total fund balances (deficits)	-	(18,296)	(3,470)	(6,462)	(24,577)	-	1
Total liabilities and fund balances	\$ -	\$ -	\$ 10,410	\$ -	\$ -	\$ -	1

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Balance Sheet
June 30, 2015

	206 Senior Center Operations	294 Legislative Grant	303 Bulletproof Vests	306 DUI/Speed Click it or Ticket	289 Isle of Capri Road	309 US Fish & Wildlife Sandy Acre	310 Laurel Ave/ Anthony Mill River
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 278,979
Intergovernmental receivables	-	-	2,011	2,127	-	-	-
Due from other funds	-	-	-	-	-	9,508	-
Total assets	\$ -	\$ -	\$ 2,011	\$ 2,127	\$ -	\$ 9,508	\$ 278,979
LIABILITIES AND FUND BALANCES							
Liabilities							
Due to other funds	\$ -	\$ -	\$ 2,011	\$ 3,050	\$ 895	\$ -	\$ 153,334
Unearned revenue	-	-	-	-	-	-	139,512
Accounts payable	-	-	-	-	-	-	7,512
Total liabilities	-	-	2,011	3,050	895	-	300,358
Fund balances (deficits)							
<i>Restricted for:</i>							
Public safety programs	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	9,508	-
Health and human services	-	-	-	-	-	-	-
<i>Committed for:</i>							
Public works programs	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<i>Unassigned</i>	-	-	-	(923)	(895)	-	(21,379)
Total fund balances (deficits)	-	-	-	(923)	(895)	9,508	(21,379)
Total liabilities and fund balances	\$ -	\$ -	\$ 2,011	\$ 2,127	\$ -	\$ 9,508	\$ 278,979

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Balance Sheet
June 30, 2015

	321 Federal Energy Grant I	322 MEDS Grant	109 Recycling Grant	326 Federal Energy Grant 2	327 Federal Energy Grant 3	330 March Flood Disaster	332 Tropical Storm Irene 2011
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	-	-
Due from other funds	1,885	26,524	9,862	-	49,682	-	11,730
Total assets	\$ 1,885	\$ 26,524	\$ 9,862	\$ -	\$ 49,682	\$ -	\$ 11,730
LIABILITIES AND FUND BALANCES							
Liabilities							
Due to other funds	\$ -	\$ -	\$ -	13,088	\$ -	106,075	\$ -
Unearned revenue	-	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-	-
Total liabilities	-	-	-	13,088	-	106,075	-
Fund balances (deficits)							
<i>Restricted for:</i>							
Public safety programs	-	-	-	-	49,682	-	11,730
Culture and recreation	1,885	26,524	-	-	-	-	-
Health and human services	-	-	-	-	-	-	-
<i>Committed for:</i>							
Public works programs	-	-	9,862	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<i>Unassigned</i>							
	-	-	-	(13,088)	-	(106,075)	-
Total fund balances (deficits)	1,885	26,524	9,862	(13,088)	49,682	(106,075)	11,730
Total liabilities and fund balances	\$ 1,885	\$ 26,524	\$ 9,862	\$ -	\$ 49,682	\$ -	\$ 11,730

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Balance Sheet
June 30, 2015

	333		335		336		337		400		404
	RIDOT	338	EDA	Hurricane	Blizzard	Food	Nemo	Bank	Fire District	EMA	
	Leap Road	Storm	Flat River	Sandy							
	Resurfacing	Juno	Road								
ASSETS											
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	319,684	-	4,904	-	-	-	-	-	-
Due from other funds	-	-	-	6,456	-	79,315	-	-	77,040	-	77,040
Total assets	\$ -	\$ -	\$ 319,684	\$ 6,456	\$ 4,904	\$ 79,315	\$ -	\$ -	\$ 77,040	\$ -	\$ 77,040
LIABILITIES AND FUND BALANCES											
Liabilities											
Due to other funds	\$ 373,935	\$ 183,366	\$ 547,781	\$ -	\$ 102,817	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-
Accounts payable	-	-	635,660	-	-	-	-	-	-	-	-
Total liabilities	373,935	183,366	1,183,441	-	102,817	-	-	-	-	-	-
Fund balances (deficits)											
<i>Restricted for:</i>											
Public safety programs	-	-	-	-	-	-	-	-	-	77,040	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
Health and human services	-	-	-	-	-	79,315	-	-	-	-	-
<i>Committed for:</i>											
Public works programs	-	-	-	6,456	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
<i>Unassigned</i>	<i>(373,935)</i>	<i>(183,366)</i>	<i>(863,757)</i>	<i>-</i>	<i>(97,913)</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Total fund balances (deficits)	(373,935)	(183,366)	(863,757)	6,456	(97,913)	79,315	-	-	77,040	-	77,040
Total liabilities and fund balances	\$ -	\$ -	\$ 319,684	\$ 6,456	\$ 4,904	\$ 79,315	\$ -	\$ -	\$ 77,040	\$ -	\$ 77,040

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Balance Sheet
June 30, 2015

	408 Coventry Cares	420 Impact Fees	273, 279, 287 and 291 CDBG Funds	290 Health & Wellness	Total Special Revenue Revenue Town
ASSETS					
Cash	\$ -	\$ 655,557	\$ -	\$ -	\$ 1,183,592
Intergovernmental receivables	-	-	31,257	-	420,888
Due from other funds	10,513	4,046	-	1,783	553,047
Total assets	\$ 10,513	\$ 659,603	\$ 31,257	\$ 1,783	\$ 2,157,527
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	\$ -	\$ 28,432	\$ -	\$ 1,641,877
Unearned revenue	-	-	-	-	327,512
Accounts payable	-	-	2,825	-	660,804
Total liabilities	-	-	31,257	-	2,630,193
Fund balances (deficits)					
<i>Restricted for:</i>					
Public safety programs	-	-	-	-	205,351
Culture and recreation	-	-	-	-	37,917
Health and human services	-	-	-	1,783	87,977
<i>Committed for:</i>					
Public works programs	-	-	-	-	17,818
Culture and recreation	10,513	659,603	-	-	912,217
<i>Unassigned</i>	-	-	-	-	(1,733,946)
Total fund balances (deficits)	10,513	659,603	-	1,783	(472,666)
Total liabilities and fund balances	\$ 10,513	\$ 659,603	\$ 31,257	\$ 1,783	\$ 2,157,527

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	209 Legislative Grant Inman	210 Friends of Human Services	211 Project Friends	225 Anthony Village	230 Bramley Grant	298 Legislative Grant Police	246 Mapleroot Cemetary
REVENUES							
Intergovernmental	\$ -	\$ -	\$ 423,858	\$ 75,852	\$ 37,801	\$ 2,000	\$ 2,000
Charges for services	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Revenues	-	-	423,858	75,852	37,801	2,000	2,000
EXPENDITURES							
Executive and administration	-	-	-	-	-	-	-
Public safety	-	-	-	-	26,178	2,000	-
Public works	-	-	-	-	-	-	2,000
Community and economic development	-	-	-	-	-	-	-
Health and human services	10,000	-	347,762	-	-	-	-
Capital expenditures	-	-	40,976	20,514	-	-	-
Total Expenditures	10,000	-	388,738	20,514	26,178	2,000	2,000
Excess of revenues over (under) Expenditures	(10,000)	-	35,120	55,338	11,623	-	-
Other Financing Sources (uses)							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	(10,000)	-	35,120	55,338	11,623	-	-
FUND BALANCE - July 1, 2014	10,000	4,000	202,981	(74,220)	(7,964)	-	1,500
FUND BALANCE - June 30, 2015	\$ -	\$ 4,000	\$ 238,101	\$ (18,882)	\$ 3,659	\$ -	\$ 1,500

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	255 Document Preservation	262 Drug Seizure Fund	265 Teen Center Operations	267 Byrne Grant	276 Resource Sharing	299 Grote Property	293 Help America Vote Act
REVENUES							
Intergovernmental	\$ -	\$ 18,375	\$ -	\$ -	\$ 122,361	\$ -	\$ 1,844
Charges for services	32,234	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	6,556	-
Other	-	-	-	-	-	-	-
Total Revenues	32,234	18,375	-	-	122,361	6,556	1,844
EXPENDITURES							
Executive and administration	31,497	-	-	-	122,361	-	1,650
Public safety	-	13,531	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Community and economic development	-	-	-	-	-	13,112	-
Health and human services	-	-	-	-	-	-	-
Capital expenditures	-	-	-	-	-	-	-
Total Expenditures	31,497	13,531	-	-	122,361	13,112	1,650
Excess of revenues over (under) Expenditures	737	4,844	-	-	-	(6,556)	194
Other Financing Sources (uses)							
Operating transfers in	-	-	-	-	-	6,556	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	6,556	-
Excess of revenues and other sources over (under) expenditures and other uses	737	4,844	-	-	-	-	194
FUND BALANCE - July 1, 2014	(737)	58,396	6,878	(765)	(163)	-	(194)
FUND BALANCE - June 30, 2015	\$ -	\$ 63,240	\$ 6,878	\$ (765)	\$ (163)	\$ -	\$ -

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	284 RIEMA Club House Road	281 RIEMA Maple Valley & Franklin	282 RIEMA Industrial Drive	283 RIEMA Hammet Road	285 RIEMA Johnson Blvd Drainage	288 Recreational Trail Equipment	205 Legislative Grant Raptakis
REVENUES							
Intergovernmental	\$ 26,596	\$ -	\$ 10,410	\$ -	\$ -	\$ 20,000	\$ 4,000
Charges for services	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Revenues	<u>26,596</u>	<u>-</u>	<u>10,410</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>4,000</u>
EXPENDITURES							
Executive and administration	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	26,596	-	-	-	3,498	-	-
Community and economic development	-	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-	3,999
Capital expenditures	-	-	2,353	-	-	-	-
Total Expenditures	<u>26,596</u>	<u>-</u>	<u>2,353</u>	<u>-</u>	<u>3,498</u>	<u>-</u>	<u>3,999</u>
Excess of revenues over (under) Expenditures	-	-	8,057	-	(3,498)	20,000	1
Other Financing Sources (uses)							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	-	8,057	-	(3,498)	20,000	1
FUND BALANCE - July 1, 2014	-	(18,296)	(11,527)	(6,462)	(21,079)	(20,000)	-
FUND BALANCE - June 30, 2015	<u>\$ -</u>	<u>\$ (18,296)</u>	<u>\$ (3,470)</u>	<u>\$ (6,462)</u>	<u>\$ (24,577)</u>	<u>\$ -</u>	<u>\$ 1</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	206	294	303	306	289	309	310
	Senior	Legislative	Bulletproof	DUI/Speed	Isle of	US Fish &	Laurel Ave/
	Center	Grant	Vests	Click it	Capri Road	Wildlife	Anthony Mill
	Operations			or Ticket		Sandy Acre	River
REVENUES							
Intergovernmental	\$ 8,311	\$ 2,000	\$ 3,196	\$ 45,937	\$ -	\$ -	\$ 139,467
Charges for services	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Revenues	8,311	2,000	3,196	45,937	-	-	139,467
EXPENDITURES							
Executive and administration	-	-	-	-	-	-	-
Public safety	-	-	685	28,561	-	-	-
Public works	-	-	-	-	375	-	-
Community and economic development	-	-	-	-	-	-	-
Health and human services	-	2,000	-	-	-	-	-
Capital expenditures	-	-	-	7,619	-	69,432	139,767
Total Expenditures	-	2,000	685	36,180	375	69,432	139,767
Excess of revenues over (under) Expenditures	8,311	-	2,511	9,757	(375)	(69,432)	(300)
Other Financing Sources (uses)							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	(8,311)	-	-	-	-	-	-
Total other financing sources	(8,311)	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	-	-	2,511	9,757	(375)	(69,432)	(300)
FUND BALANCE - July 1, 2014	-	-	(2,511)	(10,680)	(520)	78,940	(21,079)
FUND BALANCE - June 30, 2015	\$ -	\$ -	\$ -	\$ (923)	\$ (895)	\$ 9,508	\$ (21,379)

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	321 Federal Energy Grant I	322 MEDS Grant	109 Recycling Grant	326 Federal Energy Grant 2	327 Federal Energy Grant 3	330 March Flood Disaster	332 Tropical Storm Irene 2011
REVENUES							
Intergovernmental	\$ -	\$ 3,500	\$ 52,920	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Revenues	-	3,500	52,920	-	-	-	-
EXPENDITURES							
Executive and administration	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	136,535	-	-	-	-
Community and economic development	-	-	-	-	-	-	-
Health and human services	-	2,072	-	-	-	-	-
Capital expenditures	-	-	-	-	-	-	-
Total Expenditures	-	2,072	136,535	-	-	-	-
Excess of revenues over (under) Expenditures	-	1,428	(83,615)	-	-	-	-
Other Financing Sources (uses)							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	-	1,428	(83,615)	-	-	-	-
FUND BALANCE - July 1, 2014	1,885	25,096	93,477	(13,088)	49,682	(106,075)	11,730
FUND BALANCE - June 30, 2015	\$ 1,885	\$ 26,524	\$ 9,862	\$ (13,088)	\$ 49,682	\$ (106,075)	\$ 11,730

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	333 RIDOT Leap Road Resurfacing	338 Storm Juno	335 EDA Flat River Road	336 Hurricane Sandy	337 Blizzard Nemo	400 Food Bank	404 Fire District EMA
REVENUES							
Intergovernmental	\$ 126,201	\$ -	\$ 1,376,867	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	37,053	20,000
Other	-	-	-	-	-	-	-
Total Revenues	126,201	-	1,376,867	-	-	37,053	20,000
EXPENDITURES							
Executive and administration	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	3,195
Public works	129,725	183,366	-	-	-	-	-
Community and economic development	-	-	-	-	-	-	-
Health and human services	-	-	-	-	-	25,868	-
Capital expenditures	-	-	1,196,755	-	-	-	-
Total Expenditures	129,725	183,366	1,196,755	-	-	25,868	3,195
Excess of revenues over (under) Expenditures	(3,524)	(183,366)	180,112	-	-	11,185	16,805
Other Financing Sources (uses)							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	(3,524)	(183,366)	180,112	-	-	11,185	16,805
FUND BALANCE - July 1, 2014	(370,411)	-	(1,043,869)	6,456	(97,913)	68,130	60,235
FUND BALANCE - June 30, 2015	\$ (373,935)	\$ (183,366)	\$ (863,757)	\$ 6,456	\$ (97,913)	\$ 79,315	\$ 77,040

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SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted Town
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	408 Coventry Cares	420 Impact Fees	273, 279, 287 and 291 CDBG Funds	290 Health & Wellness	TOTAL Special Revenue Restricted Town
REVENUES					
Intergovernmental	\$ -	\$ -	\$ 75,608	\$ 7,002	\$ 2,586,106
Charges for services	-	539,708	-	-	571,942
Investment income	-	853	-	-	853
Contributions and private grants	-	-	-	-	63,609
Other	-	-	-	-	-
Total Revenues	-	540,561	75,608	7,002	3,222,510
EXPENDITURES					
Executive and administration	-	-	-	-	155,508
Public safety	-	-	-	-	74,150
Public works	-	-	-	-	482,095
Community and economic development	-	36,086	56,568	-	105,766
Health and human services	6,416	-	-	5,219	403,336
Capital expenditures	-	140,729	19,040	-	1,637,185
Total Expenditures	6,416	176,815	75,608	5,219	2,858,040
Excess of revenues over (under) Expenditures	(6,416)	363,746	-	1,783	364,470
Other Financing Sources (uses)					
Operating transfers in	8,311	235,269	-	-	250,136
Operating transfers out	-	(518,915)	-	-	(527,226)
Total other financing sources	8,311	(283,646)	-	-	(277,090)
Excess of revenues and other sources over (under) expenditures and other uses	1,895	80,100	-	1,783	87,380
FUND BALANCE - July 1, 2014	8,618	579,503	-	-	(560,046)
FUND BALANCE - June 30, 2015	\$ 10,513	\$ 659,603	\$ -	\$ 1,783	\$ (472,666)
					(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	21011100 IDEA Part B	21011200 IDEA Pre School	21021100 Title I	21031100 Title II	21091100 Perkins Vocational Ed.	21091101 Perkins Odd Year	21092104 Perkins VTA	21092105 Perkins VTA Odd Year
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	530,820	15,496	274,257	124,252	-	147,258	-	-
Due from other funds	-	-	-	-	1,158	-	-	-
Miscellaneous receivables	-	-	-	-	-	-	-	-
Total assets	\$ 530,820	\$ 15,496	\$ 274,257	\$ 124,252	\$ 1,158	\$ 147,258	\$ -	\$ -
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ 7,756	\$ -	\$ 6,106	\$ -	\$ -	\$ 3,875	\$ -	\$ -
Due to other funds	433,959	9,553	204,909	91,337	-	140,180	87	1,064
Accrued salaries	89,105	5,943	63,242	32,915	4,379	3,490	-	-
Unearned Revenues	-	-	-	-	-	-	-	-
Total liabilities	530,820	15,496	274,257	124,252	4,379	147,545	87	1,064
Fund balances (deficits)								
<i>Restricted for:</i>								
Educational programs	-	-	-	-	-	-	-	-
<i>Unassigned</i>	-	-	-	-	(3,221)	(287)	(87)	(1,064)
Total fund balances (deficits)	-	-	-	-	(3,221)	(287)	(87)	(1,064)
Total liabilities and fund balances	\$ 530,820	\$ 15,496	\$ 274,257	\$ 124,252	\$ 1,158	\$ 147,258	\$ -	\$ -

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	21243100 RIDE Fellows Grant	21264100 RTTT - Standard: & Curriculum	21264101 RTTT - Inst. Improvement	21264102 RTTT - Educator Effectiveness	21264105 RTTT - IIS Set Aside	21264106 RTTT - Set Aside	21264110 RTTT - PLC Mini Grant	23112003 Leg. Grant HH Art Club
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	49	164
Miscellaneous receivables	-	-	-	-	-	-	-	-
Total assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49	\$ 164
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	1,160	21	-	-	-	-
Accrued salaries	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-
Total liabilities	-	-	1,160	21	-	-	-	-
Fund balances (deficits)								
<i>Restricted for:</i>								
Educational programs	-	-	-	-	-	-	49	164
<i>Unassigned</i>	-	-	(1,160)	(21)	-	-	-	-
Total fund balances (deficits)	-	-	(1,160)	(21)	-	-	49	164
Total liabilities and fund balances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49	\$ 164

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	23612000 Full Day Kindergarten	23112004 Leg. Grant WC Wireless	23112006 Western After School Academy	23142000 RISCA	23183000 RISCA Give Me 5	23183001 RISCA Big Yellow Bus	23183002 RISCA Arts Talk HS	23523000 Teacher Quality Recruitment
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	-	-	-
Due from other funds	-	12	-	225	800	485	2,261	-
Miscellaneous receivables	-	-	-	-	-	-	-	-
Total assets	\$ -	\$ 12	\$ -	\$ 225	\$ 800	\$ 485	\$ 2,261	\$ -
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 453	\$ -
Due to other funds	-	-	3	-	-	-	-	65
Accrued salaries	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-
Total liabilities	-	-	3	-	-	-	453	65
Fund balances (deficits)								
<i>Restricted for:</i>								
Educational programs	-	12	-	225	800	485	1,808	-
<i>Unassigned</i>	-	-	(3)	-	-	-	-	(65)
Total fund balances (deficits)	-	12	(3)	225	800	485	1,808	(65)
Total liabilities and fund balances	\$ -	\$ 12	\$ -	\$ 225	\$ 800	\$ 485	\$ 2,261	\$ -

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	23523001 CCSS Math	23581000 CTE Categorical Fund	23581001 CTE Categorical Fund - Even Year	23582000 CTE Categorical Fund 2	23582001 CTE Develop. & Implement	24012004 Feinstein	24012005 Feinstein Comm. Support	24012025 Feinstein 2014
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	-	-	-
Due from other funds	35	62,090	-	157,466	4,074	189,400	10,315	381
Miscellaneous receivables	-	-	-	-	-	2,000	-	-
Total assets	\$ 35	\$ 62,090	\$ -	\$ 157,466	\$ 4,074	\$ 191,400	\$ 10,315	\$ 381
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-	-
Accrued salaries	-	15,595	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-
Total liabilities	-	15,595	-	-	-	-	-	-
Fund balances (deficits)								
<i>Restricted for:</i>								
Educational programs	35	46,495	-	157,466	4,074	191,400	10,315	381
<i>Unassigned</i>								
	-	-	-	-	-	-	-	-
Total fund balances (deficits)	35	46,495	-	157,466	4,074	191,400	10,315	381
Total liabilities and fund balances	\$ 35	\$ 62,090	\$ -	\$ 157,466	\$ 4,074	\$ 191,400	\$ 10,315	\$ 381

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	24012009 United Way	24012024 Feinstein Restricted Fund	24012035 Amgen	24012044 CPEF Fund	24012072 Whole Kids Foundation	24030023 Kids Consortium	24030052 Schwab Scholarship	24040010 RI Center for the Arts
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	-	-	-
Due from other funds	436	-	663	-	164	224	575	586
Miscellaneous receivables	-	3,600	-	1,005	-	-	-	-
Total assets	\$ 436	\$ 3,600	\$ 663	\$ 1,005	\$ 164	\$ 224	\$ 575	\$ 586
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ 11	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	3,600	-	2,779	-	-	-	-
Accrued salaries	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	1,163	-	-	-
Total liabilities	-	3,600	-	2,790	1,163	-	-	-
Fund balances (deficits)								
<i>Restricted for:</i>								
Educational programs	436	-	663	-	-	224	575	586
<i>Unassigned</i>	-	-	-	(1,785)	(999)	-	-	-
Total fund balances (deficits)	436	-	663	(1,785)	(999)	224	575	586
Total liabilities and fund balances	\$ 436	\$ 3,600	\$ 663	\$ 1,005	\$ 164	\$ 224	\$ 575	\$ 586

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	24040059 New England Dairy & Food	24040137 Trout Unlimited	24050005 Transportation Fundraiser	24050006 Learn & Serve Raffle	24050008 Athletic Field Fund	24050037 Sports Program	24050048 Transitions Donations	90000001 Direct Reimbursement
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	-	-	-
Due from other funds	3,218	1,500	2,047	185	7,501	-	-	-
Miscellaneous receivables	1,211	-	-	-	-	-	-	41,717
Total assets	\$ 4,429	\$ 1,500	\$ 2,047	\$ 185	\$ 7,501	\$ -	\$ -	\$ 41,717
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	12,000	-	45,039
Accrued salaries	-	-	-	-	-	-	-	2,222
Unearned Revenue	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	12,000	-	47,261
Fund balances (deficits)								
<i>Restricted for:</i>								
Educational programs	4,429	1,500	2,047	185	7,501	-	-	-
<i>Unassigned</i>	-	-	-	-	-	(12,000)	-	(5,544)
Total fund balances (deficits)	4,429	1,500	2,047	185	7,501	(12,000)	-	(5,544)
Total liabilities and fund balances	\$ 4,429	\$ 1,500	\$ 2,047	\$ 185	\$ 7,501	\$ -	\$ -	\$ 41,717

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	24012006 Kiducation	24012008 RI Foundation	32000004 WCI Wireless Class.	24040172 NE Secondary Sch. Consortium	24030061 LISC	60020000 Adult Ed	60060000 Remedial Summer School	21334100 Q1 Pre-K Round 1
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental receivables	-	-	-	-	-	-	-	-
Due from other funds	33	37	-	23,073	13	56,353	21,207	32,998
Miscellaneous receivables	-	-	-	-	-	-	230	-
Total assets	\$ 33	\$ 37	\$ -	\$ 23,073	\$ 13	\$ 56,353	\$ 21,437	\$ 32,998
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	143,219	-	-	-	-	-
Accrued salaries	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-
Total liabilities	-	-	143,219	-	-	-	-	-
Fund balances (deficits)								
<i>Restricted for:</i>								
Educational programs	33	37	-	23,073	13	56,353	21,437	32,998
<i>Unassigned</i>	-	-	(143,219)	-	-	-	-	-
Total fund balances (deficits)	33	37	(143,219)	23,073	13	56,353	21,437	32,998
Total liabilities and fund balances	\$ 33	\$ 37	\$ -	\$ 23,073	\$ 13	\$ 56,353	\$ 21,437	\$ 32,998

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Balance Sheet
June 30, 2015

	21092101 VTA Grant Rev.	21264107 RTTT - HCD Set Aside	21264115 RTTT IIS	21264116 RTTT IIS 2	21264119 RTTT - Teacher Resources	Total Spec. Revenue Restricted School
ASSETS						
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental receivables	16,844	-	47,867	86,921	3,057	1,246,772
Due from other funds	-	-	-	-	-	579,728
Miscellaneous receivables	-	-	-	-	-	49,763
Total assets	\$ 16,844	\$ -	\$ 47,867	\$ 86,921	\$ 3,057	\$ 1,876,263
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 2,368	\$ -	\$ -	\$ 8,300	\$ -	\$ 28,869
Due to other funds	14,409	-	45,508	46,251	3,057	1,198,200
Accrued salaries	-	-	2,359	32,370	-	251,620
Unearned Revenue	-	-	-	-	-	1,163
Total liabilities	16,777	-	47,867	86,921	3,057	1,479,852
Fund balances (deficits)						
<i>Restricted for:</i>						
Educational programs	67	-	-	-	-	565,866
<i>Unassigned</i>	-	-	-	-	-	(169,455)
Total fund balances (deficits)	67	-	-	-	-	396,411
Total liabilities and fund balances	\$ 16,844	\$ -	\$ 47,867	\$ 86,921	\$ 3,057	\$ 1,876,263

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	21011100 IDEA Part B	21011200 IDEA Pre School	21021100 Title I	21031100 Title II	21091100 Perkins Vocational Ed.	21091101 Perkins Odd Year	21092104 Perkins VTA	21092105 Perkins VTA Odd Year
REVENUES								
Federal Grants	\$ 1,278,796	\$ 28,063	\$ 491,875	\$ 209,837	\$ -	\$ 224,616	\$ -	\$ -
State Grants	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total revenues	1,278,796	28,063	491,875	209,837	-	224,616	-	-
EXPENDITURES								
Salaries	825,843	20,307	328,180	144,624	-	45,960	-	-
Employee benefits	307,943	7,756	122,855	58,504	-	28,470	-	-
Purchased services	44,281	-	16,241	6,709	3,294	59,170	-	-
Supplies and materials	70,047	-	24,599	-	-	11,392	-	-
Property and equipment	30,682	-	-	-	-	79,389	-	-
Capital expenses	-	-	-	-	-	396	-	-
Total expenditures	1,278,796	28,063	491,875	209,837	3,294	224,777	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	(3,294)	(161)	-	-
Other Financing Sources (uses)								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	-	-	-	-	(3,294)	(161)	-	-
FUND BALANCE - July 1, 2014	-	-	-	-	73	(126)	(87)	(1,064)
FUND BALANCE - June 30, 2015	\$ -	\$ -	\$ -	\$ -	\$ (3,221)	\$ (287)	\$ (87)	\$ (1,064)

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	21243100 RIDE Fellows Grant	21264100 RTTT - Standard & Curriculum	21264101 RTTT - Inst. Improvement	21264102 RTTT - Educator Effectiveness	21264105 RTTT - HIS Set Aside	211264106 RTTT - Set Aside	21264110 RTTT - PLC Mini Grant	23112003 Leg. Grant HH Art Club
REVENUES								
Federal Grants	\$ -	\$ 3,304	\$ -	\$ 570	\$ 434	\$ 2,866	\$ -	\$ -
State Grants	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total revenues	-	3,304	-	570	434	2,866	-	-
EXPENDITURES								
Salaries	-	3,304	1,073	-	-	-	-	-
Employee benefits	-	-	87	570	-	-	-	-
Purchased services	2,533	-	-	-	434	2,866	44	-
Supplies and materials	-	-	-	-	-	-	-	-
Property and equipment	-	-	-	-	-	-	-	-
Capital expenses	-	-	-	-	-	-	-	-
Total expenditures	2,533	3,304	1,160	570	434	2,866	44	-
Excess (deficiency) of revenues over (under) expenditures	(2,533)	-	(1,160)	-	-	-	(44)	-
Other Financing Sources (uses)								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	(2,533)	-	(1,160)	-	-	-	(44)	-
FUND BALANCE - July 1, 2014	2,533	-	-	(21)	-	-	93	164
FUND BALANCE - June 30, 2015	\$ -	\$ -	\$ (1,160)	\$ (21)	\$ -	\$ -	\$ 49	\$ 164

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SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	23612000 Full Day Kindergarten	23112004 Leg. Grant WC Wireless	23112006 Western After School Academy	23142000 RISCA	23183000 RISCA Give Me 5	23183001 RISCA Big Yellow Bus	23183002 RISCA Arts Talk HS	23523000 Teacher Quality Recruitment
REVENUES								
Federal Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Grants	-	-	-	-	-	400	3,183	-
Other	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	400	3,183	-
EXPENDITURES								
Salaries	-	-	-	-	-	-	80	-
Employee benefits	-	-	-	-	-	-	6	65
Purchased services	10,000	-	-	-	-	160	1,427	-
Supplies and materials	-	-	-	-	-	-	1,523	-
Property and equipment	-	-	-	-	-	-	-	-
Capital expenses	-	-	-	-	-	-	-	-
Total expenditures	10,000	-	-	-	-	160	3,036	65
Excess (deficiency) of revenues over (under) expenditures	(10,000)	-	-	-	-	240	147	(65)
Other Financing Sources (uses)								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	(10,000)	-	-	-	-	240	147	(65)
FUND BALANCE - July 1, 2014	10,000	12	(3)	225	800	245	1,661	-
FUND BALANCE - June 30, 2015	\$ -	\$ 12	\$ (3)	\$ 225	\$ 800	\$ 485	\$ 1,808	\$ (65)

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SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	23523001	23581000	23581001	23582000	23582001	24012004	24012005	24012025
	CCSS Math	CTE Categorical Fund	CTE Categorical Fund - Even Yr.	CTE Categorical Fund 2	CTE Develop. & Implement	Feinstein	Feinstein Comm. Support	Feinstein 2014
REVENUES								
Federal Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Grants	-	145,946	-	149,237	-	-	-	-
Other	-	-	-	-	-	25,000	-	-
Total revenues	-	145,946	-	149,237	-	25,000	-	-
EXPENDITURES								
Salaries	-	80,287	-	-	-	-	-	-
Employee benefits	-	41,866	-	-	-	-	-	-
Purchased services	-	1,610	580	-	20,926	-	-	-
Supplies and materials	-	2,175	1,437	-	-	-	-	-
Property and equipment	-	-	10,380	-	-	-	-	-
Capital expenses	-	-	218	-	-	-	-	47,619
Total expenditures	-	125,938	12,615	-	20,926	-	-	47,619
Excess (deficiency) of revenues over (under) expenditures	-	20,008	(12,615)	149,237	(20,926)	25,000	-	(47,619)
Other Financing Sources (uses)								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	-	20,008	(12,615)	149,237	(20,926)	25,000	-	(47,619)
FUND BALANCE - July 1, 2014	35	26,487	12,615	8,229	25,000	166,400	10,315	48,000
FUND BALANCE - June 30, 2015	\$ 35	\$ 46,495	\$ -	\$ 157,466	\$ 4,074	\$ 191,400	\$ 10,315	\$ 381

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	24012009 United Way	24012024 Feinstein Restricted Fund	24012035 Amgen	24012044 CPEF Fund	24012072 Whole Kids Foundation	24030023 Kids Consortium	24030052 Schwab Scholarship	24040010 RI Center for the Arts
REVENUES								
Federal Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Grants	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-
EXPENDITURES								
Salaries	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	-	-
Purchased services	-	-	-	-	-	-	-	-
Supplies and materials	-	-	-	-	999	-	-	-
Property and equipment	-	-	-	-	-	-	-	-
Capital expenses	-	-	-	1,785	-	-	-	-
Total expenditures	-	-	-	1,785	999	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(1,785)	(999)	-	-	-
Other Financing Sources (uses)								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	-	-	-	(1,785)	(999)	-	-	-
FUND BALANCE - July 1, 2014	436	-	663	-	-	224	575	586
FUND BALANCE - June 30, 2015	\$ 436	\$ -	\$ 663	\$ (1,785)	\$ (999)	\$ 224	\$ 575	\$ 586

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	24040059 New England Diary & Food	24040137 Trout Unlimited	24050005 Transportation Fundraiser	24050006 Learn & Serve Raffle	24050008 Athletic Field Fund	24050037 Sports Program	24050048 Transitions Donations	90000001 Direct Reimbursement
REVENUES								
Federal Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Grants	-	-	-	-	-	-	-	-
Other	-	-	-	-	20,000	11,233	-	-
Total revenues	-	-	-	-	20,000	11,233	-	-
EXPENDITURES								
Salaries	-	-	-	-	-	7,140	-	-
Employee benefits	-	-	-	-	-	375	-	-
Purchased services	-	-	-	-	-	12,838	288	750
Supplies and materials	1,709	-	-	-	-	394	-	-
Property and equipment	-	-	-	-	-	721	-	-
Capital expenses	-	-	-	-	18,000	-	-	-
Total expenditures	1,709	-	-	-	18,000	21,468	288	750
Excess (deficiency) of revenues over (under) expenditures	(1,709)	-	-	-	2,000	(10,235)	(288)	(750)
Other Financing Sources (uses)								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	(1,709)	-	-	-	2,000	(10,235)	(288)	(750)
FUND BALANCE - July 1, 2014	6,138	1,500	2,047	185	5,501	(1,765)	288	(4,794)
FUND BALANCE - June 30, 2015	\$ 4,429	\$ 1,500	\$ 2,047	\$ 185	\$ 7,501	\$ (12,000)	\$ -	\$ (5,544)

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	24012006	24012008	32000004	24040172	24030061	60020000	60060000	21334100
	Kiducation	RI Foundation	WCI Wireless Class.	NE Secondary Sch. Consortium	LISC	Adult Education	Remedial Summer School	Q1 Pre-K Round 1
REVENUES								
Federal Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Grants	-	-	326,301	-	-	-	-	-
Other	-	-	-	34,305	-	6,325	-	32,998
Total revenues	-	-	326,301	34,305	-	6,325	-	32,998
EXPENDITURES								
Salaries	-	-	-	4,736	-	-	7,293	-
Employee benefits	-	-	-	618	-	-	141	-
Purchased services	-	-	-	4,109	-	-	-	-
Supplies and materials	-	-	469,520	1,769	-	193	-	-
Property and equipment	-	-	-	-	-	-	-	-
Capital expenses	-	-	-	-	258	-	-	-
Total expenditures	-	-	469,520	11,232	258	193	7,434	-
Excess (deficiency) of revenues over (under) expenditures	-	-	(143,219)	23,073	(258)	6,132	(7,434)	32,998
Other Financing Sources (uses)								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	-	-	(143,219)	23,073	(258)	6,132	(7,434)	32,998
FUND BALANCE - July 1, 2014	33	37	-	-	271	50,221	28,871	-
FUND BALANCE - June 30, 2015	\$ 33	\$ 37	\$ (143,219)	\$ 23,073	\$ 13	\$ 56,353	\$ 21,437	\$ 32,998

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Special Revenue Restricted School
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	21092101 VTA Grant Rev.	21264107 RTTT - HCD Set Aside	21264115 RTTT IIS	21264116 RTTT IIS 2	21264119 RTTT - Teacher Resources	Total Special Revenue Restricted School
REVENUES						
Federal Grants	\$ 47,156	\$ 15,586	\$ 47,866	\$ 86,921	\$ 3,057	\$ 2,440,947
State Grants	-	-	-	-	-	625,067
Other	-	-	-	-	-	129,861
Total revenues	47,156	15,586	47,866	86,921	3,057	3,195,875
EXPENDITURES						
Salaries	34,260	-	21,754	51,998	2,100	1,578,939
Employee benefits	1,341	-	1,112	1,723	957	574,389
Purchased services	5,950	15,586	25,000	33,200	-	267,996
Supplies and materials	5,538	-	-	-	-	591,295
Property and equipment	-	-	-	-	-	121,172
Capital expenses	-	-	-	-	-	68,276
Total expenditures	47,089	15,586	47,866	86,921	3,057	3,202,067
Excess (deficiency) of revenues over (under) expenditures	67	-	-	-	-	(6,192)
Other Financing Sources (uses)						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-
Excess of revenues and other sources over (under) expenditures and other uses	67	-	-	-	-	(6,192)
FUND BALANCE - July 1, 2014	-	-	-	-	-	402,603
FUND BALANCE - June 30, 2015	\$ 67	\$ -	\$ -	\$ -	\$ -	\$ 396,411

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Capital Project Funds
Combining Balance Sheet
June 30, 2015

	295 Reservoir Road Sidewalk	120 Capital Improvement Fund 09	122 Capital Improvement Fund 12	124 RIHEBC Capital Fund	125 2013-2014 School Capital	561 Landfill Remediation	123 Capital Improvement Fund 14	175 High School AC Unit
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ 76,896	\$ -	\$ -	\$ -	\$ -
Due from Clean Water	13,039	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	36,003	187,966	90,606	-
Total assets	<u>\$ 13,039</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,896</u>	<u>\$ 36,003</u>	<u>\$ 187,966</u>	<u>\$ 90,606</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ 13,039	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	13,039	3,207	308,542	-	-	-	-	3,957
Total liabilities	<u>26,078</u>	<u>3,207</u>	<u>308,542</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,957</u>
Fund balances (deficits)								
<i>Committed for:</i>								
Public works programs	-	-	-	76,896	36,003	187,966	90,606	-
<i>Reserved for:</i>								
Education programs	-	-	-	-	-	-	-	-
<i>Unassigned</i>	(13,039)	(3,207)	(308,542)	-	-	-	-	(3,957)
Total fund balances (deficits)	<u>(13,039)</u>	<u>(3,207)</u>	<u>(308,542)</u>	<u>76,896</u>	<u>36,003</u>	<u>187,966</u>	<u>90,606</u>	<u>(3,957)</u>
Total liabilities and fund balances	<u>\$ 13,039</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,896</u>	<u>\$ 36,003</u>	<u>\$ 187,966</u>	<u>\$ 90,606</u>	<u>\$ -</u>

continued

**SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Capital Project Funds
Combining Balance Sheet
June 30, 2015**

	176 Energy Bond	177 Road Bond	178 Refuse Collection Bond	297 Hammet Road Island Drive	32000005 School Impact Fees	Total Capital Projects
ASSETS						
Cash	\$ 4,529,228	\$ 6,440,638	\$ 2,913,414	\$ -	\$ -	\$ 13,960,176
Due from Clean Water	-	-	-	-	-	13,039
Due from other funds	-	-	-	-	35,800	350,375
Total assets	<u>\$ 4,529,228</u>	<u>\$ 6,440,638</u>	<u>\$ 2,913,414</u>	<u>\$ -</u>	<u>\$ 35,800</u>	<u>\$ 14,323,590</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 140,709	\$ -	\$ -	\$ -	\$ 29,078	\$ 182,826
Due to other funds	234,633	-	-	-	-	563,378
Total liabilities	<u>375,342</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,078</u>	<u>746,204</u>
Fund balances (deficits)						
<i>Committed for:</i>						
Public works programs	4,153,886	6,440,638	2,913,414	-	-	13,899,409
<i>Reserved for:</i>						
Education programs	-	-	-	-	6,722	6,722
<i>Unassigned</i>	-	-	-	-	-	(328,745)
Total fund balances (deficits)	<u>4,153,886</u>	<u>6,440,638</u>	<u>2,913,414</u>	<u>-</u>	<u>6,722</u>	<u>13,577,386</u>
Total liabilities and fund balances	<u>\$ 4,529,228</u>	<u>\$ 6,440,638</u>	<u>\$ 2,913,414</u>	<u>\$ -</u>	<u>\$ 35,800</u>	<u>\$ 14,323,590</u>

concluded

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Capital Project Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	295 Reservoir Road Sidewalk	120 Capital Improvement Fund 09	122 Capital Improvement Fund 12	124 RIHEBC Capital Fund	125 2013-2014 School Capital	561 Landfill Remediation	123 Capital Improvement Fund 14	175 High School AC Unit
REVENUES								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	-	-	-	-	-	2,757	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,757</u>	<u>-</u>	<u>-</u>
EXPENDITURES								
Non- capital	248	-	8,967	250	49,997	671,319	-	4,457
Principal payments	-	-	-	-	-	860,000	-	-
Capital	32,322	-	-	930,609	-	-	-	42,000
Total expenditures	<u>32,570</u>	<u>-</u>	<u>8,967</u>	<u>930,859</u>	<u>49,997</u>	<u>1,531,319</u>	<u>-</u>	<u>46,457</u>
Excess of revenues over (under) Expenditures	(32,570)	-	(8,967)	(930,859)	(49,997)	(1,528,562)	-	(46,457)
Other Financing Sources (uses)								
Transfer from other funds	-	-	-	-	-	-	-	-
Cost of issuance	-	-	-	-	-	-	-	-
Premium on issue	-	-	-	-	-	-	-	-
Issuance of debt	19,531	-	-	-	-	860,000	-	-
Total other financing sources (uses)	<u>19,531</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>860,000</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	(13,039)	-	(8,967)	(930,859)	(49,997)	(668,562)	-	(46,457)
FUND BALANCE - July 1, 2014	<u>-</u>	<u>(3,207)</u>	<u>(299,575)</u>	<u>1,007,755</u>	<u>86,000</u>	<u>856,528</u>	<u>90,606</u>	<u>42,500</u>
FUND BALANCE - June 30, 2015	<u>\$ (13,039)</u>	<u>\$ (3,207)</u>	<u>\$ (308,542)</u>	<u>\$ 76,896</u>	<u>\$ 36,003</u>	<u>\$ 187,966</u>	<u>\$ 90,606</u>	<u>\$ (3,957)</u>

continued

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Capital Project Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	176	177	178	297	32000005	TOTAL
	Energy	Road	Refuse	Hammet Road	School	Capital Projects
	Bond	Bond	Collection	Island	Impact	
	Bond	Bond	Bond	Drive	Fees	
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	12,503	10,208	6,471	-	-	31,939
Total revenues	<u>12,503</u>	<u>10,208</u>	<u>6,471</u>	<u>-</u>	<u>-</u>	<u>31,939</u>
EXPENDITURES						
Non- capital	104,678	27,523	1,289,157	9,000	276,924	2,442,520
Principal payments	234,000	-	-	-	-	1,094,000
Capital	519,939	127,047	78,900	-	-	1,730,817
Total expenditures	<u>858,617</u>	<u>154,570</u>	<u>1,368,057</u>	<u>9,000</u>	<u>276,924</u>	<u>5,267,337</u>
Excess of revenues over (under) Expenditures	(846,114)	(144,362)	(1,361,586)	(9,000)	(276,924)	(5,235,398)
Other Financing Sources (uses)						
Transfer from other funds	-	-	-	-	283,646	283,646
Cost of issuance	(99,701)	(130,858)	(81,007)	-	-	(311,566)
Premium on issue	99,701	130,858	81,007	-	-	311,566
Issuance of debt	5,000,000	6,585,000	4,275,000	9,000	-	16,748,531
Total other financing sources (uses)	<u>5,000,000</u>	<u>6,585,000</u>	<u>4,275,000</u>	<u>9,000</u>	<u>283,646</u>	<u>17,032,177</u>
Excess of revenues and other sources over (under) expenditures and other uses	4,153,886	6,440,638	2,913,414	-	6,722	11,796,779
FUND BALANCE - July 1, 2014	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,780,607</u>
FUND BALANCE - June 30, 2015	<u>\$ 4,153,886</u>	<u>\$ 6,440,638</u>	<u>\$ 2,913,414</u>	<u>\$ -</u>	<u>\$ 6,722</u>	<u>\$ 13,577,386</u>

concluded

**SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Private Purpose Trust Funds
Combining Balance Sheet
June 30, 2015**

	<u>Waterman Fund</u>	<u>Fiske Fund</u>	<u>Cemetery Fund</u>	<u>Total</u>
ASSETS				
Cash	\$ 329,739	\$ 4,429	\$ 4,146	\$ 338,314
Investments	1,940,091	240,741	39,266	2,220,098
Due from other funds	399,688	3,097	-	402,785
Total assets	<u>\$ 2,669,518</u>	<u>\$ 248,267</u>	<u>\$ 43,412</u>	<u>\$ 2,961,197</u>
LIABILITIES				
Due to other funds	\$ -	\$ -	\$ 90,000	\$ 90,000
Total liabilities	<u>-</u>	<u>-</u>	<u>90,000</u>	<u>90,000</u>
FUND BALANCES				
Unreserved	2,669,518	248,267	(46,588)	2,871,197
Total fund balances (deficits)	<u>2,669,518</u>	<u>248,267</u>	<u>(46,588)</u>	<u>2,871,197</u>
Total liabilities and fund balances	<u>\$ 2,669,518</u>	<u>\$ 248,267</u>	<u>\$ 43,412</u>	<u>\$ 2,961,197</u>

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Private Purpose Trust Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the fiscal year ended June 30, 2015

	600 Waterman Fund	601 Fiske Fund	602 Cemetery Fund	Total
REVENUES				
Investment income	\$ 70,445	\$ 6,365	\$ -	\$ 76,810
Net increase(decrease) in fair value of investments	(47,462)	(5,889)	3,448	(49,903)
Total Revenues	<u>22,983</u>	<u>476</u>	<u>3,448</u>	<u>26,907</u>
EXPENDITURES				
Social services	81,317	840	-	82,157
Total Expenditures	<u>81,317</u>	<u>840</u>	<u>-</u>	<u>82,157</u>
Excess of revenues over (under) Expenditures	(58,334)	(364)	3,448	(55,250)
FUND BALANCE - July 1, 2014	<u>2,727,852</u>	<u>248,631</u>	<u>(50,036)</u>	<u>2,926,447</u>
FUND BALANCE - June 30, 2015	<u>\$ 2,669,518</u>	<u>\$ 248,267</u>	<u>\$ (46,588)</u>	<u>\$ 2,871,197</u>

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Agency Funds - Town
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
PARKS & RECREATION				
Assets				
Cash	48,779	132,374	137,334	43,819
Total assets	<u>\$ 48,779</u>	<u>\$ 132,374</u>	<u>\$ 137,334</u>	<u>\$ 43,819</u>
Liabilities				
Deposits held in custody for others	\$ 48,779	\$ 132,374	\$ 137,334	\$ 43,819
Total liabilities	<u>\$ 48,779</u>	<u>\$ 132,374</u>	<u>\$ 137,334</u>	<u>\$ 43,819</u>
PERFORMANCE BONDS				
Assets				
Cash	\$ 1,306,240	\$ 68,969	\$ 309,411	\$ 1,065,798
Total assets	<u>\$ 1,306,240</u>	<u>\$ 68,969</u>	<u>\$ 309,411</u>	<u>\$ 1,065,798</u>
Liabilities				
Deposits held in custody for others	\$ 1,306,240	\$ 68,969	\$ 309,411	\$ 1,065,798
Total liabilities	<u>\$ 1,306,240</u>	<u>\$ 68,969</u>	<u>\$ 309,411</u>	<u>\$ 1,065,798</u>
TOTAL				
Assets				
Cash	\$ 1,355,019	\$ 201,343	\$ 446,745	\$ 1,109,617
Total assets	<u>\$ 1,355,019</u>	<u>\$ 201,343</u>	<u>\$ 446,745</u>	<u>\$ 1,109,617</u>
Liabilities				
Deposits held in custody for others	\$ 1,355,019	\$ 201,343	\$ 446,745	\$ 1,109,617
Total liabilities	<u>\$ 1,355,019</u>	<u>\$ 201,343</u>	<u>\$ 446,745</u>	<u>\$ 1,109,617</u>

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Agency Funds School Department
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
COVENTRY HIGH SCHOOL				
Assets				
Cash	\$ 199,765	\$ 368,753	\$ 354,990	\$ 213,528
Total assets	<u>\$ 199,765</u>	<u>\$ 368,753</u>	<u>\$ 354,990</u>	<u>\$ 213,528</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	199,765	368,753	354,990	213,528
Total liabilities	<u>\$ 199,765</u>	<u>\$ 368,753</u>	<u>\$ 354,990</u>	<u>\$ 213,528</u>
FEINSTEIN MIDDLE SCHOOL				
Assets				
Cash	\$ 98,848	\$ 512,434	\$ 488,697	\$ 122,585
Total assets	<u>\$ 98,848</u>	<u>\$ 512,434</u>	<u>\$ 488,697</u>	<u>\$ 122,585</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	98,848	512,434	488,697	122,585
Total liabilities	<u>\$ 98,848</u>	<u>\$ 512,434</u>	<u>\$ 488,697</u>	<u>\$ 122,585</u>
HOPKINS HILL				
Assets				
Cash	\$ 16,847	\$ 21,199	\$ 20,103	\$ 17,943
Total assets	<u>\$ 16,847</u>	<u>\$ 21,199</u>	<u>\$ 20,103</u>	<u>\$ 17,943</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	16,847	21,199	20,103	17,943
Total liabilities	<u>\$ 16,847</u>	<u>\$ 21,199</u>	<u>\$ 20,103</u>	<u>\$ 17,943</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Agency Funds School Department
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
BLACK ROCK				
Assets				
Cash	\$ 25,042	\$ 15,756	\$ 11,781	\$ 29,017
Total assets	<u>\$ 25,042</u>	<u>\$ 15,756</u>	<u>\$ 11,781</u>	<u>\$ 29,017</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	25,042	15,756	11,781	29,017
Total liabilities	<u>\$ 25,042</u>	<u>\$ 15,756</u>	<u>\$ 11,781</u>	<u>\$ 29,017</u>
OAK HAVEN				
Assets				
Cash	\$ 1,020	\$ -	\$ -	\$ 1,020
Total assets	<u>\$ 1,020</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,020</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	1,020	-	-	1,020
Total liabilities	<u>\$ 1,020</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,020</u>
REGIONAL CAREER & TECH CTR				
Assets				
Cash	\$ 31,254	\$ 67,219	\$ 56,425	\$ 42,048
Total assets	<u>\$ 31,254</u>	<u>\$ 67,219</u>	<u>\$ 56,425</u>	<u>\$ 42,048</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	31,254	67,219	56,425	42,048
Total liabilities	<u>\$ 31,254</u>	<u>\$ 67,219</u>	<u>\$ 56,425</u>	<u>\$ 42,048</u>
TIOGUE SCHOOL				
Assets				
Cash	\$ 7,134	\$ 24,919	\$ 25,883	\$ 6,170
Total assets	<u>\$ 7,134</u>	<u>\$ 24,919</u>	<u>\$ 25,883</u>	<u>\$ 6,170</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	7,134	24,919	25,883	6,170
Total liabilities	<u>\$ 7,134</u>	<u>\$ 24,919</u>	<u>\$ 25,883</u>	<u>\$ 6,170</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Agency Funds School Department
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
WESTERN COVENTRY				
Assets				
Cash	\$ 12,607	\$ 53,284	\$ 48,659	\$ 17,232
Total assets	<u>\$ 12,607</u>	<u>\$ 53,284</u>	<u>\$ 48,659</u>	<u>\$ 17,232</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	12,607	53,284	48,659	17,232
Total liabilities	<u>\$ 12,607</u>	<u>\$ 53,284</u>	<u>\$ 48,659</u>	<u>\$ 17,232</u>
WASHINGTON OAK SCHOOL				
Assets				
Cash	\$ 41,389	\$ 37,903	\$ 43,496	\$ 35,796
Total assets	<u>\$ 41,389</u>	<u>\$ 37,903</u>	<u>\$ 43,496</u>	<u>\$ 35,796</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	41,389	37,903	43,496	35,796
Total liabilities	<u>\$ 41,389</u>	<u>\$ 37,903</u>	<u>\$ 43,496</u>	<u>\$ 35,796</u>
PHYSICAL PLANT				
Assets				
Cash	\$ 1,059	\$ 404	\$ 484	\$ 979
Total assets	<u>\$ 1,059</u>	<u>\$ 404</u>	<u>\$ 484</u>	<u>\$ 979</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	1,059	404	484	979
Total liabilities	<u>\$ 1,059</u>	<u>\$ 404</u>	<u>\$ 484</u>	<u>\$ 979</u>
LITTLE OAKERS PRE SCHOOL				
Assets				
Cash	\$ 204,310	\$ 97,968	\$ 125,000	\$ 177,278
Total assets	<u>\$ 204,310</u>	<u>\$ 97,968</u>	<u>\$ 125,000</u>	<u>\$ 177,278</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits held in custody for others	204,310	97,968	125,000	177,278
Total liabilities	<u>\$ 204,310</u>	<u>\$ 97,968</u>	<u>\$ 125,000</u>	<u>\$ 177,278</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Agency Funds School Department
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
BENEFITS				
Assets				
Cash	\$ 320,362	\$ 814,283	\$ 855,611	\$ 279,034
Due from Retirees	-	45,169	-	45,169
Total assets	<u>\$ 320,362</u>	<u>\$ 859,452</u>	<u>\$ 855,611</u>	<u>\$ 324,203</u>
Liabilities				
Due to other funds	\$ 237,321	\$ 88,366	\$ -	325,687
Deposits held in custody for others	83,041	771,086	855,611	(1,484)
Total liabilities	<u>\$ 320,362</u>	<u>\$ 859,452</u>	<u>\$ 855,611</u>	<u>\$ 324,203</u>
RETIREE MEDICAL				
Assets				
Cash	\$ 22,000	\$ -	\$ -	\$ 22,000
Total assets	<u>\$ 22,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,000</u>
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	-
Deposits held in custody for others	22,000	-	-	22,000
Total liabilities	<u>\$ 22,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,000</u>
ADMIN CHECKING				
Assets				
Cash	\$ 12,153	\$ -	\$ -	\$ 12,153
Total assets	<u>\$ 12,153</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,153</u>
Liabilities				
Due to other funds	\$ 104	\$ -	\$ 104	-
Deposits held in custody for others	12,049	-	(104)	12,153
Total liabilities	<u>\$ 12,153</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,153</u>
TOTAL AGENCY FUNDS				
Assets				
Cash	\$ 993,790	\$ 2,014,122	\$ 2,031,129	\$ 976,783
Due from Retirees	-	45,169	-	45,169
Total assets	<u>\$ 993,790</u>	<u>\$ 2,059,291</u>	<u>\$ 2,031,129</u>	<u>\$ 1,021,952</u>
Liabilities				
Due to other funds	\$ 237,425	\$ 88,366	\$ 104	\$ 325,687
Deposits held in custody for others	756,365	1,970,925	2,031,025	696,265
Total liabilities	<u>\$ 993,790</u>	<u>\$ 2,059,291</u>	<u>\$ 2,031,129</u>	<u>\$ 1,021,952</u>

(concluded)

Funds Combined for GASB 54 Reporting Purposes

Town General Fund
School Department - Special Revenue Fund

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

	<u>General Fund</u>	<u>104 Town Gymnasium</u>	<u>106 Personal Watercraft</u>	<u>107 Pilot Program</u>	<u>144 Land Trust</u>	<u>146 Cellphone Tower</u>
ASSETS						
Cash and cash equivalents	\$ 13,089,957	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable:						
Real estate and personal property taxes	2,658,416	-	-	-	-	-
Other receivables	1,318,165	-	-	-	-	-
Due from other funds	3,216,865	10,737	120	2,483	1,002,605	46,579
Total assets	<u>\$ 20,283,403</u>	<u>\$ 10,737</u>	<u>\$ 120</u>	<u>\$ 2,483</u>	<u>\$ 1,002,605</u>	<u>\$ 46,579</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued expenditures	\$ 340,713	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	6,688,472	-	-	-	-	-
Other liabilities	929,123	-	-	-	-	-
Total liabilities	<u>7,958,308</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable tax revenue	<u>2,605,127</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:						
Committed for:						
Public works programs	-	-	-	-	-	-
Use of budgeted surplus 2016	66,140	-	-	-	-	-
Public safety programs	-	-	-	-	-	-
Culture and recreation	-	10,737	120	2,483	1,002,605	46,579
Unassigned:	<u>9,653,828</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>9,719,968</u>	<u>10,737</u>	<u>120</u>	<u>2,483</u>	<u>1,002,605</u>	<u>46,579</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 20,283,403</u>	<u>\$ 10,737</u>	<u>\$ 120</u>	<u>\$ 2,483</u>	<u>\$ 1,002,605</u>	<u>\$ 46,579</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

	<i>148</i> <i>Transfer Station</i> <i>DPW</i>	<i>150</i> <i>Scrap Metal</i> <i>DPW</i>	<i>151</i> <i>Scrap Metal</i> <i>Parks & Rec</i>	<i>153</i> <i>Transportation</i> <i>Programs</i>	<i>154</i> <i>Low Income</i> <i>Spay/Neuter</i>	<i>155</i> <i>Animal Care</i> <i>Fund</i>
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable:						
Real estate and personal property taxes	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Due from other funds	7,158	10,323	1,203	181,017	1,840	921
Total assets	<u>\$ 7,158</u>	<u>\$ 10,323</u>	<u>\$ 1,203</u>	<u>\$ 181,017</u>	<u>\$ 1,840</u>	<u>\$ 921</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable tax revenue	-	-	-	-	-	-
Fund balances:						
Committed for:						
Public works programs	7,158	10,323	-	-	-	-
Use of budgeted surplus 2016	-	-	-	-	-	-
Public safety programs	-	-	-	-	1,840	921
Culture and recreation	-	-	1,203	181,017	-	-
Unassigned:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>7,158</u>	<u>10,323</u>	<u>1,203</u>	<u>181,017</u>	<u>1,840</u>	<u>921</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,158</u>	<u>\$ 10,323</u>	<u>\$ 1,203</u>	<u>\$ 181,017</u>	<u>\$ 1,840</u>	<u>\$ 921</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

	<i>156</i>	<i>157</i>	<i>158</i>	<i>159</i>	<i>160</i>	<i>149</i>
	<i>Concession Vendor Parks & Rec</i>	<i>Collection Agency Tax Collector</i>	<i>Historical Records Trust</i>	<i>T Shirt Program Parks & Rec</i>	<i>Donations Police</i>	<i>Celebrate Coventry</i>
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable:						
Real estate and personal property taxes	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Due from other funds	-	5,667	29,188	-	41	3,489
Total assets	<u>\$ -</u>	<u>\$ 5,667</u>	<u>\$ 29,188</u>	<u>\$ -</u>	<u>\$ 41</u>	<u>\$ 3,489</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued expenditures	\$ -	\$ 813	\$ -	\$ -	\$ -	\$ -
Due to other funds	9,796	-	-	718	-	-
Other liabilities	-	-	-	-	-	-
Total liabilities	<u>9,796</u>	<u>813</u>	<u>-</u>	<u>718</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable tax revenue	-	-	-	-	-	-
Fund balances:						
Committed for:						
Public works programs	-	-	-	-	-	-
Use of budgeted surplus 2016	-	-	-	-	-	-
Public safety programs	-	-	-	-	41	-
Culture and recreation	-	4,854	29,188	-	-	3,489
Unassigned:	(9,796)	-	-	(718)	-	-
Total fund balances	<u>(9,796)</u>	<u>4,854</u>	<u>29,188</u>	<u>(718)</u>	<u>41</u>	<u>3,489</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ 5,667</u>	<u>\$ 29,188</u>	<u>\$ -</u>	<u>\$ 41</u>	<u>\$ 3,489</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

	<i>161</i>	<i>162</i>	<i>152</i>	<i>TOTAL</i>
	<i>Library Book</i>	<i>Spay / Neuter</i>	<i>Donations</i>	
	<i>Sale</i>	<i>Fund</i>	<i>Parks & Rec</i>	
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 13,089,957
Accounts receivable:				
Real estate and personal property taxes	-	-	-	2,658,416
Other receivables	-	-	-	1,318,165
Due from other funds	20,145	-	2,550	4,542,931
<i>Total assets</i>	\$ 20,145	\$ -	\$ 2,550	\$ 21,609,469
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ 341,526
Due to other funds	-	18	-	6,699,004
Other liabilities	-	-	-	929,123
<i>Total liabilities</i>	-	18	-	7,969,653
DEFERRED INFLOWS OF RESOURCES				
Unavailable tax revenue	-	-	-	2,605,127
<i>Fund balances:</i>				
<i>Committed for:</i>				
Public works programs	-	-	-	17,481
Use of budgeted surplus 2016	-	-	-	66,140
Public safety programs	-	-	-	2,802
Culture and recreation	20,145	-	2,550	1,304,970
<i>Unassigned:</i>	-	(18)	-	9,643,296
<i>Total fund balances</i>	20,145	(18)	2,550	11,034,689
<i>Total liabilities, deferred inflows of resources and fund balances</i>	\$ 20,145	\$ -	\$ 2,550	\$ 21,609,469

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

<i>General Fund</i>	<i>104 Town Gymnasium</i>	<i>106 Personal Watercraft</i>	<i>107 Pilot Program</i>	<i>144 Land Trust</i>	<i>146 Cellphone Tower</i>
Revenues					
Real estate and personal property taxes	\$ 65,367,621	\$ -	\$ -	\$ -	\$ -
Other taxes	909,426	-	-	-	-
Penalties and interest on taxes	546,540	-	-	-	-
Licenses, fees and permits	754,044	-	40	-	-
Investment income	82,671	-	-	-	-
Intergovernmental	2,309,057	-	-	-	-
Charges for services	-	11,065	-	4,435	98,158
Miscellaneous	611,692	-	-	-	-
Total revenues	70,581,051	11,065	40	4,435	98,158
Expenditures					
Current:					
General government	4,989,028	-	-	-	-
Public safety	11,075,816	-	-	-	-
Public works	5,338,863	-	-	-	-
Community and economic development	309,297	-	-	-	-
Health and human services	759,028	4,300	-	-	-
Culture and recreation	1,981,067	-	-	2,409	1,429
Debt service					
Principal payments	2,600,000	-	-	-	-
Interest and fiscal charges	802,250	-	-	-	-
Total expenditures	27,855,349	4,300	-	2,409	1,429
Excess of revenues over (under) expenditures before other financing sources (uses)	42,725,702	6,765	40	2,026	(1,429)
Other financing sources (uses)					
Transfers from other funds	283,646	-	-	-	-
Transfers to other funds	(43,085,117)	-	-	139,187	(70,000)
Total other financing sources (uses)	(42,801,471)	-	-	139,187	(70,000)
Excess of revenues and other sources over (under) expenditures and other uses	(75,769)	6,765	40	2,026	28,158
Fund balances - beginning	9,795,737	3,972	80	457	18,421
Fund balances - ending	\$ 9,719,968	\$ 10,737	\$ 120	\$ 2,483	\$ 46,579

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

	<i>148</i> <i>Transfer Station</i> <i>DPW</i>	<i>150</i> <i>Scrap Metal</i> <i>DPW</i>	<i>151</i> <i>Scrap Metal</i> <i>Parks & Rec</i>	<i>153</i> <i>Transportation</i> <i>Programs</i>	<i>154</i> <i>Low Income</i> <i>Spay/Neuter</i>	<i>155</i> <i>Animal Care</i> <i>Fund</i>
Revenues						
Real estate and personal property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Penalties and interest on taxes	-	-	-	-	-	-
Licenses, fees and permits	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	18,284	31,650	115	118,690	2,235	187
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>18,284</u>	<u>31,650</u>	<u>115</u>	<u>118,690</u>	<u>2,235</u>	<u>187</u>
Expenditures						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	1,175	-
Public works	13,502	26,544	-	-	-	-
Community and economic development	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-
Culture and recreation	-	-	-	43,480	-	-
Debt service						
Principal payments	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	<u>13,502</u>	<u>26,544</u>	<u>-</u>	<u>43,480</u>	<u>1,175</u>	<u>-</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>4,782</u>	<u>5,106</u>	<u>115</u>	<u>75,210</u>	<u>1,060</u>	<u>187</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>
Excess of revenues and other sources over (under) expenditures and other uses	<u>4,782</u>	<u>5,106</u>	<u>115</u>	<u>75,210</u>	<u>1,060</u>	<u>187</u>
Fund balances - beginning	<u>2,376</u>	<u>5,217</u>	<u>1,088</u>	<u>105,807</u>	<u>780</u>	<u>734</u>
Fund balances - ending	<u>\$ 7,158</u>	<u>\$ 10,323</u>	<u>\$ 1,203</u>	<u>\$ 181,017</u>	<u>\$ 1,840</u>	<u>\$ 921</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

	<i>156</i> <i>Concession Vendor</i> <i>Parks & Rec</i>	<i>157</i> <i>Collection Agency</i> <i>Tax Collector</i>	<i>158</i> <i>Historical Records</i> <i>Trust</i>	<i>159</i> <i>T Shirt Program</i> <i>Parks & Rec</i>	<i>160</i> <i>Donations</i> <i>Police</i>	<i>149</i> <i>Celebrate</i> <i>Coventry</i>
Revenues						
Real estate and personal property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Penalties and interest on taxes	-	4,352	-	-	-	-
Licenses, fees and permits	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	1,600	-	5,552	5,574	-	-
Miscellaneous	-	-	-	-	480	3,547
Total revenues	<u>1,600</u>	<u>4,352</u>	<u>5,552</u>	<u>5,574</u>	<u>480</u>	<u>3,547</u>
Expenditures						
Current:						
General government	-	5,632	8,581	-	-	-
Public safety	-	-	-	-	439	-
Public works	-	-	-	-	-	-
Community and economic development	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-
Culture and recreation	6,600	-	-	6,292	-	58
Debt service	-	-	-	-	-	-
Principal payments	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	<u>6,600</u>	<u>5,632</u>	<u>8,581</u>	<u>6,292</u>	<u>439</u>	<u>58</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>(5,000)</u>	<u>(1,280)</u>	<u>(3,029)</u>	<u>(718)</u>	<u>41</u>	<u>3,489</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>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(5,000)</u>	<u>(1,280)</u>	<u>(3,029)</u>	<u>(718)</u>	<u>41</u>	<u>3,489</u>
Fund balances - beginning	<u>(4,796)</u>	<u>6,134</u>	<u>32,217</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ (9,796)</u>	<u>\$ 4,854</u>	<u>\$ 29,188</u>	<u>\$ (718)</u>	<u>\$ 41</u>	<u>\$ 3,489</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2015

	<i>161</i> <i>Library Book</i> <i>Sale</i>	<i>162</i> <i>Spay Neuter</i> <i>Fund</i>	<i>152</i> <i>Donations</i> <i>Parks & Rec</i>	<i>Total</i>
Revenues				
Real estate and personal property taxes	\$ -	\$ -	\$ -	\$ 65,367,621
Other taxes	-	-	-	909,426
Penalties and interest on taxes	-	-	-	550,892
Licenses, fees and permits	-	-	-	754,084
Investment income	-	-	-	82,671
Intergovernmental	-	-	-	2,309,057
Charges for services	-	3,972	-	301,517
Miscellaneous	20,301	-	3,595	639,615
Total revenues	<u>20,301</u>	<u>3,972</u>	<u>3,595</u>	<u>70,914,883</u>
Expenditures				
Current:				
General government	-	-	-	5,003,241
Public safety	-	3,990	-	11,081,420
Public works	-	-	-	5,378,909
Community and economic development	-	-	-	309,297
Health and human services	-	-	-	763,328
Culture and recreation	156	-	1,045	2,042,536
Debt service				
Principal payments	-	-	-	2,600,000
Interest and fiscal charges	-	-	-	802,250
Total expenditures	<u>156</u>	<u>3,990</u>	<u>1,045</u>	<u>27,980,981</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>20,145</u>	<u>(18)</u>	<u>2,550</u>	<u>42,933,902</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	283,646
Transfers to other funds	-	-	-	(43,015,930)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(42,732,284)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>20,145</u>	<u>(18)</u>	<u>2,550</u>	<u>201,618</u>
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,833,071</u>
Fund balances - ending	<u>\$ 20,145</u>	<u>\$ (18)</u>	<u>\$ 2,550</u>	<u>\$ 11,034,689</u>

(Concluded)

**SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
School Balance Sheet**

**Funds Combined with School Unrestricted (School General Fund) for GASB 54 Purposes
June 30, 2015**

	<u>SRUF GAAP BASIS</u>	<u>90000005 Chromebook Ins</u>	<u>Total School Unrestricted</u>
ASSETS			
Cash	\$ 141,888	\$ 60,156	\$ 202,044
Due from General fund	3,807,198		3,807,198
Due from other school funds	1,855,137	-	1,855,137
Intergovernmental receivables	15,926	-	15,926
Other receivables	367,120	-	367,120
Prepaid expenses	468,781	-	468,781
Total assets	<u>\$ 6,656,050</u>	<u>\$ 60,156</u>	<u>\$ 6,716,206</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 414,682	\$ 55,905	\$ 470,587
Due to other funds:	615,528	38,010	653,538
Accrued salaries	5,384,524	-	5,384,524
Total liabilities	<u>6,414,734</u>	<u>93,915</u>	<u>\$ 6,508,649</u>
Fund balance			
Reserved for education	241,316	-	241,316
Unreserved	-	(33,759)	(33,759)
Total fund balance	<u>241,316</u>	<u>(33,759)</u>	<u>207,557</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 6,656,050</u>	<u>\$ 60,156</u>	<u>\$ 6,716,206</u>

SUPPLEMENTARY INFORMATION
TOWN OF COVENTRY, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with School Unrestricted (School General Fund) for GASB 54 Purposes
June 30, 2015

	SRUF	90000005	Total
	GAAP BASIS	Chromebook Ins.	School
	<u>GAAP BASIS</u>	<u>Chromebook Ins.</u>	<u>Unrestricted</u>
Revenues			
State Aid	21,019,553	-	21,019,553
Federal Aid	728,964	-	728,964
Charges for Service	826,357	-	826,357
Miscellaneous	16,757	3,236	19,993
Total revenues	<u>22,591,631</u>	<u>3,236</u>	<u>22,594,867</u>
Expenditures			
Salaries	41,704,273	-	41,704,273
Employee benefits	14,235,491	-	14,235,491
Purchased services	6,680,941	-	6,680,941
Supplies and materials	1,942,542	36,995	1,979,537
Capital outlay	642,213	-	642,213
Other	46,085	-	46,085
Total expenditures	<u>65,251,545</u>	<u>36,995</u>	<u>65,288,540</u>
Excess of revenues over (under) expenditures	(42,659,914)	(33,759)	(42,693,673)
Other financing sources (uses)			
Operating transfers - Town appropriation	42,480,728	-	42,480,728
Transfer from Self Insurance Fund	175,000	-	175,000
Transfer from cell tower fund	70,000	-	70,000
Total other financing sources/(uses)	<u>42,725,728</u>	<u>-</u>	<u>42,725,728</u>
Excess (deficiency) of revenue and other sources over expenditures and other uses	65,814	(33,759)	32,055
Fund Balance beginning	<u>175,502</u>	<u>-</u>	<u>175,502</u>
Fund Balance ending	<u>241,316</u>	<u>(33,759)</u>	<u>207,557</u>

STATISTICAL SECTION

The Statistical Schedules differ from other financial statement presentations because they generally disclose more than one fiscal year and may present non-accounting data such as social and economic data and financial trends of the Town.

TOWN OF COVENTRY, RHODE ISLAND
Schedule of Tax Collections
For the Fiscal Year Ended June 30, 2015

Real Estate and Property Tax Assessment of	Total Balance Uncollected 7/1/2014	Assessment	Additions Adjustments	Abatements	Refunds and Adjustments	Total Available for Collection	Collections	(a) Balance Uncollected 6/30/2015
2014	\$ -	\$ 60,678,892	\$ 138,167	\$ (437,367)	\$ 227,020	\$ 60,606,712	\$ 60,001,711	605,001
2013	614,300	-	8,905	(17,510)	(3,939)	601,756	379,965	221,791
2012	228,876	-	1,027	(224)	578	230,257	54,003	176,254
2011	126,232	-	-	(66)	(922)	125,244	9,285	115,959
2010	122,456	-	-	(51)	(99)	122,306	6,674	115,632
2009	93,848	-	-	-	(1)	93,847	1,654	92,193
2008	71,760	-	-	-	1	71,761	1,119	70,642
2007	35,576	-	-	(82)	208	35,702	953	34,749
2006	54,212	-	-	-	3	54,215	75	54,140
2005	51,333	-	-	-	-	51,333	-	51,333
2004	55,547	-	-	-	-	55,547	-	55,547
2003 and prior	206,110	-	-	-	-	206,110	1,516	204,594
TOTAL PROPERTY	\$ 1,660,250	\$ 60,678,892	\$ 148,099	\$ (455,300)	\$ 222,849	\$ 62,254,790	\$ 60,456,955	\$ 1,797,835

Auto Excise Tax Assessment of	Total Balance Uncollected 7/1/2014	Assessment	Additions Adjustments	Abatements	Authorized Transfers and Adjustments	Total Available for Collection	Collections	Balance Uncollected 6/30/2015
2014	\$ -	\$ 5,133,679	\$ 22,706	\$ (9,137)	\$ 7,235	\$ 5,154,483	\$ 4,837,562	316,921
2013	351,484	-	304	(743)	316	351,361	219,374	131,987
2012	145,239	-	-	(582)	217	144,874	47,005	97,869
2011	99,465	-	90	(565)	20	99,010	13,196	85,814
2010	30,106	-	-	(67)	-	30,039	1,980	28,059
2009	32,354	-	-	-	-	32,354	2,040	30,314
2008	41,373	-	-	-	(47)	41,326	2,812	38,514
2007	40,597	-	-	-	-	40,597	2,950	37,647
2006	35,854	-	-	-	-	35,854	1,174	34,680
2005	33,752	-	-	-	-	33,752	90	33,662
2004	24,717	-	-	-	117	24,834	55	24,779
2003 and prior	771	-	768	1,711	(1)	3,249	2,914	335
TOTAL AUTO	\$ 835,712	\$ 5,133,679	\$ 23,868	\$ (9,383)	\$ 7,857	\$ 5,991,733	\$ 5,131,152	\$ 860,581

**TOTAL PROPERTY
TAX AND AUTO
EXCISE TAX**

\$ 2,495,962	\$ 65,812,571	\$ 171,967	\$ (464,683)	\$ 230,706	\$ 68,246,523	\$ 65,588,107	\$ 2,658,416
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TOWN OF COVENTRY , RHODE ISLAND
Supplementary Information
Schedule of Assessed Property Valuations, Exemptions and Tax Levy
For the Year Ended June 30, 2015

	<u>December 31, 2013</u>	<u>December 31, 2012</u>	<u>December 31, 2011</u>	<u>December 31, 2010</u>	<u>December 31, 2009</u>	<u>December 31, 2008</u>	<u>December 31, 2007</u>	<u>December 31, 2006</u>	<u>December 31, 2005</u>	<u>December 31, 2004</u>
Assessed Property Valuations:										
Real Property	\$ 2,952,373,605	\$ 3,176,709,030	\$ 3,146,610,970	\$ 3,098,994,584	\$ 3,688,440,259	\$ 3,679,277,325	\$ 3,661,025,184	\$ 3,315,487,502	\$3,281,103,269	\$3,228,273,210
Tangibles	63,607,365	61,396,945	60,180,870	94,324,242	114,421,880	116,794,405	116,558,916	27,615,172	21,656,098	22,042,993
Motor Vehicles	321,736,932	320,210,910	318,637,853	309,336,216	298,253,258	250,975,340	283,134,618	271,963,528	271,118,304	241,805,645
	<u>3,337,717,902</u>	<u>3,558,316,885</u>	<u>3,525,429,693</u>	<u>3,502,655,042</u>	<u>4,101,115,397</u>	<u>4,047,047,070</u>	<u>4,060,718,718</u>	<u>3,615,066,202</u>	<u>3,573,877,671</u>	<u>3,492,121,848</u>
Less Exemptions:										
Blindness	389,872	455,872	515,722	521,872	488,872	445,500	392,830	409,330	343,330	304,430
Elderly and Disabled	20,510,000	20,382,000	20,106,268	19,792,580	19,752,580	19,488,580	19,472,580	18,779,111	18,857,004	18,811,924
Gold Star Mothers	9,000	9,000	9,000	9,000	15,000	15,000	18,000	15,000	15,000	12,000
Rectories and Parsonages	-	-	-	-	-	453,400	453,400	480,150	1,326,130	744,910
State Veterans	127,587	126,840	118,000	141,426	120,265	125,415	130,795	127,661	156,177	161,943
Veterans	16,763,300	17,546,300	18,127,946	18,640,480	18,959,180	19,303,080	19,750,880	20,087,370	20,613,470	20,597,110
POW's	15,000	15,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	45,000
100% Disabled Veterans	47,000	136,400	135,400	133,400	130,400	133,400	129,400	125,400	132,400	116,400
Variable	15,517,906	11,296,810	10,000	10,000	2,085,572	-	-	-	-	-
Specially Adapted Housing	-	-	-	-	-	12,300	30,300	30,300	32,638	20,000
Motor Vehicle Phase-out	47,830,923	47,139,090	45,879,416	42,749,639	163,838,839	-	-	-	-	-
Tax Relief Program	18,978,591	21,537,525	22,183,622	22,943,699	23,471,310	24,368,374	26,616,550	26,196,724	31,068,368	31,686,258
Total Exemptions	<u>120,189,179</u>	<u>118,644,837</u>	<u>107,115,374</u>	<u>104,972,096</u>	<u>228,892,018</u>	<u>64,375,049</u>	<u>67,024,735</u>	<u>66,281,046</u>	<u>72,574,517</u>	<u>72,499,975</u>
NET TAXABLE ASSESSED PROPERTY VALUATIONS	<u>\$ 3,217,528,723</u>	<u>\$ 3,439,672,048</u>	<u>\$ 3,418,314,319</u>	<u>\$ 3,397,682,946</u>	<u>\$ 3,872,223,379</u>	<u>\$ 3,982,672,021</u>	<u>\$ 3,993,693,983</u>	<u>\$ 3,548,785,156</u>	<u>\$3,501,303,154</u>	<u>\$3,419,621,873</u>
Tax Levy:										
Real and personal property and tangible tax	\$ 60,678,892	\$ 59,430,967	\$ 57,215,357	\$ 56,864,263	\$ 57,044,768	\$ 56,830,394	\$ 56,350,234	\$ 53,733,335	\$51,033,500	\$45,861,014
Motor vehicle tax	5,133,679	5,118,101	5,112,255	4,995,985	2,518,067	2,183,732	2,756,369	2,558,668	2,581,006	2,330,573
TOTAL TAXES ASSESSED, NET OF EXEMPTIONS	<u>\$ 65,812,571</u>	<u>\$ 64,549,068</u>	<u>\$ 62,327,612</u>	<u>\$ 61,860,248</u>	<u>\$ 59,562,835</u>	<u>\$ 59,014,126</u>	<u>\$ 59,106,603</u>	<u>\$ 56,292,003</u>	<u>\$53,614,506</u>	<u>\$48,191,587</u>

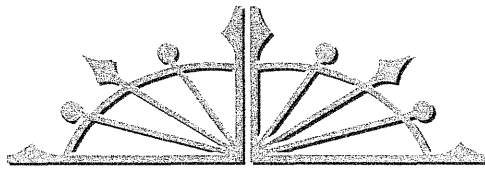
TOWN OF COVENTRY, RHODE ISLAND
Schedule of long-term liabilities - Primary Government
For the fiscal year ended June 30, 2015

	Date of Issuance	Interest Rate	Date of Maturity	Authorized	Outstanding July 1, 2014	Additions	Maturities During Year	Outstanding June 30, 2015	Interest Paid
General Obligation Bonds Payable									
GO Bond Refunding	10/27/11	2.00% to 3.375%	11/01/21	\$ 13,770,000	\$ 11,150,000	\$ -	\$ 1,465,000	\$ 9,685,000	\$ 309,937
GO Bond	3/17/15	2.12% to 4.00%	3/15/35	15,860,000	-	15,860,000	-	15,860,000	-
RIHEBC GO Bond	4/23/13	2.00% to 4.00%	04/01/27	12,520,000	12,100,000	-	875,000	11,225,000	353,331
GO Bond	4/11/12	3.00% to 4.00%	04/01/27	4,330,000	4,055,000	-	260,000	3,795,000	138,981
GO BAN	1/28/14	1.91%	1/27/15	234,000	234,000	-	234,000	-	633
GO BAN	6/4/14	1.80%	1/27/15	860,000	860,000	-	860,000	-	-
GO BAN	3/17/15	1.25%	3/16/16	860,000	-	860,000	-	860,000	-
Total general obligation bonds and BAN payable				48,434,000	28,399,000	16,720,000	3,694,000	41,425,000	802,882
Loans Payable									
RI Clean Water	9/3/14	.26% to 2.01%	9/1/24	340,000	-	19,531	-	19,531	223
RI Clean Water	5/28/15	.33% to 2.55%	9/1/29	900,000	-	9,000	-	9,000	-
Total loans payable				1,240,000	-	28,531	-	28,531	223
Total general obligation bonds and loans payable				49,674,000	28,399,000	16,748,531	3,694,000	41,453,531	803,105
Sewer Loans Payable									
RI Clean Water	12/6/06	1.33%	9/1/27	3,205,000	2,361,000	-	149,000	2,212,000	30,982
RI Clean Water	12/12/07	3.75% to 5.08%	9/1/28	5,000,000	3,924,000	-	227,000	3,697,000	60,168
RI Clean Water	6/28/12	0.47% - 2.99%	9/1/32	2,400,000	2,398,000	-	1,000	2,397,000	56,728
RI Clean Water	6/6/13	0.82% - 3.23%	9/1/34	2,400,000	2,399,000	-	1,000	2,398,000	39,513
RI Clean Water	10/6/09	.7%-2.64%	9/1/29	2,564,519	2,142,117	-	109,806	2,032,311	48,019
RI Clean Water	9/3/13	4.25%	9/1/28	8,225,000	8,225,000	-	405,000	7,820,000	345,763
Total Sewer loans payable				23,794,519	21,449,117	-	892,806	20,556,311	581,173
Total bonds and loans payable				\$ 73,468,519	49,848,117	16,748,531	4,586,806	62,009,842	1,384,278
Accrued expenses									
Compensated absences					3,699,124	-	452,727	3,246,397	n/a
Net pension liability					138,381,085	886,710	7,171,019	132,096,776	n/a
Net OPEB obligation					2,215,921	590,870	-	2,806,791	n/a
Total accrued expenses					144,296,130	1,477,580	7,623,746	138,149,964	
Total long-term liabilities					\$ 194,144,247	\$ 18,226,111	\$ 12,210,552	\$ 200,159,806	

TOWN OF COVENTRY, RHODE ISLAND
COMPUTATION OF LEGAL DEBT MARGIN
June 30, 2015

Grossed assessed value	\$ 3,337,717,902
Less: exemptions and adjustments	(120,189,179)
Total taxable assessed value	\$ 3,217,528,723
Debt Limit - 3 percent of total assessed value	\$ 96,525,862
Amount of debt applicable to debt limit:	
Total bonded debt-governmental bonds	3,795,000
Legal debt margin	\$ 92,730,862

***TOWN OF COVENTRY, RHODE ISLAND
SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2015***



BAXTER DANSEREAU & ASSOCIATES, LLP

Accounting, Consulting & Tax Services

Partners
William J. Baxter, Jr., CPA
Paul L. Dansereau, CPA

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

INDEPENDENT AUDITOR'S REPORT

The Honorable President
and Members of the Town Council
Town of Coventry, Rhode Island

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the Town of Coventry, Rhode Island as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Town of Coventry's basic financial statements, and have issued our report thereon dated January 29, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Town of Coventry's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Town of Coventry's internal control. Accordingly, we do not express an opinion on the effectiveness of Town of Coventry's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Town of Coventry's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an

objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

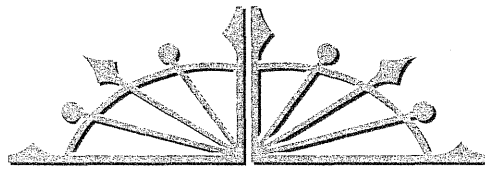
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Baxter, Dansereau & Associates, LLP". The signature is written in black ink and is positioned above the printed name of the firm.

Baxter, Dansereau & Associates, LLP

West Warwick, Rhode Island

January 29, 2016



BAXTER DANSEREAU & ASSOCIATES, LLP

Accounting, Consulting & Tax Services

Partners
William J. Baxter, Jr., CPA
Paul L. Dansereau, CPA

REPORT ON COMPLIANCE FOR MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133

INDEPENDENT AUDITOR'S REPORT

The Honorable President
and Members of the Town Council
Town of Coventry, Rhode Island

Report on Compliance for the Major Federal Program

We have audited the Town of Coventry's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Town of Coventry, Rhode Island's major federal programs for the year ended June 30, 2015. The Town of Coventry's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Town of Coventry's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Town of Coventry's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal programs. However, our audit does not provide a legal determination of Town of Coventry's compliance.

Opinion on Each Major Federal Program

In our opinion, Town of Coventry, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Town of Coventry is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Town of Coventry's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Town of Coventry's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Baxter, Dansereau & Associates, LLP
West Warwick, Rhode Island
January 29, 2016

TOWN OF COVENTRY, RHODE ISLAND
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2015

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department of Agriculture:			
<i>Passed through State of Rhode Island Department of Education:</i>			
<i>Child Nutrition Cluster:</i>			
School Breakfast Program	10.553	N/A	\$ 118,395
National School Lunch Program	10.555	N/A	569,272
Special School Milk Program for Children	10.556	N/A	5,686
Food Donation - See Note 4	10.555	N/A	79,399
<i>Direct Award</i>			
Emergency Watershed Protection Program	10.923	N/A	139,767
Total U.S. Department of Agriculture			<u>\$ 912,519</u>
U.S. Department of Commerce			
<i>Direct Award</i>			
Economic Adjustment Assistance	11.307	N/A	\$ 861,664
Total U.S. Department of Commerce			<u>\$ 861,664</u>
U.S. Department of Housing and Urban Development:			
<i>Pass-Through State of Rhode Island Division of Planning, Office of Housing and Community Development</i>			
Community Development Block Grant	14.228	N/A	\$ 75,608
Total U.S. Department of Housing and Urban Development			<u>\$ 75,608</u>
U.S. Department of the Interior			
<i>Direct Award</i>			
Natural Resources Damage Assessment Restoration and Implementation	15.658	N/A	\$ 69,432
Total U.S. Department of the Interior			<u>\$ 69,432</u>
U.S. Department of Justice:			
<i>Pass-Through State of Rhode Island Governor's Justice Commission</i>			
Bulletproof Vests Partnership Program	16.607	N/A	\$ 685
Total U.S. Department of Justice			<u>\$ 685</u>
U.S. Department of Transportation			
<i>Pass-through State of Rhode Department of Transportation</i>			
Highway Planning and Construction	20.205	N/A	\$ 129,725
<i>Highway Safety Cluster:</i>			
State and Community Highway Safety	20.600	N/A	18,090
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	N/A	18,090
Total U.S. Department of Transportation			<u>\$ 165,905</u>
U.S. Environmental Protection Agency			
<i>Direct Award</i>			
ARRA - Capitalization Grant for Clean Water State Revolving Fund	66.458	N/A	\$ 13,735
Total U.S. Environmental Protection Agency			<u>\$ 13,735</u>

continued

TOWN OF COVENTRY, RHODE ISLAND
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2015

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department of Education:			
<i>Passed through State of Rhode Island Department of Education:</i>			
Title I Grants to Local Education Agencies	84.010	2725-11702-501	\$ 491,875
Career & Technical Education - Basic Grants to States	84.048	2725-15302-501	271,772
Improving Teacher Quality State Grants	84.367	2725-16402-501	209,837
<i>Special Education Cluster:</i>			
Special Education Grants to States	84.027	2725-13202-501	1,278,796
Special Education Preschool Grants	84.173	2725-13502-501	28,063
ARRA - Race to the Top - New Teacher Project	84.395	N/A	2,865
ARRA - Race to the Top - Standards & Curriculum	84.395	4572-13502-110	3,304
ARRA - Race to the Top - Educator Effectiveness	84.395	4572-13502-130	570
ARRA - Race to the Top - IIS	84.395	N/A	47,866
ARRA - Race to the Top - IIS 2	84.395	N/A	86,921
ARRA - Race to the Top - IIS Set Aside	84.395	4572-13502-160	434
ARRA - Race to the Top - HCD Set Aside	84.395	4572-13502-180	15,586
ARRA - Race to the Top - Teacher Resource Summer	84.395	N/A	3,057
Total U.S. Department of Education			<u>\$ 2,440,946</u>
U.S. Department of Health & Human Services			
<i>Passed through State of Rhode Island Department of Health</i>			
National Family Caregiver Support, Title III, Part E	93.052	N/A	\$ 5,219
Public Health and Emergency Preparedness	93.069	N/A	2,072
Medical Assistance Program	93.778	N/A	388,738
Total U.S. Department of Health & Human Services			<u>\$ 396,029</u>
U.S. Department of Homeland Security			
<i>Pass-through State of Rhode Island Emergency Management Agency:</i>			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	N/A	165,388
Hazard Mitigation Grant	97.039	N/A	\$ 32,447
Severe Repetitive Loss Program	97.110	N/A	375
Total U.S. Department of Homeland Security			<u>\$ 198,210</u>
Total Expenditures of Federal Awards			<u>\$ 5,134,733</u>

concluded

TOWN OF COVENTRY, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2015

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness (es) identified? yes no

Significant deficiency (ies) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

Material weakness (es) identified? yes no

Significant deficiency (ies) identified that are not considered to be material weakness (es)? yes none reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB circular A-133? yes no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
	<i>Child Nutrition Cluster</i>
10.553	School Breakfast Program
10.555	National School Lunch Program
10.555	Food Donation
10.556	Special School Milk Program for Children
	<i>Special Education Cluster</i>
84.027	Special Education – Grants to States
84.173	Special Education Grants to States - Preschool
84.048	Career and Technical Information
97.778	Medical Assistance Program

Dollar threshold used to distinguish between Type A and Type B programs: \$ 300,000

Auditee qualified as low risk auditee? yes no

TOWN OF COVENTRY, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2015

SECTION II – FINANCIAL STATEMENT FINDINGS

yes none

**SECTION III – FEDERAL AWARDS FINDINGS AND
QUESTIONED COSTS**

yes none

TOWN OF COVENTRY, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2015
(continued)

**SECTION II – FINDINGS RELATING TO THE FINANCIAL STATEMENT AUDIT
AS REQUIRED TO BE REPORTED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

A. Significant Deficiency in Internal Control

None Reported.

B. Compliance

None Reported.

SECTION III – FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Finding

None Reported

B. Questioned Costs

None Reported

TOWN OF COVENTRY, RHODE ISLAND
Schedule of Prior Year Findings and Questioned Costs
For the Year Ended June 30, 2015

PRIOR YEAR FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Findings

None Reported

B. Questioned Costs

None Reported

TOWN OF COVENTRY, RHODE ISLAND
Notes to Schedule of Expenditures of Federal Awards
June 30, 2015

1. **General** - The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal programs of the Town of Coventry, Rhode Island.
2. **Basis of Accounting** - The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting.
3. **Determination of Type A, Type B and Major Programs** - The determination of Type A and Type B federal programs was based upon the expenditures for all federal programs for the Town of Coventry, Rhode Island. As such, the threshold for determining Type A vs. Type B programs is determined at the entity level. For the fiscal year-ended June 30, 2015, grants with expenditures exceeding \$300,000 were determined to be Type A programs and all other grants were considered Type B programs. The following programs were considered major programs:

<u>CFDA</u>	<u>Program Name</u>
	<i>Child Nutrition Cluster</i>
10.553	School Breakfast Program
10.555	National School Lunch Program
10.555	Food Donation
10.556	Special School Milk Program for Children
	<i>Special Education Cluster</i>
84.027	Special Education Grants to States
84.173	Special Education Grants to States - Preschool
84.048	Career and Technical Information
93.778	Medical Assistance Program

4. **Non-Cash Assistance**

U.S.D.A. Contributions: The United States Department of Agriculture makes available commodities for donations to schools. The amount of \$79,399 represents the market value of such commodities used during the period.