

TOWN OF RICHMOND, RHODE ISLAND

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Fiscal Year Ended
June 30, 2015**



**Prepared by: Finance Department
RICHMOND, RHODE ISLAND**

TOWN OF RICHMOND, RHODE ISLAND

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Fiscal Year Ended
June 30, 2015**

**Prepared by: Finance Department
David Krugman, Finance Director**

INTRODUCTORY SECTION

**THIS SECTION CONTAINS
THE FOLLOWING:**

Table of Contents

Letter of Transmittal

Town of Richmond Organizational Chart

List of Town Officials

Certificate of Achievement for Excellence in Financial Reporting

TOWN OF RICHMOND, RHODE ISLAND
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2015

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

<i>TRANSMITTAL LETTER</i>	i
<i>TOWN OF RICHMOND ORGANIZATIONAL CHART</i>	vii
<i>LIST OF TOWN OFFICIALS</i>	viii
<i>CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING</i>	ix

II. FINANCIAL SECTION

<i>INDEPENDENT AUDITOR'S REPORT</i>	1-3
REQUIRED SUPPLEMENTARY INFORMATION:	
<i>Management's Discussion and Analysis</i>	4-12

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statements:

Statement of Net Position	13
Statement of Activities.....	14

Fund Financial Statements:

Balance Sheet - Governmental Funds.....	15
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	16
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	17
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in the Fund Balances to Government-Wide Statement of Activities	18
Statement of Net Position - Proprietary Funds	19
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds.....	20
Statement of Cash Flows - Proprietary Funds	21-22
Statement of Net Fiduciary Net Position - Fiduciary Funds.....	23
Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	24

<i>Notes to Basic Financial Statements</i>	25-52
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REQUIRED SUPPLEMENTARY INFORMATION:

Schedule of Changes in Net Pension Liability and Related Ratios-General Employees	53
Schedule of Changes in Net Pension Liability and Related Ratios-Police Officers	54
Pension Plans -Schedule of Town Contributions	55
Budgetary Comparison Schedule - General Fund	56-66
Notes to Required Supplementary Information	67-69

TOWN OF RICHMOND, RHODE ISLAND
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2015

TABLE OF CONTENTS (Continued)

OTHER SUPPLEMENTARY INFORMATION:

Combining Balance Sheet - Nonmajor Governmental Funds.....	70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	71
Combining Balance Sheet - Special Revenue Funds.....	72-74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Special Revenue Funds.....	75-77
Combining Statement of Fiduciary Net Position - Private Purpose Trust Funds.....	78-79
Combining Statement of Changes in Fiduciary Net Position - Private Purpose Trust Funds.....	80-81
Combining Statement of Fiduciary Assets and Liabilities - Agency Funds.....	82
Combining Statement of Changes in Fiduciary Assets and Liabilities - Agency Funds.....	83-84
Tax Collector's Annual Report.....	85
Schedule of Revenues, Expenditures and Changes in Fund Balance-General Fund-Budgetary Basis.....	86

III. STATISTICAL SECTION

Net Position by Component - Last Ten Fiscal Years.....	87
Changes in Net Position - Last Ten Fiscal Years.....	88-89
Fund Balances - Governmental Funds - Last Ten Fiscal Years.....	90
Changes in Fund Balances - Governmental Funds - Last Ten Fiscal Years.....	91
Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years.....	92
Direct and Overlapping Tax Rates - Last Ten Fiscal Years.....	93
Principal Property Tax Payers - Current and Ten Years Ago.....	94
Property Tax Levies and Collections - Last Ten Fiscal Years.....	95
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years.....	96
Fund Balance Ratios - Last Ten Fiscal Years.....	97
Capital Asset Statistics by Function/Activity - Last Ten Fiscal Years.....	98
Town Government Employees by Function/Activity - Last Ten Fiscal Years.....	99

IV. SINGLE AUDIT SECTION

Report on the 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.....	100-101
Report on Compliance with Requirements for Each Major Federal Program and Report on Internal Control Over Compliance Required With OMB Circular A-133.....	102-103
Schedule of Findings and Questioned Costs.....	104-106
Schedule of Expenditures of Federal Awards.....	107
Notes to Schedule of Expenditures of Federal Awards.....	108



Town of Richmond, Rhode Island

FINANCE OFFICE

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treasurer@richmondri.com

December 22, 2015

To: Citizens of Richmond, Rhode Island
Richmond Town Council
Richmond Town Administrator

The Comprehensive Annual Financial Report of the Town of Richmond, Rhode Island for the fiscal year ended June 30, 2015, is hereby submitted. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the information as presented, is accurate in all material respects and is presented in a manner designed to fairly present the financial position and results of operations and cash flows of the Town of Richmond; and that all disclosures necessary to enable the readers to gain an adequate understanding of the Town's financial affairs have been included. The reader should see the following Management's Discussion & Analysis section of this report in order to gain a broader understanding of the Town and its activities.

The Comprehensive Annual Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The introductory section includes this transmittal letter, the Town's organizational chart, a list of principal officials and a reproduction of our 2014 GFOA Certificate of Achievement for Excellence in Financial Reporting. The Financial Section includes the Independent Auditors' Report, the Management Discussion and Analysis, the basic financial statements, required supplementary information, and other supplementary information. The Statistical Section includes selected financial and demographic information generally presented on a multi-year basis.

The Town is required to undergo an annual Single Audit in conformance with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". The Schedule of Expenditures of Federal Awards and Independent Auditors' Report on the internal control structure and compliance with laws and regulation are included in the Single Audit Section of this report.

THE TOWN OF RICHMOND

In May 2007 Richmond voters approved a referendum to create a Home Rule Charter Commission. The Charter Commission subsequently created a Richmond Home Rule Charter, and the Town Council unanimously approved its placement on the November 2008 ballot. Richmond voters approved the Charter by a 70%-30% margin. The Rhode Island General Assembly gave their approval on May 20, 2009, and the Charter took effect on May 28, 2009.

The Charter retains many features of the prior government: the 5-member town council headed by a Council President; an elected Town Clerk; and a Finance Board and an annual Financial Town Meeting. The major changes included the creation of a Town Administrator who reports directly to the Town Council. The Town Council appoints the Town Administrator for an indefinite term. The Town Administrator is head of the administrative branch of the Town government and is responsible to the Town Council for the proper administration of all offices of the Town.

The Town of Richmond’s municipal government provides a full range of services including education through the Chariho Regional School District, police, planning, zoning, construction and maintenance of highways, streets, and infrastructure, social services, parks and recreational activities and cultural activities. Approximately 56 full-time municipal employees provide services to a community of 40.8 square miles and 7,708 residents.

The Town of Richmond was originally part of the territory of Westerly, Rhode Island (1669 to 1747), which remained in dispute for several years between the British colonies of Rhode Island, Connecticut, and Massachusetts.

In 1665 Charles II, the King of England, dissolved the different charters of the three colonies in dispute, assumed governance, and renamed the area King’s County. In May 1669, the General Assembly of Rhode Island and Providence Plantations organized King’s County into the town of Westerly. After this the Town of Westerly organized itself into four separate areas: Westerly, Charlestown, Richmond, and Hopkinton.

Richmond was incorporated as a separate and distinct town in 1747. It is bounded on the north by the Town of Exeter, on the west by the Wood River, on the east by the towns of Exeter and South Kingstown, and on the south by the Pawcatuck River. Richmond is some 35 miles southwest of the state's capital, Providence, Rhode Island. Richmond is mostly forested. It is the site of the Washington County Fair. According to the United States Census Bureau, the town has a total area of 40.8 square miles, of which 40.6 square miles is land and 0.2 square miles is water.

Richmond is a rural area. In fact, a large portion of the town (about 60 percent) is undeveloped woodland. Points of interest in Richmond include Arcadia, a quaint village popular for Arcadia State Park, the state-operated Fish Cultural Station in Arcadia where the primary focus has been to introduce such species as Northern Pike and Atlantic Shad to New England waters, and Shannock Falls.

The Town is easily accessible by car via U.S. Route 95 and R.I. Route 138. T.F. Greene Airport in Warwick, Rhode Island, is 20 miles away and the Westerly Airport is within 10 miles of the Town’s borders. Railroad passenger service is provided by AMTRAK through its station in Kingston, Rhode Island.

ECONOMIC CONDITIONS

General

The Town of Richmond, comprising 40 square miles of land, is primarily a rural/residential community. The Town is characterized by above average wealth indicators, a stable labor force and a growing retail base.

Population

The table below shows the Town’s population and the change in its population relative to the State from 1950 to 2010.

<u>Year</u>	<u>Town</u>	<u>% Change Increase (Decrease)</u>	<u>State</u>	<u>% Change Increase (Decrease)</u>
2010	7,708	6.73%	1,052,567	0.41%
2000	7,222	34.97%	1,048,319	4.47%
1990	5,351	33.18%	1,003,464	5.95%
1980	4,018	53.07%	947,154	(0.27)%
1970	2,625	32.18%	949,723	10.50%
1960	1,986	12.08%	859,488	8.54%
1950	1,772	8.78%	791,896	11.01%

Source: U.S. Bureau of the Census.

Median Family Income

The following table sets forth median family income for the Town relative to the State and the nation for the years noted.

	1980		1990		2000		2010	
	<u>Amount</u>	<u>% of U.S.</u>	<u>Amount</u>	<u>% of U.S.</u>	<u>Amount</u>	<u>% of U.S.</u>	<u>Amount</u>	<u>% of U.S.</u>
Richmond.....	20,157	101.21%	42,418	120.42%	64,688	129.26%	79,762	159.38%
State of Rhode Island	19,448	97.65%	39,172	111.21%	70,663	141.20%	51,914	103.73%
United States.....	19,917	---	35,225	---	50,046	---	50,046	---

Source: U.S. Bureau of the Census.

Unemployment

Recent labor market information indicates that annualized unemployment rates for the past five years are as shown in the following table:

	Average Annual Unemployment Rate*				
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Richmond	7.7%	8.7%	7.6%	7.1%	6.3%
Rhode Island.....	10.9	11.7	11.2	10.3	9.5
United States	9.3	9.6	8.9	8.1	7.4

*Not Seasonally Adjusted.

Source: Rhode Island Department of Labor and Training.

The monthly unemployment rates are as shown in the following table:

2014 Monthly*	June	May	April	March	February	January
Richmond	4.10%	5.10%	5.30%	6.80%	7.20%	7.20%
Rhode Island	7.1	8.2	7.8	9.1	9.4	10.1
United States	6.3	6.1	5.9	6.8	7	7

*Not Seasonally Adjusted.

Source: Rhode Island Department of Labor and Training.

Type of Employment

Rhode Island Department of Labor Training Quarterly Census of U.I. Covered Employment 2014 Annual

The following table sets forth the annual employment of private industry groups in the Town covered by employment security insurance.

	Number	Average	Total
	of Units	Employment	Wages
Agriculture, Forestry, Fishing & Hunting	9	50	\$2,091,867
Mining	1	*	*
Utilities	0	*	*
Construction	23	89	4,122,724
Manufacturing	4	89	4,424,719
Wholesale Trade	5	39	2,105,401
Retail Trade	22	296	8,051,496
Transportation & Warehousing	3	88	1816116
Information	2	*	*
Finance & Insurance	5	50	1,829,336
Real Estate & Rental & Leasing	-	-	-
Professional & Technical Services	11	67	3,447,385
Management of Companies & Enterprises	-	-	-
Administrative Support & Waste Mgmt.	15	68	2,114,496
Educational Services	1	*	*
health Care & Social Assistance	12	85	3,027,481
Arts, Entertainment, & Recreation	7	94	1,514,837
Accommodation & Food Services	21	285	4,154,711
Other services, (except Public Administration)	45	28	604,651
Unclassified Establishments	-	-	-
Government	8	699	40,513,728
Total	194	2027	79,818,948

*Some data are not shown due to the possibility of identifying data of a specific employer.
Source: Rhode Island Department of Labor and Training. Data compiled July 2015,

Major Employers

Kenyon Industries (finishing plants, manmade) employs 300 employees, located on the Charlestown/Richmond border, is the largest employer in Richmond (RIEDC 2011), followed by grocery retailer The Stop and Shop Supermarket Company LLC which employs 140 employees.

A majority of the businesses in Richmond are small and employ fewer than 50 people. According to RIEDC, the number of private businesses in Richmond over the past five years has fluctuated between 138 and 148, with most jobs in the Construction, Retail, and Other Services (excluding Public Administration) industries Business

growth occurred primarily in Professional and Technical Services as well as Other Services (excluding Public Administration). Statewide, RIDLT anticipates trends of future employment to be in Health Care and Social Assistance; Professional, Scientific, and Technical Services; Educational Services; Retail Trade; and Accommodation and Food Services sectors

Source: Rhode Island Economic Development Corporation as of August 29, 2011 and Richmond Comprehensive Community Plan, adopted March 19, 2013, amended August 12, 2014 by the Richmond Town Council

Housing

According to the 2010 U.S. Census, there were a total of 2,952 housing units compared to 2,620 in 2000. This represented an increase of 332 units or 13%. The median selling price of existing single family homes in the town for the first quarter of 2014 was \$243,750.

Building Permits

Below is a schedule of residential building permits issued by the Town’s Building Inspector for the years ending 2006 through 2015.

	Number	Value
2015	18	3,542,416
2014	15	2,802,348
2013	14	2,495,050
2012	6	1,241,325
2011	8	1,619,877
2010	8	1,352,830
2009	10	1,452,784
2008	23	4,106,292
2007	9	1,446,739
2006	33	5,118,467

Source: Town Officials.

INTERNAL CONTROLS

In developing and evaluating the Town’s accounting control system, consideration is given to the adequacy of internal accounting controls. Accounting control comprises the plan of organization, procedures and records that are concerned with the safeguarding of assets and the reliability of financial records and consequently is designed to provide reasonable assurance that:

Transactions are executed in accordance with management’s general or specific authorization.

Transactions are recorded as necessary (1) to permit preparation of financial statements in conformity with generally accepted accounting principles or any other criteria, such as finance –

related legal and contractual compliance requirements applicable to such statements, and (2) to maintain accountability of assets.

Access to assets is permitted only in accordance with management's authorization.

The recorded accountability of assets is compared with the existing assets at reasonable intervals and appropriate action is taken with respect to any differences.

The definition of accounting control presumes reasonable, but not absolute, assurance that the objectives expressed in it will be accomplished by the system. The concept of reasonable assurance recognizes that the cost of internal controls should not exceed the benefits to be derived. The benefits consist of reductions in the risk of failing to achieve the objectives implicit in the definition of accounting control.

All internal control evaluations occur within the above framework. We believe that the Town's internal accounting control adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

INDEPENDENT AUDIT

In accordance with the Town's Charter an audit of the accounts and financial statements has been completed by the Town's independent Certified Public Accountants, Bacon & Company, LLC and their opinion is included herein.

REPORTING ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Richmond for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014. This was the first year that the government has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and effectively organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

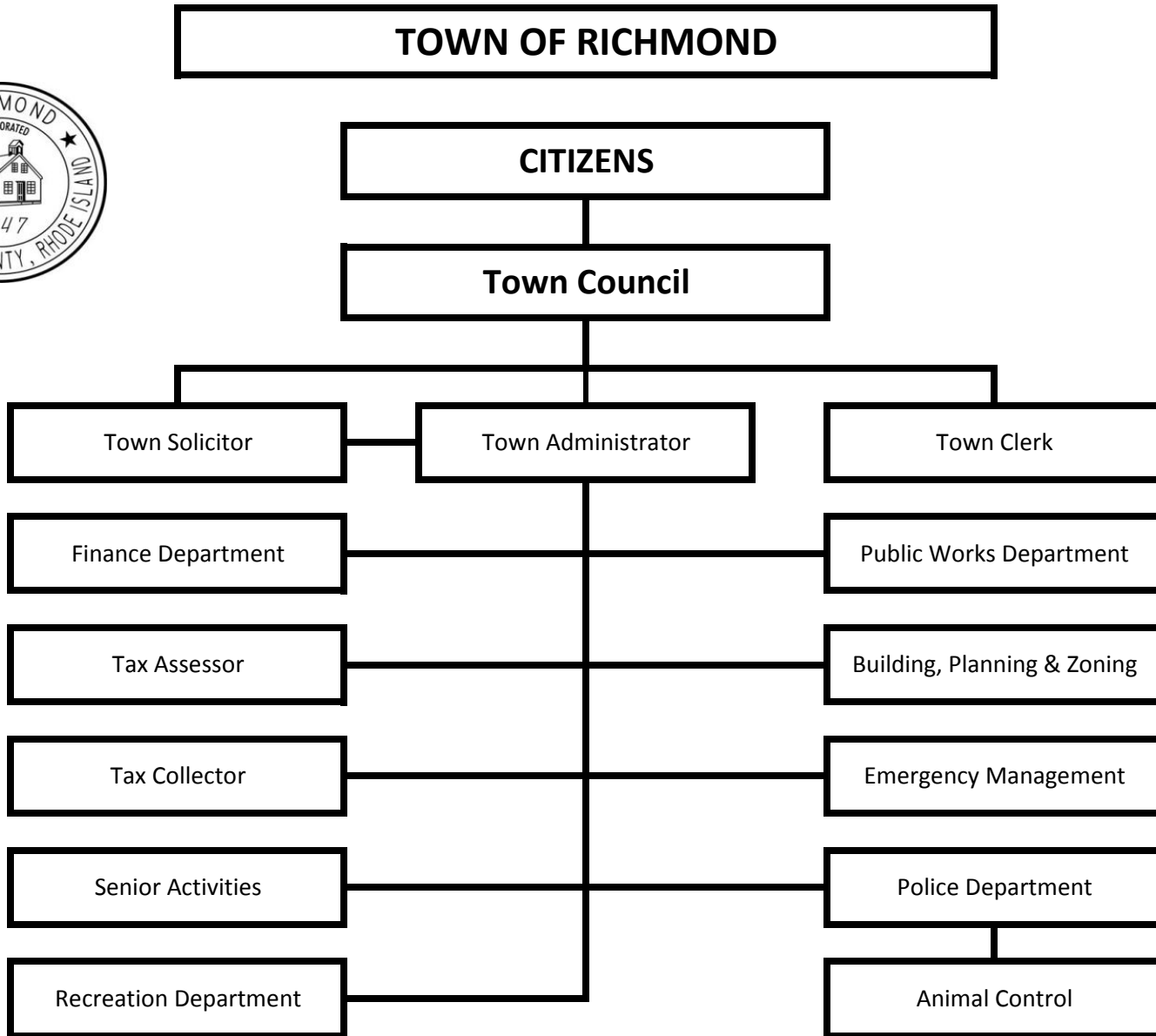
A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

The preparation of this Comprehensive Annual Financial Report on a timely basis could not have been accomplished without the dedication and hard work of the entire staff of the Finance Department. I also express my appreciation to other personnel from various departments who assisted in its preparation. I also appreciate the assistance and dedication of the audit team from Bacon & Company LLC. Finally I would like to thank the Town Administrator and the members of the Town Council for their professionalism and dedication to the Town of Richmond and for their support in planning and conducting the financial operation of the Town.

Respectfully Submitted,

Dave Krugman
Finance Director



TOWN OF RICHMOND, RHODE ISLAND

**LIST OF TOWN OFFICIALS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

TOWN COUNCIL

Henry R. Oppenheimer, Town Council President

Paul H. Michaud, Town Council Vice President

Erick A. Davis

B. Joseph Reddish, III

Ronald Newman

TOWN ADMINISTRATOR

Karen Pinch

TOWN CLERK

Tracy Nelson

FINANCE DIRECTOR

David Krugman



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Town of Richmond
Rhode Island**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

FINANCIAL SECTION

THIS SECTION CONTAINS THE FOLLOWING:

Independent Auditor's Report

Management Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information



CERTIFIED PUBLIC ACCOUNTANTS

875 Centerville Road, Building 3, Unit 10 • Warwick, RI 02886
(401) 586-6565 • Fax (401) 826-1710

Independent Auditor's Report

To the Honorable President and
Members of the Town Council
Town of Richmond, Rhode Island

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 Richmond, 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 Richmond, Rhode Island'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 Richmond, Rhode Island, as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the Town implemented GASB Statement No.68, “Financial Reporting for Pensions – An Amendment of GASB Statement No. 27”, and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date”, during fiscal year 2015. Our opinion was not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis, budgetary comparison information, and supplementary pension information on pages 4 through 12 and pages 53 through 69 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 Richmond, Rhode Island’s 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, as required by U.S. Office of Management and Budget Circular A-133, “*Audits of States, Local Governments and Non-profit Organizations*”, and the introductory and statistical sections are presented for purposes of additional analysis and are 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, as required by U.S. Office of Management and Budget Circular A-133, “*Audits of States, Local Governments and Non-profit Organizations*”, 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, as required by U.S. Office of Management and Budget Circular A-133, “*Audits of States, Local Governments and Non-profit Organizations*”, 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 it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2015 on our consideration of the Town of Richmond, 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 Richmond, Rhode Island’s internal control over financial reporting and compliance.

Bacon & Company, LLC

Warwick, Rhode Island
December 22, 2015

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

The Town of Richmond's Management Discussion and Analysis (MDA) is designed to assist the reader in focusing on significant issues in the audit report. The financial statements appear in two categories, Government - Wide Financial Statements and Fund Financial Statements. This format focuses on the Town's Finances as a whole including other business activities as well as its government-wide funds. Our discussion and analysis of the Town of Richmond, Rhode Island's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2015.

Financial Highlights

- ❖ At the end of the current fiscal year, the general fund unassigned fund balance was \$3,361,470, or 14.32% of the total general fund budgeted expenditures and transfers out for the fiscal year. An unassigned fund balance is available for use or may be specifically set aside for some future action. It is essential for maintaining the Town's cash flow for the first two months of the fiscal year without issuing tax anticipation notes because new taxes are not received until September, and approximately 15% of the Town's budget is expended to the Chariho Regional School District by September 1st. The Town's unassigned fund balance can be deemed adequate based on the size of the Town budget, as a healthy fund balance is usually around 10% of General Fund budgeted expenditures, although the Town's policy is to have 15%. Additionally, the nonspendable and committed fund balances amounted to \$21,017 and \$696,046 respectively, which is comprised of non-spendable amounts for prepaid expenditures and amounts committed to be spent on specific purposes in future years.
- ❖ The Town's Government-wide (Governmental and Business-Type Activities) operating expenses were \$24,400,883, a .49% increase from the prior year, while revenues were \$24,541,865, a 4.5% increase.
- ❖ The current fiscal year General Fund revenues and transfers exceeded expenditures and transfers by \$121,277.
- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$7,433,554. Included in this amount is the general fund unassigned balance of \$3,361,470, restricted fund balances of \$2,550,168, committed fund balance of \$1,511,424 and non-spendable fund balances of \$21,017.
- ❖ The Town's net position increased \$140,982 or .8% as a result of this year's operations. The general revenues and other changes in net position are totaled and added to the net (expense) revenue totals to produce the total change in net position. The major components were asset depreciation expenses, which amounted to \$959,571. On a Government-wide basis the assets and deferred outflows of resources of the Town of Richmond exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$17,154,122. Net position of Business-Type Activities increased by \$446,751, or 24.06%, while net position of Governmental Activities decreased by \$305,769 or 2.01%. For a more detailed explanation on the changes in net position, see the reconciliation on page 18.

TOWN OF RICHMOND, 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 expenses are recognized on the date they occurred rather than on the date they were collected or paid.

The Statement of Net Position presents information on all of the Town's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the 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 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 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 and administration, public safety, public works, development services, cultural and recreational services. The Town's Business-Type Activities include the Water Fund.

The government-wide financial statements are reported on pages 13 through 14.

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.

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

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 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 which is considered to be a major fund. 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 funds are used to report the same functions presented as Business-Type Activities in the government-wide financial statements. The Town has one enterprise fund. The Water Fund is considered to be a major fund for financial statement purposes. The basic proprietary fund financial statements are presented on pages 19 through 22.

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 fiduciary fund financial statements can be found on pages 23 and 24.

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 25 through 52.

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 pension information is presented on pages 53-55. A detail budgetary comparison can be found on pages 56 through 66.

The combining statements referred to earlier in connection with non-major governmental funds are presented on pages 70 through 77.

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

Government-wide Financial Analysis

Analysis of the Town of Richmond's Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position, and an important determinant of its ability to finance services in the future. The Town of Richmond, Governmental Activities assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$14,850,713 as of June 30, 2015. This is a decrease of (\$305,769) from the previous year.

Listed below is a comparison of the current and prior fiscal years.

	June 30, 2015			June 30, 2014		
	<u>Govern- mental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>	<u>Govern- mental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
	Current Assets	\$8,469,178	\$790,517	\$9,259,695	\$5,879,576	\$542,156
Capital Assets Net	\$11,797,630	\$3,736,821	\$15,534,451	\$12,449,948	\$2,136,677	\$14,586,625
Total Assets	\$20,266,808	\$4,527,338	\$24,794,146	\$18,329,524	\$2,678,833	\$21,008,357
Deferred Outflows of Resources	\$201,306		\$201,306	\$153,853		\$153,853
Current liabilities	\$997,716	\$163,182	\$1,160,898	\$788,663	\$31,014	\$819,677
Non-Current Liabilities	\$4,383,712	\$2,060,747	\$6,444,459	\$2,538,232	\$791,161	\$3,329,393
Total Liabilities	\$5,381,428	\$2,223,929	\$7,605,357	\$3,326,895	\$822,175	\$4,149,070
Deferred Inflows of Resources	\$235,973		\$235,973			
Net assets invested in capital assets	\$10,091,640	\$1,646,660	\$11,738,300	\$10,648,050	\$1,333,901	\$11,981,951
Restricted	\$125,554		\$125,554	\$142,346		\$142,346
Unrestricted	\$4,633,519	\$656,749	\$5,290,268	\$4,366,086	\$522,757	\$4,888,843
Total net assets	\$14,850,713	\$2,303,409	\$17,154,122	\$15,156,482	\$1,856,658	\$17,013,140

A portion of the Town's net position, \$10,091,640 consists of its investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure. 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.

As of June 30, 2015 the Town of Richmond reports positive balances in all categories of net position for the government as a whole.

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

Analysis of the Town of Richmond's Operations

The analysis on the following page 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 ended June 30, 2004. Therefore, comparative data is both available and presented in the following schedules. Governmental activities decreased the Town's net position by \$305,769 for the current period, accounting for a 2.01% decrease in the Town's governmental net position, while business-type activities increased the Town's net position by \$446,751, accounting for 24.06% increase in the business-type growth in net position. Overall the Town's net position increase was \$140,982 which is a .8% increase over the prior year.

In the Statement of Activities, expenditures for capital items are not recorded as expenses but instead are shown in the balance sheet, which would result in an increase of \$ 307,253 for the Statement of Activities, while depreciation expense results in a decrease of \$959,571, respectively; also the reduction of deferred inflow of resources is not recorded as a decrease of revenue in the fund financial statements, but is shown in the balance sheet, which would result in decrease of \$83,250 for the statement of activities. Bond principal payments of \$220,000 were recognized as an increase in net position and a reduction in long-term debt in the Statement of Net Position.

The overall effect was a decrease in the Town's Governmental activities net position by \$305,769. For a more detailed explanation of the reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities please see page 18 of this report.

In the fund financial statements, the Town ended the year with a net increase in the General Fund fund balance of \$121,277 as shown in the Statement of Revenues, Expenditures and Changes in Fund Balance on page 17. This increased the cumulative General Fund balance surplus to \$4,078,533, which is 17.39% of the 2014-2015 General Fund revised budgeted expenditures and transfers. Total changes in fund balances for the Town were \$2,716,310 increasing the cumulative Governmental Fund surplus to \$7,433,554.

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

	June 30, 2015			June 30, 2014		
	<u>Govern-</u>	<u>Business-</u>	<u>Total</u>	<u>Govern-</u>	<u>Business-</u>	<u>Total</u>
	<u>mental</u>	<u>Type</u>		<u>mental</u>	<u>Type</u>	
	<u>Activities</u>	<u>Activities</u>		<u>Activities</u>	<u>Activities</u>	
Revenues						
Program Revenues						
Charges for services	\$ 619,055	\$ 123,194	\$ 742,249	\$ 640,006	\$ 127,537	\$ 767,543
Operating grants	5,703,959		5,703,959	5,604,383		5,604,383
Capital grants		510,414	510,414		74,036	74,036
General Revenues/transfers						
Property taxes	17,236,054		17,236,054	16,717,549		16,717,549
Investment earnings	16,214		16,214	8,276		8,276
State aid	332,054		332,054	324,007		324,007
Miscellaneous revenue	921		921	6,261		6,261
Total revenues	<u>\$ 23,908,257</u>	<u>\$ 633,608</u>	<u>\$ 24,541,865</u>	<u>\$ 23,300,482</u>	<u>\$ 201,573</u>	<u>\$ 23,502,055</u>
Expenses						
General government	\$ 1,428,610		\$ 1,428,610	\$ 1,396,108		\$ 1,396,108
Public safety	1,917,635		1,917,635	1,781,017		1,781,017
Public works	1,677,538		1,677,538	2,103,662		2,103,662
Recreation and culture	56,787		56,787	55,117		55,117
Education	18,329,949		18,329,949	18,300,639		18,300,639
Recycling area	160,101		160,101	151,885		151,885
Cumminity services	471,944		471,944	277,513		277,513
Other	6,235		6,235	3,921		3,921
Interest	165,227		165,227	54,800		54,800
Water operations		186,857	186,857		157,750	157,750
Total expenses	<u>\$ 24,214,026</u>	<u>\$ 186,857</u>	<u>\$ 24,400,883</u>	<u>\$ 24,124,662</u>	<u>\$ 157,750</u>	<u>\$ 24,282,412</u>
Change in net position	\$ (305,769)	\$ 446,751	\$ 140,982	\$ (824,180)	\$ 43,823	\$ (780,357)
Net position - beginning	<u>\$ 15,156,482</u>	<u>\$ 1,856,658</u>	<u>\$ 17,013,140</u>	<u>\$ 15,980,662</u>	<u>\$ 1,812,835</u>	<u>\$ 17,793,497</u>
Net position - ending	<u>\$ 14,850,713</u>	<u>\$ 2,303,409</u>	<u>\$ 17,154,122</u>	<u>\$ 15,156,482</u>	<u>\$ 1,856,658</u>	<u>\$ 17,013,140</u>

Financial Analysis of the Town of Richmond's Funds

Governmental Funds - The focus of the Town of Richmond'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 unassigned fund balance may serve as a useful measure of the Town's net resources available for spending at the end of the fiscal year.

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

At the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$7,433,554. Included in this amount is the general fund unassigned balance of \$3,361,470, non-spendable fund balances of \$21,017, restricted fund balance of \$2,550,168 for purposes externally imposed by grantors, contributors or laws and regulations, committed fund balance of \$1,511,424 for capital and other specific purposes.

Proprietary Funds - The Town of Richmond's proprietary fund statements provide the same type of information as presented in the government-wide financial statements, but in more detail. Total net position of the respective proprietary funds are \$2,303,409.

General Fund Budgetary Highlights

Revenues:

General Property - collections were over budget by \$86,100 due to an aggressive stance by the Town on collection of Property Tax Revenue, as well as Tax Sale and payments of interest on unpaid balances.

Permits & Fees were over budget by \$27,399 due to a better economy resulting in an increase in construction.

User Fees were under budget by \$43,708 as due to Recording Fees and Transfer Station Fees not reaching the anticipated levels.

Expenditures:

General Government - expenditures were under budget by \$69,181 as a result of IT expenditures and utilities expenditures being decreased. Additionally non-expenditure of the Town Contingency budgeted expenditures.

Public Works - expenditures were over budget by \$18,941 due to numerous snow occurrences and related equipment breakdowns.

Public Safety – expenditures were under budget by \$22,224 due to personnel changes.

The Town of Richmond's Capital Assets

The Town of Richmond's net investment in capital assets for its governmental and business-type activities amounts to \$15,534,451 net of accumulated depreciation at June 30, 2015. Included are land, land improvements, building and improvements, construction in progress, motor vehicles, furniture and equipment and infrastructure.

Additional information on the Town of Richmond's capital assets is located in Note 5 of the Notes to the Financial Statements on page 35.

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

Town of Richmond

Capital Assets (Net of Accumulated Depreciation)

	June 30, 2015			June 30, 2014		
	<u>Gov-</u>	<u>Busi-</u>	<u>Total</u>	<u>Gov-</u>	<u>Busi-</u>	<u>Total</u>
	<u>mental</u>	<u>Type</u>		<u>mental</u>	<u>Type</u>	
	<u>Activities</u>	<u>Activities</u>		<u>Activities</u>	<u>Activities</u>	
Land	\$ 2,203,893	\$ 59,254	\$ 2,263,147	\$ 2,203,893	\$ 59,254	\$ 2,263,147
Construction in Progress	116,270	1,854,567	1,970,837		187,499	187,499
Infrastructure	7,749,111		7,749,111	8,510,654		8,510,654
Land improvements	360,728		360,728	380,769		380,769
Buildings and improvements	685,460	260,694	946,154	707,093	283,337	990,430
Furniture and equipment	163,067		163,067	133,490		133,490
Motor vehicles	519,101		519,101	514,049		514,049
Main extension		1,447,362	1,447,362		1,485,450	1,485,450
Equipment and machinery		114,944	114,944		121,137	121,137
Total	\$ 11,797,630	\$ 3,736,821	\$ 15,534,451	\$ 12,449,948	\$ 2,136,677	\$ 14,586,625

The Town of Richmond's Debt Administration

At the end of the current fiscal year, the Town of Richmond's Governmental Activities had total bonded debt of \$3,890,000 and the Business-Type Activities USDA loans amounted to \$2,090,161. Of the Governmental Activity debt amount, 100% comprises bonded debt backed by the full faith and credit of the government.

The Town's general obligation bond rating as assigned by Moody's Investors Service in 2014 is Aa3. The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable Town property on the general obligation debt that a municipality can issue. The Town of Richmond's limit is \$26,024,450 at year-end. The Town's outstanding general obligation debt is \$5,980,161 at year-end, which is \$20,044,289 under the State imposed limitation.

The following is a summary of the Town's long-term debt.

	June 30, 2015			June 30, 2014		
	<u>Governmental</u>	<u>Business-Type</u>	<u>Total</u>	<u>Governmental</u>	<u>Business-Type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>		<u>Activities</u>	<u>Activities</u>	
General Obligation Bonds	\$ 3,890,000	\$ -	\$ 3,890,000	\$ 1,700,000	\$ -	\$ 1,700,000
Loans Payable	-	2,090,161	2,090,161	-	802,775	802,775
Capital leases	69,220	-	69,220	101,898	-	101,898
Totals	\$ 3,959,220	\$ 2,090,161	\$ 6,049,381	\$ 1,801,898	\$ 802,775	\$ 2,604,673

Additional information on the Town's long-term debt can be found in Note 6 of the Notes to the Financial Statements on pages 36-38.

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

Economic Factors and Next Year's Budgets and Rates

The Town of Richmond's total general fund budget for fiscal year 2016 amounts to \$23,799,388, which reflects an increase of \$340,277 over the fiscal 2015 budget of \$23,459,111. Of the Town's 2016 budget, \$18,539,075, or 77.90% is budgeted for educational purposes and \$5,260,313, or 22.10% is budgeted for all other purposes.

The Town's tax rate for fiscal 2016 is \$21.08/1000 of assessed value while in fiscal 2015 the Town's tax rate was \$20.94. The Town performed a full revaluation in the year ending December 31, 2010 and a statistical update in 2013 which reduced the total assessed value for property in the Town.

Since December 2000, per Rhode Island General Law 44-5-11.6, municipalities in Rhode Island are required to perform full revaluations on all "ratable" property every nine years and statistical revaluations every three years for the years in-between. The last full revaluation was performed as of December 31, 2010, which was the basis of the 2011 tax bills collected in the 2012 fiscal year end. The Town also completed a statistical revaluation that was reflected in the 2014 tax bills collected in the 2015 fiscal year end. The Town's tax rates for 2015 and 2014 with their differences are listed below. The tax on Motor Vehicles has been frozen at \$2264. The tax on Inventory has been phased out. Rates are per \$1,000.

Tax Rates			
	Fiscal Year 2016	Fiscal Year 2015	Increase (Decrease)
Real Property	\$ 21.08	\$ 20.94	\$ 0.14
Motor Vehicles	\$ 22.64	\$ 22.64	-
Tangibles	\$ 21.08	\$ 20.94	\$ 0.14

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 Treasurer's Office, Town of Richmond, 5 Richmond Townhouse Road, Richmond RI 02898.

David Krugman
 Finance Director

BASIC FINANCIAL STATEMENTS

THE BASIC FINANCIAL STATEMENTS INCLUDE:

Government-Wide Financial Statements

Fund Financial Statements:

- Governmental Funds**
- Proprietary Funds**
- Fiduciary Funds**

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

TOWN OF RICHMOND, RHODE ISLAND
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-Type Activities	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 7,888,136	\$ -	\$ 7,888,136
Property taxes, net of allowance for uncollectible accounts	885,466	-	885,466
Accounts receivable - net	84,319	37,511	121,830
Due from federal and state government	179,080	164,166	343,246
Internal balances	(588,840)	588,840	-
Prepaid expenses	21,017	-	21,017
Total current assets	8,469,178	790,517	9,259,695
Noncurrent assets:			
Capital assets: (Note 5)			
Land and land rights	2,203,893	59,254	2,263,147
Construction in progress	116,270	1,854,567	1,970,837
Depreciable buildings, equipment and infrastructure, net	9,477,467	1,823,000	11,300,467
Total noncurrent assets	11,797,630	3,736,821	15,534,451
Total assets	20,266,808	4,527,338	24,794,146
Deferred Outflows of Resources			
Deferred pension amounts	201,306	-	201,306
Total deferred outflows of resources	201,306	-	201,306
Liabilities			
Current liabilities:			
Accounts payable and accrued expenses	472,855	107,795	580,650
Accrued interest payable	40,911	25,973	66,884
Long-term debt -due within one year (Note 6)	483,950	29,414	513,364
Total current liabilities	997,716	163,182	1,160,898
Noncurrent liabilities:			
Compensated absences payable	185,363	-	185,363
Long-term debt - due in more than one year (Note 6)	3,602,023	2,060,747	5,662,770
Net pension liabilities	596,326	-	596,326
Total noncurrent liabilities	4,383,712	2,060,747	6,444,459
Total liabilities	5,381,428	2,223,929	7,605,357
Deferred Inflows of Resources			
Deferred pension amounts	235,973	-	235,973
Total deferred inflows of resources	235,973	-	235,973
Net position			
Net investment in capital assets	10,091,640	1,646,660	11,738,300
Restricted for:			
Historical records preservation	12,527	-	12,527
Land trust	65,913	-	65,913
Senior activities	24,978	-	24,978
Public safety programs	12,367	-	12,367
Community service programs	4,703	-	4,703
Dog park	5,066	-	5,066
Unrestricted	4,633,519	656,749	5,290,268
Total net position	\$ 14,850,713	\$ 2,303,409	\$ 17,154,122

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

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

<i>Functions/Programs</i>	<i>Expenses</i>	<i>Program Revenues</i>		<i>Net (Expense) Revenue and Changes in Net Position</i>			
		<i>Charges for Services</i>	<i>Operating Grants and Contributions</i>	<i>Capital Grants and Contributions</i>	<i>Governmental Activities</i>	<i>Business-Type Activities</i>	<i>Total</i>
Governmental Activities:							
General government	\$ 1,428,610	\$ 323,629	\$ 1,100	\$ -	\$ (1,103,881)	\$ -	\$ (1,103,881)
Public safety	1,917,635	129,702	74,758	-	(1,713,175)	-	(1,713,175)
Public works	1,677,538	-	113,937	-	(1,563,601)	-	(1,563,601)
Recreation and culture	56,787	11,362	-	-	(45,425)	-	(45,425)
Education	18,329,949	-	5,205,437	-	(13,124,512)	-	(13,124,512)
Transfer station and recycling	160,101	141,772	-	-	(18,329)	-	(18,329)
Community services	471,944	12,590	308,727	-	(150,627)	-	(150,627)
Canvassing authority	6,235	-	-	-	(6,235)	-	(6,235)
Interest and other charges	165,227	-	-	-	(165,227)	-	(165,227)
	<u>24,214,026</u>	<u>619,055</u>	<u>5,703,959</u>	<u>-</u>	<u>(17,891,012)</u>	<u>-</u>	<u>(17,891,012)</u>
Business-Type Activities:							
Water fund	186,857	123,194	-	510,414	-	446,751	446,751
Total business-type activities	<u>186,857</u>	<u>123,194</u>	<u>-</u>	<u>510,414</u>	<u>-</u>	<u>446,751</u>	<u>446,751</u>
Total	<u>\$ 24,400,883</u>	<u>\$ 742,249</u>	<u>\$ 5,703,959</u>	<u>\$ 510,414</u>	<u>(17,891,012)</u>	<u>446,751</u>	<u>(17,444,261)</u>
General Revenues:							
Property taxes					17,236,054	-	17,236,054
State aid and in lieu of taxes, not restricted for a specific purpose					332,054	-	332,054
Investment earnings					16,214	-	16,214
Miscellaneous revenue					921	-	921
Total general revenues					<u>17,585,243</u>	<u>-</u>	<u>17,585,243</u>
Change in net position					(305,769)	446,751	140,982
Net position - beginning of year restated					<u>15,156,482</u>	<u>1,856,658</u>	<u>17,013,140</u>
Net position - end of year					<u>\$ 14,850,713</u>	<u>\$ 2,303,409</u>	<u>\$ 17,154,122</u>

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

TOWN OF RICHMOND, RHODE ISLAND

*Balance Sheet
Governmental Funds
June 30, 2015*

	<u>General Fund</u>	<u>Capital Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash and cash equivalents	\$ 7,888,136	\$ -	\$ -	\$ 7,888,136
Property taxes, net of allowance for doubtful accounts of \$175,000	885,466	-	-	885,466
Accounts receivable	84,305	-	-	84,305
Due from federal and state government	130,755	-	48,325	179,080
Due from other funds	60,028	2,545,653	819,850	3,425,531
Prepaid expenditures	21,017	-	-	21,017
Total assets	<u>\$ 9,069,707</u>	<u>\$ 2,545,653</u>	<u>\$ 868,175</u>	<u>\$ 12,483,535</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable and accrued expenditures	\$ 165,549	\$ 1,650	\$ 6,763	\$ 173,962
Due to other funds	4,262,856	-	50,394	4,313,250
Total liabilities	<u>4,428,405</u>	<u>1,650</u>	<u>57,157</u>	<u>4,487,212</u>
Deferred Inflows of Resources				
Deferred property taxes	562,769	-	-	562,769
Total deferred inflows of resources	<u>562,769</u>	<u>-</u>	<u>-</u>	<u>562,769</u>
Fund balances				
Nonspendable:				
Prepaid items	21,017	-	-	21,017
Restricted for:				
Capital	-	2,424,614	-	2,424,614
Historical records preservation	-	-	12,527	12,527
Senior activities	-	-	24,978	24,978
Land trust	-	-	65,913	65,913
Public safety programs	-	-	12,367	12,367
Community service programs	-	-	4,703	4,703
Dog park	-	-	5,066	5,066
Committed for:				
Planning and inspections	-	-	24,431	24,431
Public facilities and recreation	-	-	665,513	665,513
Public safety programs	-	-	6,045	6,045
Revaluation	183,740	-	-	183,740
Comprehensive Plan	7,450	-	-	7,450
Capital projects	245,160	119,389	-	364,549
Capital - Alton Water	19,291	-	-	19,291
Capital - Foster Woods recreation	12,794	-	-	12,794
Landscaping projects	675	-	-	675
Landfill	50,000	-	-	50,000
Public works projects	2,671	-	-	2,671
Police programs	4,811	-	-	4,811
Building maintenance	1,000	-	-	1,000
Debt service	27,500	-	-	27,500
Legal fees	5,000	-	-	5,000
Future state aid funding shortfalls	135,954	-	-	135,954
Unassigned	3,361,470	-	(10,525)	3,350,945
Total fund balances	<u>4,078,533</u>	<u>2,544,003</u>	<u>811,018</u>	<u>7,433,554</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 9,069,707</u>	<u>\$ 2,545,653</u>	<u>\$ 868,175</u>	<u>\$ 12,483,535</u>

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

TOWN OF RICHMOND, RHODE ISLAND
*Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2015*

Total Fund Balances - Total Governmental Funds \$ 7,433,554

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the Governmental Funds Balance Sheet. (See note 5 to the financial statements) 11,797,630

Long-term liabilities (including bonds payable, capital lease payable, compensated absences and net pension liabilities) are not due and payable in the current period and therefore they are not reported in the Governmental Funds Balance Sheet (see note 6 to the financial statements) (4,867,662)

Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in Governmental Funds Balance Sheet. (40,911)

Delinquent taxes are recognized as revenue in the period for which levied in the Government-Wide financial statements, but are reported as deferred inflows of resources in Governmental Funds financial statements. 562,769

Deferred pension amounts are not reported in the Governmental Funds financial statements, but are reported in the Government-Wide financial statements as follows:

Deferred outflows of resources 201,306
Deferred inflows of resources (235,973)

Net Position - Governmental Activities \$ 14,850,713

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

TOWN OF RICHMOND, 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>Capital Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Property taxes	\$ 17,319,305	\$ -	\$ -	\$ 17,319,305
Intergovernmental revenue	5,573,491	113,937	339,909	6,027,337
License, permits and fees	417,501	-	88,227	505,728
Interest on investments	16,214	-	-	16,214
Other revenues	114,248	-	8,676	122,924
Total revenues	<u>23,440,759</u>	<u>113,937</u>	<u>436,812</u>	<u>23,991,508</u>
Expenditures:				
Current:				
General government	1,338,557	26,798	23,990	1,389,345
Public safety	1,809,819	-	39,755	1,849,574
Public works	843,301	-	-	843,301
Recreation and culture	56,787	-	-	56,787
Education	18,329,949	-	-	18,329,949
Transfer station and recycling	160,897	-	-	160,897
Community services	155,907	-	316,037	471,944
Canvassing authority	6,235	-	-	6,235
Capital outlay	-	307,253	-	307,253
Debt service:				
Principal	252,678	-	-	252,678
Interest and other charges	83,672	60,316	-	143,988
Total expenditures	<u>23,037,802</u>	<u>394,367</u>	<u>379,782</u>	<u>23,811,951</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>402,957</u>	<u>(280,430)</u>	<u>57,030</u>	<u>179,557</u>
Other financing sources (uses):				
General obligation bond issued	-	2,410,000	-	2,410,000
Premium on debt issued	-	126,753	-	126,753
Transfers from other funds	12,000	281,680	12,000	305,680
Transfers to other funds	(293,680)	-	(12,000)	(305,680)
Total other financing sources (uses)	<u>(281,680)</u>	<u>2,818,433</u>	<u>-</u>	<u>2,536,753</u>
Net change in fund balances	121,277	2,538,003	57,030	2,716,310
Fund balances - beginning of year - restated	<u>3,957,256</u>	<u>6,000</u>	<u>753,988</u>	<u>4,717,244</u>
Fund balances - end of year	<u>\$ 4,078,533</u>	<u>\$ 2,544,003</u>	<u>\$ 811,018</u>	<u>\$ 7,433,554</u>

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

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

Net Changes in Fund Balances - Total Governmental Funds \$ 2,716,310

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental Funds financial statements report capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount of capital asset additions recorded in the current period. 307,253

Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in Governmental Funds financial statements. (959,571)

Long-term compensated absences are reported in the Government-Wide Statement of Activities, but do not require the use of current financial resources. Therefore, long-term compensated absences are not reported as expenditures in Governmental Funds financial statements. This is the amount of the change in long-term compensated absences in the current period. (48,356)

Bond proceeds provide current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Position. Repayment of bond principal is an expenditure in Government Funds, but the payment reduces long-term liabilities in the Government-Wide Statement of Net Position.

This amount represents bond principal proceeds during the current period. (2,410,000)

This amount represents bond principal payments during the current period. 220,000

Accrued interest on long-term debt is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, accrued interest expense is not reported as an expenditure in Governmental Funds financial statements. The following amount represents the change in accrued interest from prior year. (21,240)

Capital lease proceeds provide current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Position. Repayment of capital lease principal is an expenditure in the Governmental Funds, but the repayment reduces long-term liabilities in the Government-Wide Statement of Net Position.

This amount represents capital lease principal payments during the current period. 32,678

Revenues in the Government-Wide Statement of Activities that are not measurable and available in Governmental Funds are not reported as revenue in the Governmental Funds. (83,250)

Debt issued at a premium provide current financial resources to Governmental Funds, but are deferred and amortized in the Government-Wide financial statements.

This amount represents premium on debt issued during the current period. (126,753)

Long-term net pension liabilities are reported in the Government-Wide Statement of Activities, but do not require the use of current financial resources or are not available to pay for current period expenditures. Therefore, long-term net pension liabilities are not reported as expenditures in Governmental Funds financial statements.

This is the amount of the change in long-term net pension liabilities and related deferred pension amounts in the current period. 67,160

Change in Net Position of Governmental Activities \$ (305,769)

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

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

	<u>Enterprise Fund</u> <u>Water Fund</u>
Assets	
Current assets:	
Accounts receivable, user fees - net	\$ 19,938
Accrued revenue	17,573
Due from federal and state government	164,166
Due from other funds	<u>588,840</u>
Total current assets	<u>790,517</u>
Noncurrent assets:	
Capital assets:	
Land	59,254
Construction in progress	1,854,567
Depreciable buildings, equipment and infrastructure, net	<u>1,823,000</u>
Total noncurrent assets	<u>3,736,821</u>
Total assets	<u>4,527,338</u>
 Liabilities	
Current liabilities	
Accounts payable and accrued expenses	107,795
Accrued interest payable	25,973
Long-term debt -due within one year	<u>29,414</u>
Total current liabilities	<u>163,182</u>
Noncurrent liabilities	
Loans payable	<u>2,060,747</u>
Total noncurrent liabilities	<u>2,060,747</u>
Total liabilities	<u>2,223,929</u>
 Net position	
Net investment in capital assets	1,646,660
Unrestricted	<u>656,749</u>
Total net position	<u><u>\$ 2,303,409</u></u>

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

TOWN OF RICHMOND, RHODE ISLAND
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	<u>Enterprise Fund</u> <u>Water Fund</u>
Operating revenues	
User fees	\$ 123,194
Total operating revenues	<u>123,194</u>
Operating expenses	
Salaries and benefits	31,006
Materials, supplies and operations	30,420
Depreciation	66,924
Total operating expenses	<u>128,350</u>
Operating loss	<u>(5,156)</u>
Nonoperating expenses	
Debt issuance costs	(16,500)
Interest expense	(42,007)
Total nonoperating expenses	<u>(58,507)</u>
Net loss before capital contributions	(63,663)
Capital contributions- Chariho and USDA grant	510,414
Change in net position	446,751
Total net position - beginning of year-restated	<u>1,856,658</u>
Total net position - end of year	<u><u>\$ 2,303,409</u></u>

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

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

	<u><i>Enterprise Fund</i></u>
	<u><i>Water Fund</i></u>
<i>Cash flows from operating activities</i>	
Cash received from customers for user fees	\$ 141,775
Cash paid to suppliers for goods and services	(30,328)
Cash payments to employees for services	(31,006)
<i>Net cash provided by operating activities</i>	<u>80,441</u>
<i>Cash flows from non-capital financing activities</i>	
Interfund transactions	(90,062)
<i>Net cash used for non-capital financing activities</i>	<u>(90,062)</u>
<i>Cash flows from capital and related financing activities</i>	
Proceeds from issuance of debt	1,299,000
Acquisition and construction of capital assets	(1,583,428)
Capital contributions	346,248
Debt issuance costs payments	(16,500)
Principal payments on loan	(11,615)
Interest payments on loan	(24,084)
<i>Net cash provided by capital and related financing activities</i>	<u>9,621</u>
 <i>Net increase in cash and cash equivalents</i>	 -
 <i>Cash and cash equivalents - beginning of year</i>	 <u>-</u>
 <i>Cash and cash equivalents - end of year</i>	 <u>\$ -</u>

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

TOWN OF RICHMOND, RHODE ISLAND
Statement of Cash Flows (Continued)
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	<u>Enterprise Fund</u>
	<u>Water Fund</u>
<i>Reconciliation of operating loss to net cash provided by operating activities:</i>	
Operating loss	\$ (5,156)
<i>Adjustments to reconcile operating loss to net cash provided by operating activities:</i>	
Depreciation	66,924
Changes in assets and liabilities:	
Decrease in accounts receivable and accrued revenue, user fees	8,707
Increase in accounts payable and accrued expenses	<u>9,966</u>
<i>Net cash provided by operating activities</i>	<u><u>\$ 80,441</u></u>

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

TOWN OF RICHMOND, RHODE ISLAND
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015

	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Assets		
Cash and cash equivalents	\$ 3,406	\$ -
Investments	120,582	-
Due from other funds	<u>135,361</u>	<u>163,532</u>
Total assets	<u>259,349</u>	<u>163,532</u>
 Liabilities		
Due to other funds	14	-
Deposits held in custody for others	<u>-</u>	<u>163,532</u>
Total liabilities	<u>14</u>	<u>163,532</u>
 Net Position		
Restricted for other purposes	<u>\$ 259,335</u>	<u>\$ -</u>

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

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

	<u>Private-Purpose Trust Funds</u>
Additions	
Gifts and contributions	\$ 6,253
Investment earnings:	
Net increase (decrease) in fair value of investments	60
Interest and dividends	<u>3,105</u>
Net investment earnings	<u>3,165</u>
Total additions	<u>9,418</u>
Deductions	
Miscellaneous	<u>7,070</u>
Total deductions	<u>7,070</u>
Change in net position	2,348
Net position - beginning of year	<u>256,987</u>
Net position - end of year	<u><u>\$ 259,335</u></u>

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

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

The financial statements of the Town of Richmond, Rhode Island, have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following notes to the financial statements are an integral part of the Town's financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The Town of Richmond, originally part of the Town of Charlestown, was incorporated August 18, 1747. Located in Washington County, Richmond is approximately twenty-eight miles southwest of Providence, Rhode Island. Bounded on the north by the Town of Exeter, on the east by the Towns of Exeter and South Kingstown, on the south by the Town of Charlestown and on the west by the Town of Hopkinton, the Town encompasses an area of 40.6 square miles, including 0.2 square miles of inland water. The Town operates under a Home Rule Charter adopted by the citizens in 2008 with an elected Town Council and appointed Town Administrator form of government. All powers of the Town, except those vested in the Financial Town Meeting are vested in a five member council headed by the Council President. The Town Council is responsible for establishing policies, enacting ordinances, and appointing a Town Administrator. The Town Administrator supervises the operation of the municipal government under the authority and direction of the Town Council. The Finance Board of the Town is comprised of 5 residents of the Town who are appointed by the Town Council. All proposed budget requests from town department heads, board chairperson's and community service representatives for the Town's ensuing fiscal year are to be submitted to the Finance Board by December 31 of the prior calendar year. The annual Financial Town Meeting is held on or before June 15th each year to adopt the budget.

In evaluating the inclusion of other separate and distinct legal entities as component units within its financial reporting entity, the Town applied the criteria prescribed by GASB Statement No. 14, as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units" and GASB Statement No. 61 "Financial Reporting Entity-Omnibus". A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable or based on the nature and significance of the organization's relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The Town of Richmond does not have any component units.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

B. BASIS OF PRESENTATION AND ACCOUNTING

Government-Wide Financial Statements

The Town's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements report information about the reporting entity as a whole. Fiduciary activities of the Town are not included in these statements. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through property taxes, intergovernmental revenue, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods and services rendered.

The Statement of Activities presents a comparison between direct expenses and program revenue for the business-type activities and for each function of the Town's governmental activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including property taxes and general state aid, are presented as general revenues.

These statements are presented on an "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all the Town's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets, infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period the liability is incurred.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Fund Financial Statements

The Fund Financial Statements of the Town are organized into funds, each of which is considered to be a separate accounting entity. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to specific Town functions or activities. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three categories: governmental, proprietary, and fiduciary. Major individual governmental funds and enterprise funds are reported as separate columns in the Fund Financial Statements.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide Financial Statements.

All governmental funds are accounted for on a spending or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally collected 60 days after year-end) are recognized when due. The primary revenue sources which have been treated as susceptible to accrual by the Town are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured.

Major Governmental Funds:

General Fund – The General Fund is used to account for resources devoted to financing the general services that the Town performs for its citizens and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted or reported in another fund.

Capital Bond Fund – The Capital Bond Fund accounts for debt proceeds and General Fund appropriations used for the acquisition or construction of capital facilities and other capital assets.

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows.

Proprietary funds are accounted for using the “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities and deferred inflows of resources (whether current or noncurrent) are included in the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period the liability is incurred.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The Town has one Enterprise Fund as follows:

Water Fund – The Water Fund is used to account for the water use fees and the expenses associated with providing water services to Town residents.

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Net Position and a Statement of Changes in Net Position. The Town’s Fiduciary Funds include the Private Purpose Trust Funds and Agency Funds. Fiduciary Funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or other governments. The Fiduciary Funds are accounted for on a spending or “*economic resources*” measurement focus and the accrual basis of accounting. Agency funds are purely custodial and do not involve measurement of results of operations.

Private Purpose Trust Funds – These funds account for funds held by the Town under various trust arrangements for the benefit of individuals and cemetery perpetual care.

Agency Funds – These funds account for assets held by the Town for performance bonds and probate.

C. RECENTLY ISSUED ACCOUNTING STANDARDS

The Town has implemented the following new accounting pronouncements:

- GASB Statement No. 68 – Financial Reporting for Pensions - 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, effective for the Town’s fiscal year ending June 30, 2015.

The adoption of GASB statement No. 69 did not have an impact on the Town’s financial position or results of operations. However, the adoption of GASB Statement Nos. 68 and 71 for the Town’s Pension Plans resulted in a restatement of net position in the Government-Wide Financial Statements of (\$698,153) as discussed in Note 14.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
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 years ending June 30, 2016 and June 30, 2017.
- 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 and Financial Reporting for Postemployment Benefits Other Than Pensions, 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.

The impact of these pronouncements on the Town’s financial statements has not been determined.

D. CASH AND CASH EQUIVALENTS

The Town considers cash and cash equivalents in the Proprietary Funds to include cash on hand, time and demand deposits and short-term investments maturing within three months from the date of acquisition.

E. INVESTMENTS

The Town reports investments at fair value.

F. ACCOUNTS RECEIVABLE AND TAXES RECEIVABLE

Accounts receivable and taxes receivable are shown net of an allowance for uncollectible accounts. The allowances are calculated based on the age of the individual receivables.

G. PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

H. UNBILLED SERVICES – ACCRUED REVENUE

Water revenue is recorded when earned. Customers are billed quarterly. The estimated value of services provided, but unbilled at year-end has been included in the accompanying financial statements.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

I. CAPITAL ASSETS

Capital assets are reported in the Government-Wide Statement of Net Position. In the Fund Financial Statements, capital assets used in governmental fund activities are accounted for as capital expenditures. Capital assets used in Proprietary Fund operations are accounted for in the same manner as in the Government-Wide Financial Statements.

All capital assets are recorded at cost or estimated historical cost. Donated capital assets are recorded at the estimated fair value as of the date received.

Capitalized assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year.

Under the provisions of GASB Statement No. 34, the Town retroactively accounted for infrastructure capital assets in fiscal year 2007. Infrastructure assets are defined generally as capital assets that are immovable and of value only to the governmental unit, including roads, bridges, sidewalks and street lighting.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Land improvements	20
Buildings and improvements	30-40
Motor vehicles	5
Furniture and equipment	5-40
Infrastructure/roadways (principally roads)	25-40
Main extension	40

J. DEBT PREMIUMS

In the Governmental Fund Financial Statements, debt premiums are reported as an “other financing source”. In the Government-Wide Statements, debt premiums are deferred and amortized over the term of the debt. Debt premiums are presented as an addition to the face amount of the debt payable.

K. DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES

Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

In the Governmental Fund Financial Statements, deferred inflows of resources are reported for receivables recorded in the Governmental Fund Financial Statements for which the revenue is not available or amounts received before the period for which property taxes are levied. In the Government-Wide Financial Statements deferred outflows of resources and deferred inflows of

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

resources are reported for amounts related to the Town's pension plans that will be amortized as a component of pension expense in future years.

L. PROPERTY TAXES

The Town is permitted by state law to levy property taxes. Current tax collections for the Town were approximately 96.14% of the total 2014 levy. The tax levy of the Town is approved by the citizens at the Financial Town Meeting.

The Town's fiscal 2014-2015 property taxes were levied in July 2014 on assessed valuation as of December 31, 2013. Upon levy, taxes are due and payable on September 7 or may be paid quarterly on September 7, December 7, March 7, and June 7. Failure to mail payments by due dates will result in lien on taxpayer's property. Taxable assessed values are established by Tax Assessor's Office and are currently calculated at approximately 100% of current market value for real estate and 80% of current market value for motor vehicles.

M. COMPENSATED ABSENCES

Under the terms of various contracts and agreements, Town employees are granted vacation and sick leave in varying amounts based on length of service.

Vacation benefits are accrued as a liability based on the accumulated benefits earned at June 30. The liability is calculated at the rate of pay in effect at June 30, 2015. Sick leave is not paid upon termination or retirement, therefore, no liability is accrued for sick leave.

The entire compensated absence liability is reported on the Government-Wide Financial Statements. For Governmental Fund Financial Statements, the amount of accumulated vacation has been recorded as a current liability to the extent that the amounts are due to employees that have resigned or retired.

N. ACCRUED LIABILITIES AND LONG-TERM DEBT

All accrued liabilities and long-term debt are reported in the Government-Wide Financial Statements.

For Governmental Fund Financial Statements, the accrued liabilities are generally reported as a governmental fund liability if due for payment as of the balance sheet date regardless of whether they will be liquidated with current financial resources. However, claims and judgments and compensated absences paid from governmental funds are reported as a liability in the Governmental Fund Financial Statements only for the portion expected to be financed from expendable available financial resources. Long-term debt paid from governmental funds is not recognized as a liability in the Governmental Fund Financial Statements until due.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

O. PENSIONS

For the purposes of measuring the net pension liabilities, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees' Retirement System plans and the additions to/ deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

P. USE OF 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.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. LEGAL DEBT MARGIN

The Town's legal debt margin as set forth by State Statute is limited to three percent of total taxable assessed value, which approximates \$24,485,507. As of June 30, 2015, the Town's debt subject to the legal debt margin is \$3,890,000 and the Town is under the debt limit by \$20,595,507. The debt subject to the debt limitation is based on the type of debt that is issued.

B. DEFICIT FUND BALANCES

The following nonmajor governmental funds have deficit fund balances as of June 30, 2015: Highway Safety \$(10,525).

NOTE 3 – CASH DEPOSITS

DEPOSITS – are in three financial institution and are carried at cost. The carrying amount of deposits is separately displayed on the Balance Sheet of the Fund Financial Statements and the Statement of Net Position as "Cash and Cash Equivalents".

	<i>Carrying Amount</i>
Total Deposits	\$7,887,026
Add: Petty cash and cash on hand	1,110
Investments classified as cash and cash equivalents	3,406
<i>Total Cash and Cash Equivalents Reported in the Financial Statements</i>	\$7,891,542

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

CUSTODIAL CREDIT RISK – custodial credit risk is the risk that in the event of the failure of a depository financial institution, the Town will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a formal deposit policy for custodial credit risk, but is governed by State laws as described below. As of June 30, 2015, \$2,963,163 of the Town’s bank balance of \$7,959,793 was exposed to custodial credit risk as follows:

	<u>Bank Balance</u>
Insured (Federal depository insurance funds)	\$4,996,630
Collateralized with securities held by pledging financial Institution or its agent, but not in the Town’s name	<u>2,963,163</u>
Total	<u><u>\$7,959,793</u></u>

Under Rhode Island general laws, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits, which are time deposits with maturities greater than sixty (60) days. Any of these institutions which do not meet minimum capital standards prescribed by federal regulators shall insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits, regardless of maturity. At June 30, 2015, the Town's uncollateralized deposits with institutions were \$0.

NOTE 4 – INVESTMENTS

At June 30, 2015, the Town’s investments were as follows:

<u>Investment</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>
Fidelity Prime Money Market	N/A	\$ 3,406	Not rated
Mutual Funds - Equity	N/A	49,178	Not rated
Mutual Funds - Fixed Income	Not available	5,266	AAA
Mutual Funds - Fixed Income	Not available	12,836	Average AA
Mutual Funds - Fixed Income	Average 2.25 years	14,756	Average BB
Mutual Funds - Fixed Income	Not available	5,305	Not rated
Mutual Funds - Fixed Income	Average 8.11 years	<u>33,241</u>	Not rated
		123,988	
Less: Investment classified as cash equivalents		<u>(3,406)</u>	
Total Investments Reported in the Financial Statements		<u><u>\$ 120,582</u></u>	

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

The Town has an Investment Policy for all idle funds to ensure that capital losses are avoided. The deposit of funds are to be federally insured or collateralized in an amount at least 102% in market value to the amount of the deposit. All investments are to meet the “prudent investor” rule which states “Investments shall be made with judgment and care, under circumstance then prevailing which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment considering probable safety of capital as well as probable income to be derived,” which simply means that under varying economic conditions the portfolio will be adjusted to ensure safety of principal.

The Town’s policy permits the following investments for Town funds: U.S. Treasury Bills, short-term obligations of U.S. government agencies, federally insured or collateralized certificates of deposit, repurchase agreements collateralized by U.S. Treasury securities, State investment pools, and money market funds consisting of U.S. government securities. General Fund investments are governed by Title 35, Chapter 10, Section 11 of the State’s General Laws. This law generally allows for short-term investments, such as certificates of deposit, money market funds, obligations guaranteed by the U.S. government, etc. with the goal of seeking reasonable income while preserving capital.

Interest Rate Risk – The Town policy limits investment maturities. In order to minimize risk of fair value losses arising from interest rate fluctuations, the Town uses the three-month U.S. Treasury Bill as a performance benchmark.

Credit Risk –The Town is governed by State Laws that limit investment choices to short-term investments for its’ public deposits (General Fund) and reserve funds (Capital Projects).

Concentration of Credit Risk –The Town does not have any policies that limit the amount that can be invested with one issuer.

Custodial Credit Risk – Custodial credit risk for investments is the risk that in the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a policy governing custodial credit risk.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

NOTE 5 - CAPITAL ASSETS

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

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Retirements</i>	<i>Ending Balance</i>
<i>Governmental Activities:</i>				
Nondepreciable assets:				
Land	\$ 2,203,893	\$ -	\$ -	\$ 2,203,893
Construction in progress	-	116,270	-	116,270
	<u>2,203,893</u>	<u>116,270</u>	<u>-</u>	<u>2,320,163</u>
Depreciable assets:				
Infrastructure	35,183,525	-	-	35,183,525
Land improvements	400,810	-	-	400,810
Buildings and improvements	2,698,713	30,897	-	2,729,610
Furniture and equipment	574,813	49,195	-	624,008
Motor vehicles	1,813,994	110,891	117,827	1,807,058
	<u>40,671,855</u>	<u>190,983</u>	<u>117,827</u>	<u>40,745,011</u>
<i>Total capital assets</i>	<u>42,875,748</u>	<u>307,253</u>	<u>117,827</u>	<u>43,065,174</u>
Less accumulated depreciation for:				
Infrastructure	26,672,871	761,543	-	27,434,414
Land improvements	20,041	20,041	-	40,082
Buildings and improvements	1,991,620	52,530	-	2,044,150
Furniture and equipment	441,323	19,618	-	460,941
Motor vehicles	1,299,945	105,839	117,827	1,287,957
	<u>30,425,800</u>	<u>959,571</u>	<u>117,827</u>	<u>31,267,544</u>
<i>Total accumulated depreciation</i>	<u>30,425,800</u>	<u>959,571</u>	<u>117,827</u>	<u>31,267,544</u>
<i>Governmental activities capital assets, net</i>	<u>\$ 12,449,948</u>	<u>\$ (652,318)</u>	<u>\$ -</u>	<u>\$ 11,797,630</u>
<i>Business-Type Activities</i>				
Nondepreciable assets:				
Land	\$ 59,254	\$ -	\$ -	\$ 59,254
Construction in progress	187,499	1,667,068	-	1,854,567
	<u>246,753</u>	<u>1,667,068</u>	<u>-</u>	<u>1,913,821</u>
Depreciable assets:				
Buildings	905,694	-	-	905,694
Main extension	1,523,539	-	-	1,523,539
Equipment and machinery	225,426	-	-	225,426
	<u>2,654,659</u>	<u>-</u>	<u>-</u>	<u>2,654,659</u>
<i>Total capital assets</i>	<u>2,901,412</u>	<u>1,667,068</u>	<u>-</u>	<u>4,568,480</u>
Less accumulated depreciation for:				
Buildings	622,357	22,643	-	645,000
Main extension	38,089	38,088	-	76,177
Equipment and machinery	104,289	6,193	-	110,482
	<u>764,735</u>	<u>66,924</u>	<u>-</u>	<u>831,659</u>
<i>Total accumulated depreciation</i>	<u>764,735</u>	<u>66,924</u>	<u>-</u>	<u>831,659</u>
<i>Business-type activities capital assets, net</i>	<u>\$ 2,136,677</u>	<u>\$ 1,600,144</u>	<u>\$ -</u>	<u>\$ 3,736,821</u>

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Depreciation expense was charged as follows:

Governmental activities:	
General government	\$ 58,044
Public safety	68,420
Public works	833,107
Total depreciation expense, governmental activities	\$ 959,571
Business-type activities:	
Water fund	\$ 66,924
Total depreciation expense, business-type activities	\$ 66,924

NOTE 6 – LONG-TERM LIABILITIES

A. LONG-TERM LIABILITIES:

Changes in long-term liabilities during the year ended June 30, 2015 were as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental activities:					
Bonds and capital leases payable:					
General obligation bonds payable	\$1,700,000	\$2,410,000	\$ 220,000	\$3,890,000	\$ 450,000
Capital leases	101,898	-	32,678	69,220	33,950
	<u>1,801,898</u>	<u>2,410,000</u>	<u>252,678</u>	<u>3,959,220</u>	<u>483,950</u>
Plus amortized premiums on bonds	-	126,753	-	126,753	-
Total bonds and capital leases	<u>1,801,898</u>	<u>2,536,753</u>	<u>252,678</u>	<u>4,085,973</u>	<u>483,950</u>
Other liabilities:					
Accrued compensated absences	137,006	54,770	6,413	185,363	-
Net pension liabilities	852,006	-	255,680	596,326	-
Total Governmental Activities					
Long-Term Liabilities	<u>\$2,790,910</u>	<u>\$2,591,523</u>	<u>\$ 514,771</u>	<u>\$4,867,662</u>	<u>\$ 483,950</u>
Business-type activities:					
Loans payable:					
Loans payable	\$ 802,776	\$1,299,000	\$ 11,615	\$2,090,161	\$ 29,414
Total Business-type activities					
Long-Term Liabilities	<u>\$ 802,776</u>	<u>\$1,299,000</u>	<u>\$ 11,615</u>	<u>\$2,090,161</u>	<u>\$ 29,414</u>

All debt of the Government Activities is general obligation debt. The payments on the bonds and capital leases are paid from the General Fund. The payments on the bonds in the Business-type activities are paid from the Water Fund. The compensated absences are paid from the General Fund. The net pension liabilities will be paid from the General Fund.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
 June 30, 2015

B. BONDS AND LOANS PAYABLE

Outstanding bonds and loans payable are as follows:

<i>Purpose</i>	<i>Date Issued</i>	<i>Interest Rate</i>	<i>Maturity Date</i>	<i>Authorized and Issued</i>	<i>Outstanding June 30, 2014</i>	<i>New Issues</i>	<i>Maturities During Year</i>	<i>Outstanding June 30, 2015</i>
Governmental activities:								
Bonds payable								
2007 Capital Improvement bonds	8/15/2007	4-5.50%	8/15/2017	\$ 1,400,000	\$ 580,000	\$ -	\$ 145,000	\$ 435,000
2010 Capital improvement bonds	8/15/2010	1.15-3.00%	8/15/2020	1,150,000	1,120,000	-	75,000	1,045,000
2014 Capital improvement bonds	8/6/2014	2.00%	8/1/2024	2,410,000	-	2,410,000	-	2,410,000
Total governmental activities bonds payable				\$ 4,960,000	\$ 1,700,000	\$ 2,410,000	\$ 220,000	\$ 3,890,000
Business type activities:								
Loans payable								
2012 Water capital improvements	2/28/2012	3.75%	2/28/2052	\$ 825,000	\$ 802,776	\$ -	\$ 11,615	\$ 791,161
2014 Water capital improvements	1/9/2015	3.00%	1/9/2055	744,000	-	744,000	-	744,000
2014 Water capital improvements	1/9/2015	2.75%	1/9/2055	275,000	-	275,000	-	275,000
2014 Water capital improvements	1/9/2015	3.00%	1/9/2055	280,000	-	280,000	-	280,000
Total business-type activities loans payable				\$ 2,124,000	\$ 802,776	\$ 1,299,000	\$ 11,615	\$ 2,090,161

At June 30, 2015 annual debt service requirements to maturity for bonds and loans payable are as follows:

<i>Year ending June 30,</i>	<i>Governmental Activities</i>			<i>Business- Type Activities</i>		
	<i>Bonds payable</i>			<i>Loans payable</i>		
	<i>Principal</i>	<i>Interest</i>	<i>Total</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2016	\$ 450,000	\$ 97,338	\$ 547,338	\$ 29,414	\$ 62,017	\$ 91,431
2017	460,000	85,247	545,247	30,286	61,145	91,431
2018	475,000	72,628	547,628	31,185	60,246	91,431
2019	485,000	60,675	545,675	32,110	59,321	91,431
2020	495,000	49,275	544,275	33,063	58,368	91,431
2021-2025	1,525,000	99,225	1,624,225	182,061	276,404	458,465
2026-2030	-	-	-	209,300	247,855	457,155
2031-2035	-	-	-	242,262	214,893	457,155
2036-3040	-	-	-	280,418	176,737	457,155
2041-2045	-	-	-	324,590	132,564	457,154
2046-2050	-	-	-	375,727	81,428	457,155
2051-2055	-	-	-	319,745	25,520	345,265
	\$ 3,890,000	\$ 464,388	\$ 4,354,388	\$ 2,090,161	\$ 1,456,498	\$ 3,546,659

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

C. CAPITAL LEASE OBLIGATIONS

The Town has financed the acquisition of certain equipment through lease-purchase agreements.

Capital lease obligations currently outstanding are as follows:

<u>Purpose</u>	<u>Date Issued</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Outstanding June 30, 2014</u>	<u>New Issues</u>	<u>Retirements During Year</u>	<u>Outstanding June 30, 2015</u>
Pelican Sweeper	9/18/2012	3.89%	9/18/2016	\$ 169,995	\$ 101,898		\$ 32,678	\$ 69,220
Total governmental activities capital leases					<u>\$ 101,898</u>	<u>\$ -</u>	<u>\$ 32,678</u>	<u>\$ 69,220</u>

Obligations of governmental activities under capital leases at June 30, 2015 were as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Lease Payment Requirements</u>
2016	\$ 36,642
2017	36,642
Total minimum lease payments	73,284
Less: Amount representing interest cost	(4,064)
Present value of minimum lease payments	<u>\$ 69,220</u>

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

NOTE 7 – INTERFUND BALANCES

The Town reports interfund balances between many of its funds. Interfund balances at June 30, 2015 were as follows:

	<i>Due From:</i>			<i>Total</i>
	<i>General Fund</i>	<i>Nonmajor Governmental Funds</i>	<i>Private Purpose Trust Funds</i>	
<i>Due To:</i>				
General Fund	\$ 9,620	\$ 50,394	\$ 14	\$ 60,028
Capital Bond Fund	2,545,653		-	2,545,653
Nonmajor Governmental Funds	819,850	-	-	819,850
Enterprise Fund	588,840	-	-	588,840
Private Purpose Trust	135,361	-	-	135,361
Agency Funds	163,532	-	-	163,532
Total	\$ 4,262,856	\$ 50,394	\$ 14	\$ 4,313,264

The balances primarily result from the time lag between the dates the 1) interfund goods and services are provided or reimbursable expenditures occur; 2) transactions are recorded in the accounting system; and 3) payments between funds are made.

NOTE 8 – INTERFUND TRANSFERS

	<i>Transfer From:</i>		<i>Total</i>
	<i>General Fund</i>	<i>Nonmajor Governmental Funds</i>	
<i>Transfer To:</i>			
General Fund	\$ -	\$ 12,000	\$ 12,000
Capital Bond Fund	281,680		281,680
Nonmajor Governmental Funds	12,000	-	12,000
Total	\$ 293,680	\$ 12,000	\$ 305,680

Transfers are used to move revenues from the fund that the budget requires to collect them, to the funds that the budget requires to expend them.

NOTE 9 – DISAGGREGATION OF RECEIVABLE AND PAYABLE BALANCES

A. ACCOUNTS RECEIVABLE

The Town disaggregates significant components of receivables in the financial statements. Receivable balances determined immaterial are included as other receivables. The Town expects to receive all receivables within the subsequent year. The real estate and personal property taxes include an allowance for doubtful accounts of \$175,000.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

B. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The accounts payable and accrued liabilities at June 30, 2015, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Other</u>	<u>Total</u>
Governmental Activities:				
General Fund	\$ 34,704	\$ 116,584	\$ 313,154	\$ 464,442
Capital Bond Fund	1,650	-	-	1,650
Nonmajor Governmental Funds	6,763	-	-	6,763
Total Governmental Activities	<u>\$ 43,117</u>	<u>\$ 116,584</u>	<u>\$ 313,154</u>	<u>\$ 472,855</u>
Business-Type Activities:				
Water Fund	\$ 83,733	\$ -	\$ 24,062	\$ 107,795
Total Business-Type Activities	<u>\$ 83,733</u>	<u>\$ -</u>	<u>\$ 24,062</u>	<u>\$ 107,795</u>

NOTE 10 – NET POSITION/FUND BALANCES

The Government-Wide Financial Statements and Proprietary Fund Statements utilize a net position presentation. Net position is segregated into the following three categories:

Net Investment in Capital Assets – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balance of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category

Restricted Net Position – This category represents balances limited to uses specified either externally by creditors, grantors, contributors, laws or regulations of other governments or imposed through constitutional provisions or enabling legislation.

Unrestricted Net Position – This category represents the residual component of net position that does not meet the definition of “restricted” or “net investment in capital assets”.

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

Nonspendable Fund Balance – This classification includes amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact. The “not in spendable form” criteria includes items that are not expected to be converted to cash (e.g. inventories, prepaid amounts, and noncurrent receivables).

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Restricted Fund Balance – This classification includes amounts that have constraints placed on the use of resources that are either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Town’s highest level of decision-making authority. These committed amounts cannot be used for any other purpose unless the Town removes or changes the specific use by taking the same type of action it employed to previously commit those amounts.

Assigned Fund Balance – This classification includes amounts constrained by the Town’s intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned Fund Balance – This classification is the residual fund balance for the General Fund. This classification represents fund balance that has not been assigned to another fund and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

Committed fund balances are established, modified or rescinded by a resolution adopted by the tax payers at a Financial Town Meeting or an ordinance adopted by the Town Council. The Town Council has authorized the Town Administrator or his/her/their designee to assign fund balance. 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. The Town considers unrestricted fund balance classifications to be used in the following order when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used: 1) committed; 2) assigned; and 3) unassigned.

The Town’s minimum fund balance policy requires a minimum unassigned fund balance in its General Fund ranging from 15% to 20% of the subsequent year’s budgeted expenditures and outgoing transfers.

NOTE 11 – CHARIHO REGIONAL SCHOOL DISTRICT

The Chariho Regional School District (Regional School) was created to include a regional school for the Towns of Hopkinton, Charlestown and Richmond (the Towns), which encompasses grades K-12. The Regional School is a separate legal entity from the Town. The voters of the participating Towns elect the Regional School Committee. The Regional School cannot assess and levy property taxes. Revenues are derived principally from the participating Towns of the Regional School, which contribute funds according to a financial formula based upon each Town’s enrollment, and from State aid to education. As of October 2013, the District had a total enrollment of 3,532 of which 1,210 were students from Richmond. This number was used for calculating the Town’s fiscal year 2014 – 2015 contribution to the District. Financial statements for the Regional School District are issued separately and may be obtained from the Chariho Regional School District, 455A Switch Road, Wood River Junction, Rhode Island 02894.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

NOTE 12 – RISK MANAGEMENT

The Town 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 has purchased commercial insurance to insure its risk of loss. Settled claims resulting from these risks have not exceeded the insurance coverage in any of the past three fiscal years.

NOTE 13 – LITIGATION AND CONTINGENCIES

A. LITIGATION:

The Town is a party to various claims, legal actions and complaints. The potential liability to the Town, if any, or an evaluation of the outcome of these matters cannot be made at the present time.

B. FEDERALLY FUNDED PROGRAMS:

The Town participates in a number of federally funded programs. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

NOTE 14 – RESTATEMENTS

The net position of the Governmental Activities has been restated to reflect adjustments related to the adoption of GASB Statement No. 68, “Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27,” and GASB Statement No.71, “Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68,” in fiscal year 2015. The Governmental Activities have been restated to correct capital assets and accumulated depreciation. The Nonmajor Governmental Funds and Governmental Activities have been restated to reclassify funds. The Business-Type Activities and the Water Fund have been restated to correct a prior year error.

	<u><i>Governmental Activities</i></u>	<u><i>Business-Type Activities/ Water Fund</i></u>	<u><i>Nonmajor Governmental Funds</i></u>
Net position/fund balance, June 30, 2014, as previously reported	\$ 15,794,335	\$ 1,838,643	\$ 745,084
Adopt GASB Statements No. 68 and No. 71	(698,153)	-	-
To correct the prior year capital assets and accumulated depreciation	51,396	-	-
Reclassify funds to the Nonmajor governmental funds	8,904	-	8,904
To correct for prior year error	-	18,015	-
<i>Net position /fund balance June 30, 2014, as restated</i>	<u>\$ 15,156,482</u>	<u>1,856,658</u>	<u>753,988</u>

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

NOTE 15 – PENSION PLANS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND PLANS

Effective July 1, 2012, the Municipal Employees' Retirement System (MERS) was modified to include both defined benefit and defined contribution plan components. General employees participate in a hybrid plan that combines both a defined benefit plan and a defined contribution plan. Police employees participate only in the defined benefit plan.

Defined Benefit Plans

General Information about the Pension Plan

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

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

Benefits Provided – For general employees prior to June 30, 2012 the plan provided retirement benefits equal to 2% of a member's final average salary multiplied by the number of years of total service up to a maximum of 75%. Such benefits are available to members at least age 58 with 10 years of service or after 30 years of service at any age. Benefits accrued at June 30, 2012 are protected under the Rhode Island Retirement Security Act until it is exceeded by the member's full years of service credit, including service after June 30, 2012, multiplied by the average of five consecutive years of compensation. Effective July 1, 2012 the retirement age will mirror the Social Security Normal Retirement Age not to exceed age 67. Members will receive a benefit accrual of 1.0% per year based on the five-year average compensation.

Joint and survivor options are available as well as the Service Retirement Allowance (SRA) Plus option that provides for the payment of a larger benefit before the attainment of age sixty-two (62) and a reduced amount thereafter. The reduced amount is equal to the benefit before age sixty-two (62), including cost-of-living increases, minus the member's estimated social security benefit payable at age sixty-two (62).

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Prior to June 30, 2012 police and fire personnel may retire at age 55 if they have 10 years of service or after 25 years of service at any age. An option may be elected to provide a 20 year service pension with a benefit equal to 2.5% for each year of service up to a maximum of 75% for police and fire personnel. Benefits are based on the average of the highest three consecutive years' earnings, exclusive of overtime.

The new retirement age will be 55 years old with 25 years of total service or for members with five years of service but less than 25 years of service the new retirement age will mirror the Social Security Normal Retirement Age not to exceed 67. Police officers or firefighters, that are at least 45 years old, have 10 or more years of contributing service and are eligible to retire prior to age 52 under the law in effect on June 30, 2012, may retire at age 52.

As of June 30, 2012 members will continue to have a frozen benefit accrual of 2.0% per year for a standard 25 year with any age and out plan; 2.5% for a standard 20 year with any age and out plan. Effective July 1, 2012 the optional 20 and 25 year with retirement at any age plans have been eliminated. The benefit accrual for all plans will be 2.0% per year based on the five-year average compensation, exclusive of overtime. Police and fire employees may retire with a reduced pension benefit if they have 20 years of service and are within five years of their retirement eligibility. The actuarially reduced benefit will be calculated based on how close the member is to the eligibility date that is prescribed in the Rhode Island Retirement Security Act.

The plan also provides survivor's benefits and certain lump sum death benefits.

Plan members are vested after five years of service.

An optional cost-of-living provision may be elected for police and fire personnel and general employees. The Cost of Living Adjustment (COLA) has been suspended for any unit whose funding level is less than 80%. The COLA provision can be reviewed in a five-year interval. When the funding level of a plan exceeds 80% funded, eligible retirees may receive a COLA annually effective on their date of retirement plus one month.

The COLA will be calculated as the five (5) year smoothed investment rate of return less 5.50%, with a 0.00% floor and a 4.00% cap. For police and fire units, COLA will be delayed until the later of age 55 or three years after retirement. For general employee units, COLA will be delayed until the later of the Social Security Normal Retirement Age or three years after retirement. The COLA will be applied to the first \$25,000 of benefits indexed annually.

The plan also provides nonservice-connected disability benefits after 5 years of service; service-connected disability pensions with no minimum service requirement.

The Town of Richmond has only general employees and police officers that participate in the MERS Plan. The Town of Richmond has not elected the optional cost-of-living provision for either the general employees or police officers. The Town has also not elected to participate in the 20 year service pension for police officers.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Employees Covered by Benefit Terms - At the June 30, 2013 valuation date, the following employees were covered by the benefit terms:

	General Employees Plan	Police Officers Plan
Retirees and Beneficiaries Inactive, Nonretired	13	1
Members	27	2
Active Members	25	12
Total	65	15

Contributions - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees are required to contribute 1% of their salaries. Police officers are required to contribute 7% of their salaries. The Town of Richmond contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The Town of Richmond contributed the following amounts in the year ended June 30, 2015: general employees plan - \$106,470 and police officers plan - \$88,251. The Town's contributions represented the following percentages of annual covered payroll: general employees plan – 10.41%; police officers plan – 12.19%.

Net Pension Liability - The total pension liability was determined by actuarial valuations performed as of June 30, 2013 and rolled forward to June 30, 2014, using the following actuarial assumptions, applied to all periods included in the measurement.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Summary of Actuarial Assumptions Used in the Valuations to Determine the Net Pension Liability at the June 30, 2014 Measurement Date (June 30, 2013 valuation rolled forward to June 30, 2014)	
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	21 years at June 30, 2014
Actuarial Assumptions:	
Investment Rate of Return	7.50%
Projected Salary Increases	General Employees - 3.50% to 7.50% ; Police Officers - 4.00% to 14.00%
Inflation	2.75%
Mortality	<ul style="list-style-type: none"> • Male Employees, MERS General and MERS Police: 115% of RP-2000 Combined Healthy for Males with White Collar adjustments, projected with Scale AA from 2000. • Female Employees, MERS General and MERS Police: 95% of RP-2000 Combined Healthy for Females with White Collar adjustments, projected with Scale AA from 2000.
Cost of Living Adjustments	COLA is equal to the average five-year fund asset performance (percent) greater than 5.5% up to a maximum of 4% - the COLA is to be applied to the first \$25,000 of benefits, indexed over time. COLA is delayed until the latter of Social Security eligibility age or 3 years after retirement except for MERS Police for which the COLA is delayed until the later of age 55 or 3 years after retirement. A 2% COLA is assumed after January 1, 2014.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

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	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 of the plans 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 RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

General Employees Plan
Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances as of June 30, 2013	\$2,134,607	\$1,722,820	\$411,787
Changes for the Year:			
Service cost	82,980		82,980
Interest on the total pension liability	159,161		159,161
Changes in benefits			
Difference between expected and actual experience			
Changes in assumptions	8,897		8,897
Employer contributions		96,455	(96,455)
Employee contributions		9,770	(9,770)
Net investment income		264,216	(264,216)
Benefit payments, including employee refunds	(107,897)	(107,897)	1,655
Administrative expense		(1,655)	
Other changes		60	(60)
Net changes	143,141	260,949	(117,808)
Balances as of June 30, 2014	\$2,277,748	\$1,983,769	\$293,979

Police Officers Plan
Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances as of June 30, 2013	\$1,597,053	\$1,156,834	\$440,219
Changes for the Year:			
Service cost	98,579		98,579
Interest on the total pension liability	121,078		121,078
Changes in benefits			
Difference between expected and actual experience			
Changes in assumptions	(54,846)		(54,846)
Employer contributions		57,398	(57,398)
Employee contributions		60,573	(60,573)
Net investment income		185,875	(185,875)
Benefit payments, including employee refunds	(63,940)	(63,940)	
Administrative expense		(1,164)	1,164
Other changes		1	(1)
Net changes	100,871	238,743	(137,872)
Balances as of June 30, 2014	\$1,697,924	\$1,395,577	\$302,347

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

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. Actuarial analyses of the pension settlement provisions enacted by the General Assembly and approved by the Court for each MERS employer unit as of June 30, 2014 are available at the ERSRI’s website at <http://www.ersri.org>.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the employers calculated using the discount rate of 7.5 percent, as well as what the employer’s net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

Plan	1.00% Decrease (6.5%)	Current Discount Rate (7.5%)	1.00 Increase (8.5%)
General Employees	\$532,947	\$293,979	\$55,010
Police Officers	\$478,773	\$302,347	\$125,921

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in the separately issued ERSRI financial report.

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

For the year ended June 30, 2015, the Town recognized pension expense as follows: general employees plan - \$80,164; and police officers plan - \$47,397. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	General Employees Plan	Police Officers Plan
Deferred Outflows of Resources:		
Assumption changes	\$ 6,585	\$ -
Contributions subsequent to the measurement date	106,470	88,251
Total	\$113,055	\$ 88,251
Deferred Inflows of Resources:		
Assumption changes	\$ -	\$ 50,167
Net difference between projected and actual investment earnings	108,102	77,704
Total	\$108,102	\$127,871

The deferred outflows of resources related to pensions resulting from the Town contributions in fiscal year 2015 subsequent to the measurement date that will be recognized as a reduction of the net pension liability for the year ended June 30, 2016. Other amounts reported as deferred outflows/(inflows) of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows/(Inflows) of Resources	
	General Employees Plan	Police Officers Plan
2016	\$ (24,713)	\$ (24,105)
2017	(24,713)	(24,105)
2018	(25,064)	(24,105)
2019	(27,027)	(24,105)
2020	-	(4,679)
Thereafter	-	(26,772)
Total	\$(101,517)	\$(127,871)

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
June 30, 2015

Defined Contribution Plan

Plan Description

General employees participating in the defined benefit plan, as described above, also participate in a defined contribution plan of the Employees' Retirement System as 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 and the Employees' Retirement System of Rhode Island (the System). Employees may choose among various investment options available to plan participants.

General 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 Town of Richmond recognized pension expense of \$10,228 and employees contributed \$51,139 for the fiscal year ended June 30, 2015.

The System issues an annual financial report that includes financial statements and required supplementary information for plans administered by the System. The reports can be obtained at <http://www.ersri.org>.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Financial Statements
 June 30, 2015

B. AGGREGATE PENSION AMOUNTS REPORTED IN THE FINANCIAL STATEMENTS

	Deferred Outflows of Resources – Pension Amounts	Deferred Inflows of Resources – Pension Amounts	Net Pension Liability	Pension Expense
General Employees Plan	\$113,055	\$108,102	\$293,979	\$ 80,164
Police Officers Plan	88,251	127,871	302,347	47,397
Total	\$201,306	\$235,973	\$596,326	\$127,561

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

Schedule of Changes in the Net Pension Liability and Related Ratios

Schedule of Town Contributions

Budgetary Comparison Schedule - General Fund

In addition, the notes to the required supplementary information are included to provide information that is essential to a user's understanding of the required supplementary information.

TOWN OF RICHMOND, RHODE ISLAND
Required Supplementary Information
General Employees Pension Plan
Schedule of Changes in the Net Pension Liability and Related Ratios (1)
"Unaudited"

<i>Fiscal Year</i>	<u>2015</u>
Total pension liability:	
Service cost	\$ 82,980
Interest	159,161
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	8,897
Benefits payments, including refunds of member contributions	<u>(107,897)</u>
Net change in total pension liability	143,141
Total pension liability - beginning	<u>2,134,607</u>
Total pension liability - ending (a)	<u><u>\$ 2,277,748</u></u>
Plan fiduciary net position:	
Contributions - employer	\$ 96,455
Contributions - employee	9,770
Net investment income	264,216
Benefits payments, including refunds of member contributions	(107,897)
Administrative expense	(1,655)
Other	<u>60</u>
Net change in plan fiduciary net position	260,949
Plan fiduciary net position - beginning	<u>1,722,820</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 1,983,769</u></u>
Town's net pension liability (asset) - ending (a) - (b)	<u><u>\$ 293,979</u></u>
Plan fiduciary net position as a percentage of the total pension liability	87.09%
Covered employee payroll	\$ 972,797
Net pension liability as a percentage of covered employee payroll	30.22%

(1) This schedule is intended to show 10 years - additional information will be presented as it becomes available.

The notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Required Supplementary Information
Police Officers Pension Plan
Schedule of Changes in the Net Pension Liability and Related Ratios (1)
"Unaudited"

<i>Fiscal Year</i>	<u>2015</u>
Total pension liability:	
Service cost	\$ 98,579
Interest	121,078
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	(54,846)
Benefits payments, including refunds of member contributions	<u>(63,940)</u>
Net change in total pension liability	100,871
Total pension liability - beginning	<u>1,597,053</u>
Total pension liability - ending (a)	<u><u>\$ 1,697,924</u></u>
Plan fiduciary net position:	
Contributions - employer	\$ 57,398
Contributions - employee	60,573
Net investment income	185,875
Benefits payments, including refunds of member contributions	(63,940)
Administrative expense	(1,164)
Other	<u>1</u>
Net change in plan fiduciary net position	238,743
Plan fiduciary net position - beginning	<u>1,156,834</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 1,395,577</u></u>
Town's net pension liability - ending (a) - (b)	<u><u>\$ 302,347</u></u>
Plan fiduciary net position as a percentage of the total pension liability	82.19%
Covered employee payroll	\$ 644,730
Net pension liability as a percentage of covered employee payroll	46.90%

(1) This schedule is intended to show 10 years - additional information will be presented as it becomes available.

The notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Required Supplementary Information - Pension Plans
Schedule of Town Contributions (1)
"Unaudited"

<i>Fiscal Year</i>	<u>2015</u>
<u>General Employees Plan</u>	
Actuarially determined contribution	\$ 106,470
Contributions in relation to the actuarially determined contribution	106,470
<i>Contribution deficiency (excess)</i>	<u><u>\$ -</u></u>
Covered employee payroll	\$ 1,022,783
Contributions as a percentage of covered employee payroll	10.41%
<u>Police Officers Plan</u>	
Actuarially determined contribution	\$ 88,251
Contributions in relation to the actuarially determined contribution	88,251
<i>Contribution deficiency (excess)</i>	<u><u>\$ -</u></u>
Covered employee payroll	\$ 723,965
Contributions as a percentage of covered employee payroll	12.19%

(1) This schedule is intended to show 10 years - additional information will be presented as it becomes available.

The notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
Revenues				
01 00 4000 Taxes to balance budget	\$ 16,673,205	\$ 16,673,205	\$ 16,763,905	\$ 90,700
01 00 4001 Interest on taxes	150,000	150,000	94,877	(55,123)
01 00 4002 Taxes miscellaneous	10,000	10,000	6,851	(3,149)
01 00 4071 Prior year taxes	400,000	400,000	453,672	53,672
Total Taxes	<u>17,233,205</u>	<u>17,233,205</u>	<u>17,319,305</u>	<u>86,100</u>
State Aid				
01 00 4006 State aid to education	5,195,425	5,195,425	5,205,437	10,012
01 00 4008 Corporation tax	96,326	96,326	94,755	(1,571)
01 00 4009 Hotel tax	3,714	3,714	3,840	126
01 00 4010 Meals & beverage tax	128,437	128,437	130,262	1,825
01 00 4063 Motor vehicle phase-out offset	61,243	61,243	66,715	5,472
01 00 4067 Incentive aid	36,482	36,482	36,482	-
Total State Aid	<u>5,521,627</u>	<u>5,521,627</u>	<u>5,537,491</u>	<u>15,864</u>
Permits & fees				
01 00 4012 Building permit fees	55,000	55,000	79,800	24,800
01 00 4013 Zoning fees	2,700	2,700	5,663	2,963
01 00 4014 Planning fees	3,000	3,000	2,636	(364)
Total Permits & Fees	<u>60,700</u>	<u>60,700</u>	<u>88,099</u>	<u>27,399</u>
Licenses & fees				
01 00 4015 Misc. business license & fees	4,210	4,210	8,610	4,400
01 00 4016 Liquor license fees	8,198	8,198	8,984	786
01 00 4017 Dog license	7,000	7,000	6,830	(170)
01 00 4018 Marriage license	350	350	320	(30)
01 00 4019 Misc. non-business license & fees	750	750	2,525	1,775
01 00 4020 Hopkinton transfer station license	850	850	825	(25)
Total Licenses & Fees	<u>21,358</u>	<u>21,358</u>	<u>28,094</u>	<u>6,736</u>
User Fees				
01 00 4026 Realty stamp commission	25,000	25,000	22,310	(2,690)
01 00 4027 Copier use fees	9,500	9,500	8,826	(674)
01 00 4028 Recording fees	85,000	85,000	71,226	(13,774)
01 00 4030 Probate fees	5,000	5,000	9,551	4,551
01 00 4042 Recreation other event fees	12,500	12,500	10,187	(2,313)
01 00 4043 Community ctr revenue	2,200	2,200	1,175	(1,025)
01 00 4059 Water Fund Administration fee	9,850	9,850	9,850	-
01 00 4065 Transfer station fees	158,100	158,100	130,317	(27,783)
Total User Fees	<u>307,150</u>	<u>307,150</u>	<u>263,442</u>	<u>(43,708)</u>
Fines & Forfeitures				
01 00 4021 Dog fines	1,700	1,700	1,994	294
01 00 4022 State traffic fines	30,000	30,000	23,282	(6,718)
Total Fines & Forfeitures	<u>31,700</u>	<u>31,700</u>	<u>25,276</u>	<u>(6,424)</u>

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
Investments				
01 00 4024 Interest earned on investments	10,000	10,000	16,214	6,214
Total Interest on Investments	<u>10,000</u>	<u>10,000</u>	<u>16,214</u>	<u>6,214</u>
Miscellaneous Income				
01 00 4033 School resource officer reimbursement	62,801	62,801	67,380	4,579
01 00 4034 Police VIN inspection fee	8,000	8,000	6,040	(1,960)
01 00 4049 Recycling rebate	8,000	8,000	11,455	3,455
01 00 4050 Misc. revenue	1,000	1,000	921	(79)
01 00 4051 Misc. police returns	40,000	40,000	28,452	(11,548)
Total Miscellaneous Income	<u>119,801</u>	<u>119,801</u>	<u>114,248</u>	<u>(5,553)</u>
Federal aid				
01 00 4035 COPS Grant	41,834	41,834	36,000	(5,834)
01 00 4075 Federal Jobs Allocation	3,538	3,538	-	(3,538)
01 00 4452 EMA Grant	5,000	5,000	-	(5,000)
Total Federal Aid	<u>50,372</u>	<u>50,372</u>	<u>36,000</u>	<u>(14,372)</u>
Senior Activities				
01 00 4076 Senior activities bingo	8,000	8,000	5,341	(2,659)
01 00 4078 Senior activities dues	1,500	1,500	2,674	1,174
01 00 4079 Senior activities program fees	3,500	3,500	4,575	1,075
Total Senior Activities	<u>13,000</u>	<u>13,000</u>	<u>12,590</u>	<u>(410)</u>
Transfers and Use of Committed Fund Balance				
01 00 4056 Transfer Recreation Impact fees	12,000	12,000	12,000	-
01 00 4058 Transfer from water fund debt	35,698	35,698	35,698	-
01 00 4074 Appropriated Reserve	42,500	63,788	63,788	-
Total Transfers and Use of Committed Fund Balance	<u>90,198</u>	<u>111,486</u>	<u>111,486</u>	<u>-</u>
 Total Revenues	 <u>\$ 23,459,111</u>	 <u>\$ 23,480,399</u>	 <u>\$ 23,552,245</u>	 <u>\$ 71,846</u>

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual Amounts (Budgetary Basis)</i>	<i>Variance With Final Budget Positive (Negative)</i>
Expenditures				
Town Council				
01 10 5000 Council president	1,500	1,500	1,500	-
01 10 5001 Council members stipend	5,000	5,000	5,000	-
01 10 5100 FICA	497	497	497	-
01 10 5130 Retirement - ER 1452 Town	143	143	130	13
Total Town Council	<u>7,140</u>	<u>7,140</u>	<u>7,127</u>	<u>13</u>
Building / Planning / Zoning				
01 11 5000 Building Inspector Gengarella	32,858	33,187	33,318	(131)
01 11 5009 FT Administrative Clerk Diaz	32,320	33,936	34,072	(136)
01 11 5020 Town Planner Stetson	51,222	52,759	52,968	(209)
01 11 5040 Fleet Insp Vinnari	13,241	13,373	13,426	(53)
01 11 5041 Fleet Insp Walsh	13,241	13,373	13,426	(53)
01 11 5045 Zoning official - Brown	12,919	13,307	12,595	712
01 11 5100 FICA	11,919	12,236	12,197	39
01 11 5102 Health insurance	21,267	21,267	22,719	(1,452)
01 11 5130 Retirement - ER 1452 Town	13,281	13,669	13,781	(112)
01 11 5205 Planning, misc. supplies	700	835	870	(35)
01 11 5207 Bldg., misc. supplies / permit forms	250	315	315	-
01 11 5220 Stenographer fees	3,000	3,000	3,000	-
01 11 5226 Advertising	1,500	1,500	856	644
01 11 5229 Professional services	1,000	698	-	698
01 11 5252 Planning, education / training / seminars	150	206	215	(9)
01 11 5262 Planning, dues	710	710	370	340
01 11 5263 Bldg., dues	35	35	40	(5)
01 11 5265 Zoning, travel	750	750	699	51
01 11 5266 Planning, travel	250	296	354	(58)
01 11 5267 Bldg. travel	1,100	1,100	988	112
01 11 5526 Washington County Regional	3,000	3,000	3,000	-
01 11 5609 BPZ comp plan update reserve	3,000	3,000	3,000	-
Total Building / Planning / Zoning	<u>217,713</u>	<u>222,552</u>	<u>222,209</u>	<u>343</u>
Town Clerk's Department				
01 12 5003 Town clerk - Nelson	51,184	53,743	53,958	(215)
01 12 5018 Deputy clerk - Rapose	30,690	30,690	30,798	(108)
01 12 5019 Canvassing clerk - Lambert	-	-	2,644	(2,644)
01 12 5016 P/T clerk - Chipman	7,881	8,039	3,826	4,213
01 12 5017 Assistant clerk - Glauszka	21,344	22,411	22,501	(90)
01 12 5073 Meeting fill-in	175	175	-	175
01 12 5100 FICA	8,499	8,789	8,821	(32)
01 12 5102 Health insurance	37,063	37,063	30,926	6,137
01 12 5130 Retirement - ER 1452 Town	11,777	12,181	12,281	(100)
01 12 5225 Microfilming & indexing	500	500	746	(246)
01 12 5250 Education / training / seminars	2,080	2,080	1,352	728
01 12 5256 Books/Manuals/Subscriptions	-	-	108	(108)
01 12 5264 Travel	225	225	254	(29)
01 12 5373 Highway maps	4,382	4,382	2,457	1,925
Total Town Clerk's Department	<u>175,800</u>	<u>180,278</u>	<u>170,672</u>	<u>9,606</u>

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual Amounts (Budgetary Basis)</i>	<i>Variance With Final Budget Positive (Negative)</i>
Information Technology				
01 13 5250 Operations improvement	4,000	4,000	-	4,000
01 13 5334 Internet email & web site services	4,840	4,840	4,832	8
01 13 5378 Equipment repairs / maintenance & parts	4,000	4,000	3,950	50
01 13 5380 Software license purchase / upgrade	2,250	2,250	750	1,500
01 13 5384 Software support & maintenance	39,300	39,300	34,683	4,617
01 13 5385 COTT land evidence support & maint	19,500	19,500	17,725	1,775
01 13 5386 IT support	25,200	25,200	22,607	2,593
01 13 5481 Hardware support - fingerprinting	6,500	6,500	3,108	3,392
01 13 5484 Software support - police	10,600	10,600	10,596	4
01 13 5486 GIS support services	28,000	28,000	13,666	14,334
Total Information Technology	144,190	144,190	111,917	32,273
Legal Services				
01 14 5400 Legal - Labor lawyer	5,000	5,000	-	5,000
01 14 5410 Legal - Town Council	35,000	35,000	34,398	602
01 14 5415 Legal - Litigation	12,000	12,000	26,927	(14,927)
01 14 5420 Legal - Criminal prosecution	28,000	28,000	28,400	(400)
01 14 5440 Legal - Planning & zoning	24,000	24,000	24,270	(270)
01 14 5750 Legal services contingency	5,000	5,000	-	5,000
Total Legal Services	109,000	109,000	113,995	(4,995)
Finance Department				
01 15 5002 Assistant Finance Director - Christensen	29,666	29,666	29,277	389
01 15 5020 Finance Director - Krugman	46,386	46,386	46,548	(162)
01 15 5100 FICA	5,818	5,818	6,141	(323)
01 15 5102 Health insurance	4,452	4,452	4,452	-
01 15 5130 Retirement - ER 1452 Town	8,678	8,678	8,682	(4)
01 15 5200 Office Supplies	1,400	1,400	1,084	316
01 15 5250 Education / training / seminars	600	600	445	155
01 15 2560 Dues	280	280	170	110
01 15 5264 Travel	400	400	497	(97)
01 15 5390 Data processing - payroll	13,500	13,500	12,281	1,219
Total Finance Department	111,180	111,180	109,577	1,603
Tax Assessor's Department				
01 16 5000 Tax Assessor Fournier	40,686	41,093	41,255	(162)
01 16 5017 Tax Assessor Clerk Brennan	19,721	19,907	18,936	971
01 16 5100 FICA	4,621	4,666	4,368	298
01 16 5102 Health insurance	26,630	26,630	27,234	(604)
01 16 5130 Retirement - ER 1452 Town	6,892	6,958	6,892	66
01 16 5202 Postage	4,060	4,060	3,956	104
01 16 5250 Education / training / seminars	100	100	-	100
01 16 5256 Books / manuals / subscriptions	339	339	-	339
01 16 5260 Dues	200	200	225	(25)
01 16 5264 Travel	1,000	1,000	25	975
01 16 5321 RI vehicle value commission	150	150	107	43
01 16 5328 Tax bills	5,775	5,775	5,261	514
Total Tax Assessor's Department	110,174	110,878	108,259	2,619

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual Amounts (Budgetary Basis)</i>	<i>Variance With Final Budget Positive (Negative)</i>
<i>Tax Collector's Department</i>				
01 17 5004 Tax Collector Alves	26,672	28,006	28,912	(906)
01 17 5007 P/T clerk Vona	11,493	11,888	10,781	1,107
01 17 5100 FICA	2,920	3,052	2,802	250
01 17 5102 Health insurance	2,236	17,471	15,301	2,170
01 17 5130 Retirement - ER 1452 Town	3,043	3,236	3,310	(74)
01 17 5200 Office supplies	400	400	286	114
01 17 5229 Professional Services	40	40	1,751	(1,711)
01 17 5250 Education / training / seminars	150	150	150	-
01 17 5260 Dues	60	60	60	-
01 17 5264 Travel	75	75	40	35
<i>Total Tax Collector's Department</i>	47,089	64,378	63,393	985
<i>Town Hall / General Government</i>				
01 18 5200 Office supplies	4,000	4,000	2,978	1,022
01 18 5202 Postage	7,500	7,500	8,306	(806)
01 18 5215 Telephone	11,000	11,000	11,466	(466)
01 18 5217 Electricity	7,500	7,500	7,335	165
01 18 5226 Advertising	7,500	7,500	6,778	722
01 18 5229 Professional services	2,200	2,200	2,992	(792)
01 18 5231 Office equip repair	200	200	110	90
01 18 5260 Dues RILC&T	3,000	3,000	2,875	125
01 18 5280 Grounds maintenance	2,500	2,500	1,768	732
01 18 5282 Pest control	495	495	990	(495)
01 18 5286 Heating / fuel oil	10,000	10,000	8,671	1,329
01 18 5289 Security system maintenance	2,800	2,800	3,689	(889)
01 18 5290 Elevator inspection & maintenance	3,000	3,000	2,040	960
01 18 5330 Radon testing	190	190	195	(5)
01 18 5331 Well water testing	1,100	1,100	-	1,100
01 18 5371 Fee for shredding	800	800	1,941	(1,141)
01 18 5399 Miscellaneous expense	2,000	2,000	2,037	(37)
<i>Total Town Hall / General Government</i>	65,785	65,785	64,171	1,614
<i>Public Works/Transfer Station</i>				
01 23 5217 Electricity	11,100	11,100	13,045	(1,945)
02 23 5275 Propane	10,000	10,000	2,409	7,591
01 23 5289 Security system maintenance	1,359	1,359	1,109	250
01 23 5335 Bottled water	600	600	171	429
<i>Total Public Works/Transfer Station</i>	23,059	23,059	16,734	6,325
<i>Elder Affairs Commission</i>				
01 29 5250 Education / training / seminars	100	100	(66)	166
01 29 5370 Operating supplies	150	150	-	150
01 29 5520 Senior citizens meals	350	350	240	110
<i>Total Elder Affairs Commission</i>	600	600	174	426

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
Town Sergeant				
01 31 5001 Town Sergeant	500	500	500	-
Total Town Sergeant	<u>500</u>	<u>500</u>	<u>500</u>	<u>-</u>
Contingency				
01 36 5750 Contingency - Emergencies	20,000	10,000	-	10,000
01 36 5752 Contingency - Town council	35,000	720	-	720
01 36 5755 Contingency - Healthcare	17,300	2,065	-	2,065
Total Contingency	<u>72,300</u>	<u>12,785</u>	<u>-</u>	<u>12,785</u>
Probate Court				
01 38 5001 Probate earnings	3,780	3,780	4,050	(270)
01 38 5100 FICA	289	289	7	282
01 38 5229 Probate judge	3,600	3,600	3,300	300
Total Probate Court	<u>7,669</u>	<u>7,669</u>	<u>7,357</u>	<u>312</u>
Town Administration				
01 44 5001 Town administrator	65,000	61,813	40,928	20,885
01 44 5002 Town Administrator - Pinch	-	-	14,355	(14,355)
01 44 5014 Acting administrator	-	-	5,000	(5,000)
01 44 5100 FICA	4,973	4,973	4,598	375
01 44 5102 Health insurance	6,304	6,304	5,977	327
01 44 5130 Retirement - ER 1452 Town	7,417	7,417	6,199	1,218
01 44 5250 Town admin - education	-	200	25	175
Total Town Administration	<u>83,694</u>	<u>80,707</u>	<u>77,082</u>	<u>3,625</u>
Land Trust				
01 46 5264 Travel	300	300	45	255
01 46 5336 Contract services	3,000	3,000	2,525	475
01 46 5337 Stewardship	1,500	1,500	129	1,371
01 46 5370 Operating supplies	600	600	-	600
Total Land Trust	<u>5,400</u>	<u>5,400</u>	<u>2,699</u>	<u>2,701</u>
Conservation Commission				
01 47 5205 Office supplies	100	100	19	81
01 47 5250 Education / training / seminars	120	120	90	30
01 47 5260 Dues	100	100	-	100
01 47 5267 Travel	50	50	-	50
01 47 5370 Operating supplies	13,000	13,000	12,520	480
Total Conservation Commission	<u>13,370</u>	<u>13,370</u>	<u>12,629</u>	<u>741</u>
Other Expenses				
01 49 5150 Worker's compensation	45,000	58,320	58,320	-
01 49 5219 Street lighting	17,500	17,500	19,395	(1,895)
01 49 5354 Insurance	90,000	93,575	93,573	2
01 49 5356 Annual audit fee	22,400	22,400	24,284	(1,884)
Total Other Expenditures	<u>174,900</u>	<u>191,795</u>	<u>195,572</u>	<u>(3,777)</u>
Economic Development				
01 28 5250 Workshops	500	500	-	500
01 28 5260 Dues	250	250	-	250
01 28 5351 Printing	250	250	-	250
Total Economic Development	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
Building Maintenance Department				
01 24 5044 Janitor Pierce	32,593	32,593	31,263	1,330
01 24 5100 FICA	2,493	2,493	2,155	338
01 24 5102 Health insurance	17,472	17,472	17,460	12
01 24 5130 Retirement - ER 1452 Town	3,719	3,719	3,580	139
01 24 5201 Custodial / supplies	3,000	3,000	1,898	1,102
01 24 5264 Travel	600	600	561	39
01 24 5285 Building maintenance	5,000	5,000	6,978	(1,978)
Total Building Maintenance Department	<u>64,877</u>	<u>64,877</u>	<u>63,895</u>	<u>982</u>
Total General Government	<u>1,435,440</u>	<u>1,417,143</u>	<u>1,347,962</u>	<u>69,181</u>
Police Department				
01 20 5001 Chief Johnson	80,000	80,000	80,312	(312)
01 20 5004 F/T clerk Bowen	33,402	34,070	34,213	(143)
01 20 5006 Patrolman Zoglio	56,227	56,227	56,640	(413)
01 20 5008 Lieutenant Arnold	72,861	72,861	73,224	(363)
01 20 5020 Patrolman Kelley	56,506	56,506	56,348	158
01 20 5021 Patrolman Briody	56,302	56,302	56,360	(58)
01 20 5023 Patrolman Randall	56,485	843	843	-
01 20 5024 Detective Bishop	58,687	58,687	58,926	(239)
01 20 5025 Patrolman Vaughn	56,501	56,501	57,540	(1,039)
01 20 5026 Sergeant Lawing	65,578	65,578	65,719	(141)
01 20 5027 Patrolman Andrukiewicz	57,270	57,270	56,725	545
01 20 5028 Patrolman Vachon	59,007	59,007	58,764	243
01 20 5029 Corporal Litterio	61,573	61,573	60,535	1,038
01 20 5030 Dispatcher - Sheldon	28,928	30,085	29,854	231
01 20 5031 Officer O'Connor	41,834	41,834	41,234	600
01 20 5032 Dispatcher - Lawing	-	1,821	74	1,747
01 20 5033 Officer Donohue	41,834	41,834	39,829	2,005
01 20 5034 Dispatcher - Jillett	22,772	22,772	24,239	(1,467)
01 20 5035 Dispatcher - Lassell	22,772	22,772	14,847	7,925
01 20 5036 Officer - Jacome	41,934	41,934	39,897	2,037
01 20 5040 All part time dispatch	21,000	21,000	37,925	(16,925)
01 20 5061 OT Vacation fill in	40,000	40,000	58,826	(18,826)
01 20 5062 OT training / dispatch/ Court	70,000	70,000	69,327	673
01 20 5063 Sick fill in OT	28,000	28,000	25,315	2,685
01 20 5070 Holiday pay police dept	41,000	41,000	41,999	(999)
01 20 5074 Shift differential	1,750	1,750	-	1,750
01 20 5100 FICA	86,467	86,746	88,955	(2,209)
01 20 5102 Health insurance	263,928	263,928	230,545	33,383
01 20 5130 Retirement - ER 1452 Town	21,436	21,842	20,805	1,037
01 20 5131 Retirement - ER 1454 Police	90,287	90,287	88,251	2,036
01 20 5200 Office supplies	7,000	7,000	5,759	1,241
01 20 5202 Postage	450	450	441	9
01 20 5215 Telephone	10,000	10,000	9,956	44
01 20 5250 Education / training / seminars	15,000	15,000	15,379	(379)
01 20 5260 Dues	700	700	340	360

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
Police Department (Continued)				
01 20 5264 Travel	700	700	1,122	(422)
01 20 5300 Fuel / state fleet ops	55,000	55,000	53,094	1,906
01 20 5310 Emergency purchase	-	-	145	(145)
01 20 5323 Vehicle repairs / maintenance & parts	30,000	30,000	28,661	1,339
01 20 5324 Uniforms	12,000	12,000	15,218	(3,218)
01 20 5353 Body armor PD	1,500	1,500	685	815
01 20 5355 Fingerprinting	3,500	3,500	4,020	(520)
01 20 5369 Small equipment purchases	10,000	10,000	7,197	2,803
01 20 5378 Equipment repairs/maintenance & parts	-	-	400	(400)
01 20 5379 Emergency repairs	2,500	2,500	-	2,500
01 20 5399 Miscellaneous expense	300	300	538	(238)
01 20 5400 Labor lawyer contingency	-	-	4,725	(4,725)
01 20 5730 Unemployment contingency	-	-	2,760	(2,760)
Total Police Department	<u>1,741,057</u>	<u>1,731,680</u>	<u>1,718,511</u>	<u>13,169</u>
Animal Control				
01 21 5020 Animal Control Fisher	36,999	37,739	38,425	(686)
01 21 5040 All part time animal control	5,000	5,000	3,634	1,366
01 21 5060 OT animal control	1,400	1,400	1,300	100
01 21 5070 Holiday pay animal control	900	900	631	269
01 21 5100 FICA	3,389	3,446	3,148	298
01 21 5102 Health insurance	13,131	13,131	9,779	3,352
01 21 5130 Retirement - ER 1452 Town personnel	4,222	4,304	4,339	(35)
01 21 5203 Animal control misc. supplies	2,760	2,760	3,490	(730)
01 21 5215 Telephone	550	550	430	120
01 21 5250 Education / training / seminars	200	200	-	200
01 21 5260 Dues	65	65	60	5
01 21 5300 Fuel / state fleet ops	2,500	2,500	1,301	1,199
01 21 5323 Vehicle repairs / maintenance & parts	1,000	1,000	489	511
01 21 5325 Clothing allowance	1,000	1,000	943	57
01 21 5340 Veterinarian	4,000	4,000	2,525	1,475
01 21 5341 Dog tags and licenses	350	350	277	73
01 21 5342 Impoundment / turnover fees	2,500	2,500	1,408	1,092
01 21 5380 Computer upgrades / software	200	200	-	200
Total Animal Control	<u>80,166</u>	<u>81,045</u>	<u>72,179</u>	<u>8,866</u>
Emergency Management				
01 35 5001 EMA director stipend	10,000	10,000	10,039	(39)
01 35 5002 Deputy Stipends (2)	2,000	2,000	2,036	(36)
01 35 5100 FICA	918	918	860	58
01 35 5200 Office supplies	200	200	-	200
01 35 5205 Miscellaneous supplies	-	-	18	(18)
01 35 5215 Telephone & internet	4,800	4,800	3,213	1,587
01 35 5250 Education/training/seminars	-	-	370	(370)
01 35 5310 EMA emergency expenses	200	200	120	80
01 35 5369 Communication equipment purchases	1,000	1,000	1,167	(167)
01 35 5378 Equipment repairs/maintenance & parts	-	-	1,175	(1,175)
01 35 5471 Shelter	-	-	30	(30)
01 35 5472 Shelter Supplies	200	200	101	99
Total Emergency Management	<u>19,318</u>	<u>19,318</u>	<u>19,129</u>	<u>189</u>
Total Public Safety	<u>1,840,541</u>	<u>1,832,043</u>	<u>1,809,819</u>	<u>22,224</u>

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual Amounts (Budgetary Basis)</i>	<i>Variance With Final Budget Positive (Negative)</i>
Public Works Department				
01 19 5000 Director - Barber	59,505	62,480	62,733	(253)
01 19 5021 FT employee Smith	51,900	53,976	54,211	(235)
01 19 5023 FT employee Hill	46,274	46,274	46,526	(252)
01 19 5024 FT employee Robar	34,396	36,804	36,970	(166)
01 19 5025 Truck driver / labor - Gardiner	30,525	31,441	31,576	(135)
01 19 5027 Truck driver / labor - Caswell	29,430	32,341	32,810	(469)
01 19 5028 Full time employee - Dimon	28,396	28,396	23,775	4,621
01 18 5029 Truck drive/labor - Kettle	-	-	3,016	(3,016)
01 19 5060 OT Public works	40,000	48,800	48,885	(85)
01 19 5068 Temp employee snow removal	3,000	6,854	6,849	5
01 19 5100 FICA	24,742	25,606	25,709	(103)
01 19 5102 Health insurance	77,452	77,452	74,497	2,955
01 19 5130 Retirement - ER 1452 Town	36,657	37,913	33,169	4,744
01 19 5200 Office supplies	500	500	562	(62)
01 19 5215 Telephone	4,200	4,200	6,416	(2,216)
01 19 5285 Building maintenance	500	500	11,899	(11,399)
01 19 5300 Fuel / state fleet ops	2,600	2,600	2,415	185
01 19 5310 Emergency purchase - supplies & services	-	-	12,762	(12,762)
01 19 5325 Clothing allowance	7,500	7,500	7,213	287
01 19 5360 Street maintenance - snow removal	35,000	121,329	121,292	37
01 19 5361 Street maintenance - gravel	5,000	5,000	2,846	2,154
01 19 5362 Street maintenance - drainage	3,000	3,000	14,323	(11,323)
01 19 5363 Street maintenance - asphalt	18,000	18,000	19,596	(1,596)
01 19 5364 Street maintenance - signs & posts	3,200	3,200	3,889	(689)
01 19 5365 Street Maint - Stone Seal	75,000	11,900	-	11,900
01 19 5366 Street maintenance - snow contingency	30,000	-	-	-
01 19 5367 Equipment rental	10,000	10,000	3,660	6,340
01 19 5368 Engineering	2,000	2,000	-	2,000
01 19 5370 Operating supplies	4,000	4,000	3,069	931
01 19 5372 Fuel oils & lubricants	38,000	28,000	33,551	(5,551)
01 19 5378 Equipment repairs / maintenance & parts	75,000	113,794	118,641	(4,847)
01 19 5399 Misc. expenses	500	500	441	59
Total Public Works Department	776,277	824,360	843,301	(18,941)
Total Public Works Department	776,277	824,360	843,301	(18,941)
Recreation				
01 22 5040 PT recreation director	9,280	9,280	9,800	(520)
01 22 2047 PT recreation program	16,000	16,000	16,950	(950)
01 22 5100 FICA	1,934	1,934	1,980	(46)
01 22 5204 Recreation / supplies	500	500	280	220
01 22 5260 Dues	100	100	-	100
01 22 5391 Recreation program expenses	3,000	3,000	1,366	1,634
01 22 5394 Recreation other events	1,500	1,500	738	762
01 22 5395 Porta jon rental	200	200	800	(600)
Total Recreation	32,514	32,514	31,914	600

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual Amounts (Budgetary Basis)</i>	<i>Variance With Final Budget Positive (Negative)</i>
Police / Community Center Utilities				
01 30 5217 Electricity	12,000	12,000	12,449	(449)
01 30 5275 Propane	3,500	3,500	3,464	36
01 30 5282 Pest control	675	675	1,090	(415)
01 30 5285 Building maintenance	3,000	3,000	5,835	(2,835)
01 30 5289 Security system maintenance	500	500	400	100
01 30 5290 Elevator inspection maintenance	2,600	2,600	1,480	1,120
01 30 5330 Radon Testing	190	190	155	35
Total Police / Community Center Utilities	22,465	22,465	24,873	(2,408)
Total Recreation	54,979	54,979	56,787	(1,808)
Educational Expenditures				
01 40 5800 Chariho Regional School Budget	18,142,811	18,142,811	18,142,811	-
01 40 5801 Chariho Regional School Debt Service	187,138	187,138	187,138	-
Total Educational Expenditures	18,329,949	18,329,949	18,329,949	-
Total Educational Expenditures	18,329,949	18,329,949	18,329,949	-
Transfers / Recycling / Landfill				
01 32 5001 Transfer station F/T	33,635	33,635	32,948	687
01 32 5100 FICA	2,573	2,573	2,262	311
01 32 5102 Health insurance	12,935	12,935	12,121	814
01 32 5130 Retirement - ER 1452	3,838	3,838	3,530	308
01 32 5215 Telephone	350	350	356	(6)
01 32 5319 Tipping fees	38,000	38,000	35,510	2,490
01 32 5331 Well water testing	15,000	15,000	18,775	(3,775)
01 32 5371 Fee for hauling refuse	48,000	48,000	51,913	(3,913)
01 32 5376 License fees to State of RI	3,000	3,000	3,000	-
01 32 5378 Equipment maintenance	3,500	3,500	482	3,018
Total Transfers / Recycling / Landfill	160,831	160,831	160,897	(66)
Total Transfers / Recycling / Landfill	160,831	160,831	160,897	(66)
Community Services Support				
01 25 5500 Hope Valley Ambulance	50,000	50,000	50,000	-
01 25 5501 Clark Memorial Library	94,827	94,827	94,827	-
01 25 5509 American Legion - Downy Weaver	500	500	500	-
01 25 5510 Richmond Historical Society	400	400	400	-
01 25 5513 Chariho Cowboys	400	400	400	-
01 25 5515 Southern RI Volunteers	500	500	500	-
01 25 5516 WARM Shelter	350	350	350	-
01 25 5521 Wood River Health Service	1,000	1,000	1,000	-
01 25 5523 RI Center Assisting Those in Need	500	500	500	-
01 25 5525 Washington County Community Dev. Corp.	400	400	400	-
01 25 5526 Southern RI Conservation District (SRICD)	400	400	400	-
Total Community Services Support	149,277	149,277	149,277	-

(Continued)

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Budgetary Basis (Continued)
For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
Senior Activities				
01 26 5205 Office supplies	500	500	607	(107)
01 26 5215 Phone / internet	1,800	1,800	1,565	235
01 26 5391 Community center program expenses	9,000	9,000	4,458	4,542
Total Senior Activities	<u>11,300</u>	<u>11,300</u>	<u>6,630</u>	<u>4,670</u>
Total Community Service	<u>160,577</u>	<u>160,577</u>	<u>155,907</u>	<u>4,670</u>
Canvassing Authority				
01 33 5001 Board / commission / stipend	2,000	2,000	2,000	-
01 33 5003 Election officials	5,925	5,925	3,181	2,744
01 33 5100 FICA	153	153	163	(10)
01 33 5200 Office supplies	1,250	1,250	453	797
01 33 5264 Travel	-	-	78	(78)
01 33 5399 Miscellaneous	600	600	360	240
Total canvassing authority	<u>9,928</u>	<u>9,928</u>	<u>6,235</u>	<u>3,693</u>
Debt Service				
01 39 5771 Pelican lease principal matures 2016	32,678	32,678	32,678	-
01 39 5772 Pelican lease interest matures 2016	3,964	3,964	3,964	-
01 39 5773 Water main prin matures 2052	11,615	11,615	11,615	-
01 39 5774 Water main interest matures 2052	24,083	24,083	24,083	-
01 39 5782 Debt service payment agent fee	2,600	2,600	2,500	100
01 39 5785 GOB SER 2007 principal matures 2018	145,000	145,000	145,000	-
01 39 5786 GOB SER 2007 interest matures 2018	20,663	20,663	20,663	-
01 39 5787 GOB SER 2010 principal matures 2021	75,000	75,000	75,000	-
01 39 5788 GOB SER 2010 interest matures 2021	28,156	28,156	28,156	-
01 39 5790 GOB SER 2014 interest matures 2024	36,150	36,150	28,389	7,761
Total Debt Service	<u>379,909</u>	<u>379,909</u>	<u>372,048</u>	<u>7,861</u>
Reval Restricted Account				
01 41 5775 Restricted revaluation account	29,000	29,000	29,000	-
Total Reval Restricted Account	<u>29,000</u>	<u>29,000</u>	<u>29,000</u>	<u>-</u>
Transfers				
01 49 5358 Transfer to capital fund	281,680	281,680	281,680	-
Total Expenditures	<u>\$ 23,459,111</u>	<u>\$ 23,480,399</u>	<u>\$ 23,393,585</u>	<u>\$ 86,814</u>

The accompanying notes to the required supplementary information are an integral part of this schedule.

TOWN OF RICHMOND, RHODE ISLAND
Notes to Required Supplementary Information
June 30, 2015

NOTE 1 – PENSION PLANS

The actuarial methods and assumptions used to calculate the total pension liability are described in Note 15 to the financial statements.

There were no benefit changes during the year.

The net pension liability amounts presented for each fiscal year were determined as of the June 30 measurement date prior to the fiscal year-end.

The schedules are intended to present ten years of data. Additional years of data will be presented as they become available.

Actuarially Determined Contributions:

Actuarially determined contribution rates are calculated as of June 30 of each plan year and effective 2 years after the actuarial valuation. The following actuarial methods and assumptions were used to determine contribution amounts reported in that schedule:

- Actuarial cost method – Entry Age Normal
- Amortization method - Level percentage of payroll, closed
- Remaining amortization period - 23 years
- Asset valuation method – 5-year smoothed market
- Inflation – 2.75%
- Investment return - 7.50%
- Salary increases – 4% to 8% for general employees; 4.25% to 14.25% for police officers.
- Retirement age – Experienced-based table of rates that are specific to the type of eligibility condition.
- Mortality – Males, General and Police Officers – 115% of RP-2000 Combined Healthy for Males with White Collar adjustments, projected with Scale AA from 2000.
- Mortality – Females, General and Police Officers – 95% of RP-2000 Combined Healthy for Females with White Collar adjustments, projected with Scale AA from 2000.

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

TOWN OF RICHMOND, RHODE ISLAND
Notes to Required Supplementary Information
June 30, 2015

NOTE 2 - BUDGETARY DATA AND BUDGETARY COMPLIANCE

In accordance with the Richmond Home Rule Charter, the Town has formally established budgetary accounting control for its General Fund. The Town Council presents an annual budget for the General Fund to the citizens of Richmond for adoption at the annual Financial Town meeting based on the recommendation of the Finance Board. The annual operating budget's appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the reappropriation of accumulated surpluses to the extent necessary. The General Fund operating budget is in conformance with the legally enacted budgetary basis, which is not in conformance with generally accepted accounting principles. The accompanying budgetary comparison schedule is reflected on the budgetary basis. The difference between the budgetary basis and generally accepted accounting principles is explained below.

Appropriations in addition to those contained in the annual operating budget require approval by the taxpayers at a Financial Town Meeting. The Town Council, with some restrictions, can transfer budgeted amounts within and among departments and to authorize emergency expenditures. Management cannot make budget transfers without prior Town Council approval.

Explanation of Differences between Budgetary Revenues and Other Financing Sources and Expenditures and Other Financing Uses and GAAP Revenues and Other Financing Sources and Expenditures and Other Financing Uses

<u>Revenues and Other Financing Sources</u>	<u>General Fund</u>
Actual amounts (budgetary basis)	\$23,552,245
Differences – budget to GAAP:	
Budgeted use of committed fund is included for budgetary purposes but not included for financial reporting purposes.	(63,788)
Budgeted transfer from the Enterprise Fund is included for budgetary purposes, but not included for financial reporting purposes.	<u>(35,698)</u>
<i>Total revenues and other financing sources as reported in the statement of revenues, expenditures and changes in fund balances – governmental funds</i>	<u>\$23,452,759</u>

TOWN OF RICHMOND, RHODE ISLAND
Notes to Required Supplementary Information
June 30, 2015

<u>Expenditures and Other Financing Uses</u>	<u>General Fund</u>
Actual amounts (budgetary basis)	\$23,393,585
Differences – budget to GAAP:	
Budgeted payment of debt service for the Enterprise Fund is included for budgetary purposes, but is not included for financial reporting purposes.	(35,698)
Budgeted transfers to Revaluation Restricted and Comprehensive Plan accounts are included for budgetary purposes, but are not included for financial reporting purposes.	(32,000)
Unbudgeted expenditures not included for budgetary purposes, but are included for financial reporting purposes.	<u>5,595</u>
<i>Total expenditures and other financing uses as reported in the statement of revenues, expenditures and changes in fund balances – governmental funds</i>	<u>\$23,331,482</u>

OTHER SUPPLEMENTARY INFORMATION

**The information
provided herein contains
schedules which the Town deems
necessary to provide additional disclosures.**

THIS SECTION CONTAINS THE FOLLOWING:

Combining Fund Financial Statements for Nonmajor Governmental Funds

Combining Fund Financial Statements for Private Purpose Trust Funds

Combining Statement of Assets and Liabilities for Agency Funds

Other Supplementary Information

**COMBINING FUND FINANCIAL STATEMENTS -
NONMAJOR GOVERNMENTAL FUNDS**

**THE FOLLOWING FUNDS OF THE TOWN
ARE REPORTED IN THIS SECTION:**

**Special Revenue Funds
are used to account for
resources allocated to specific
purposes. A Special Revenue fund
continues in existence as long as governmental
resources are allocated to its specific purposes.**

Historical Records Trust – was established to account for monies set aside for the maintenance of historical records.

Highway Safety – was established to account for grant funds for highway safety programs.

Legislative Grant – was established to account for Legislative Grant receipts and disbursements.

Land Trust Grant – was established to account for Land Trust Grant receipts and disbursements.

Land Trust – was established to account for donations from citizens to be used for the Land Trust.

DEM Trails Grant – was established to account for a DEM recreation grant.

Planning Board – was established to account for Planning Board reviews and inspections receipts and disbursements.

Emergency Management Grant – was established to account for Emergency Management Grant receipts and disbursements.

Community Development Block Grant – was established to account for the Community Development Block Grant receipts and disbursements.

Community Development Program Income – was established to account for the Community Development Block Program receipts and disbursements.

Bryne Grant – was established to account for grants from the US Department of Justice.

Housing Preservation Grants' – was established to account for the Housing Preservation Grant receipts and disbursements.

Impact Fees Education – was established to account for fees set aside for educational purposes.

Impact Fees Recreation – was established to account for fees set aside for recreational purposes.

Healthcare Meds Grant – was established to account for to account for Medical Emergency Distribution System Grant receipts and disbursements.

Active Shooter Grant – was established to account for a grant from the State Homeland Security Program.

Dog Park Donations – was established to account for donations for the dog park.

Spay/Neuter Fund- was established per State law to account for a portion of Animal control fees to be used for expenditures as outlined in the State law.

ACO Adoptions – was established to account for donations received for animal adoptions.

Animal Control Stray & Homeless – was established to account for fees collected by Animal Control for expenditures incurred for stray and homeless animals.

Senior Activities Grant – was established to account for Senior Activity programs and grants.

**The Capital Projects Funds
account for all resources used for the acquisition
and/or construction of capital items by the Town
except those financed by the Proprietary Fund Types or Trust Funds.**

Open Space Recreation Capital Project – was established to account for Open Space Grant receipts and disbursements

TOWN OF RICHMOND, RHODE ISLAND
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	<i>Special Revenue Funds</i>	<i>Open Space Recreation Capital Project Fund</i>	<i>Total Nonmajor Governmental Funds</i>
ASSETS			
Due from federal and state governments	\$ 48,325	\$ -	\$ 48,325
Due from other funds	365,681	454,169	819,850
Total assets	\$ 414,006	\$ 454,169	\$ 868,175
 LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 6,763	\$ -	\$ 6,763
Due to other funds	50,394	-	50,394
Total liabilities	57,157	-	57,157
 Fund balances			
Restricted for:			
Historical records preservation	12,527	-	12,527
Senior activities	24,978	-	24,978
Land trust	65,913	-	65,913
Public safety programs	12,367	-	12,367
Community service programs	4,703	-	4,703
Dog park	5,066	-	5,066
Committed for:			
Planning inspections	24,431	-	24,431
Public facilities and recreation	211,344	454,169	665,513
Public safety programs	6,045	-	6,045
Unassigned	(10,525)	-	(10,525)
Total fund balances	356,849	454,169	811,018
 Total liabilities and fund balances	 \$ 414,006	 \$ 454,169	 \$ 868,175

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

	<i>Special Revenue Funds</i>	<i>Open Space Recreation Capital Project Fund</i>	<i>Total Nonmajor Governmental Funds</i>
<i>Revenues</i>			
Intergovernmental revenue	\$ 339,909	\$ -	\$ 339,909
License, permits and fees	40,834	47,393	88,227
Other revenues	8,676	-	8,676
<i>Total revenues</i>	<u>389,419</u>	<u>47,393</u>	<u>436,812</u>
<i>Expenditures</i>			
Current:			
General government	23,990	-	23,990
Public safety	39,755	-	39,755
Community services	316,037	-	316,037
<i>Total expenditures</i>	<u>379,782</u>	<u>-</u>	<u>379,782</u>
<i>Excess of revenues over expenditures before other financing sources (uses)</i>	<u>9,637</u>	<u>47,393</u>	<u>57,030</u>
<i>Other financing sources (uses)</i>			
Transfers from other funds	12,000	-	12,000
Transfers to other funds	(12,000)	-	(12,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
 <i>Net change in fund balances</i>	 9,637	 47,393	 57,030
<i>Fund balances - beginning of year - restated</i>	<u>347,212</u>	<u>406,776</u>	<u>753,988</u>
<i>Fund balances - end of year</i>	<u>\$ 356,849</u>	<u>\$ 454,169</u>	<u>\$ 811,018</u>

TOWN OF RICHMOND, RHODE ISLAND
Combining Balance Sheet
Special Revenue Funds
June 30, 2015

	<i>Historical Records Trust</i>	<i>Highway Safety</i>	<i>Legislative Grant</i>	<i>Land Trust Grant</i>	<i>Land Trust</i>	<i>DEM Trails Grant</i>	<i>Planning Board</i>
ASSETS							
Due from federal and state governments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	12,527	-	423	528	65,385	9,003	24,431
Total assets	\$ 12,527	\$ -	\$ 423	\$ 528	\$ 65,385	\$ 9,003	\$ 24,431
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	10,525	-	-	-	-	-
Total liabilities	-	10,525	-	-	-	-	-
Fund balances							
Restricted for:							
Historical records preservation	12,527	-	-	-	-	-	-
Senior activities	-	-	423	-	-	-	-
Land trust	-	-	-	528	65,385	-	-
Public safety programs	-	-	-	-	-	-	-
Community service programs	-	-	-	-	-	-	-
Dog park	-	-	-	-	-	-	-
Committed for:							
Planning inspections	-	-	-	-	-	-	24,431
Public facilities and recreation	-	-	-	-	-	9,003	-
Public safety programs	-	-	-	-	-	-	-
Unassigned	-	(10,525)	-	-	-	-	-
Total fund balances	12,527	(10,525)	423	528	65,385	9,003	24,431
Total liabilities and fund balances	\$ 12,527	\$ -	\$ 423	\$ 528	\$ 65,385	\$ 9,003	\$ 24,431

(Continued)

TOWN OF RICHMOND, RHODE ISLAND
Combining Balance Sheet (Continued)
Special Revenue Funds
June 30, 2015

	<u>Emergency Management Grant</u>	<u>Community Development Block Grant</u>	<u>Bryne Grant</u>	<u>Housing Preservation Grants</u>	<u>Impact Fees Education</u>	<u>Impact Fees Recreation</u>
ASSETS						
Due from federal and state governments	\$ -	\$ 22,408	\$ 17,180	\$ 6,763	\$ -	\$ -
Due from other funds	6,734	-	-	-	180,641	21,700
Total assets	<u>\$ 6,734</u>	<u>\$ 22,408</u>	<u>\$ 17,180</u>	<u>\$ 6,763</u>	<u>\$ 180,641</u>	<u>\$ 21,700</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ 6,763	\$ -	\$ -
Due to other funds	-	20,715	17,180	-	-	-
Total liabilities	<u>-</u>	<u>20,715</u>	<u>17,180</u>	<u>6,763</u>	<u>-</u>	<u>-</u>
Fund balances						
Restricted for:						
Historical records preservation	-	-	-	-	-	-
Senior activities	-	-	-	-	-	-
Land trust	-	-	-	-	-	-
Public safety programs	6,734	-	-	-	-	-
Community service programs	-	1,693	-	-	-	-
Dog park	-	-	-	-	-	-
Committed						
Planning inspections	-	-	-	-	-	-
Public facilities and recreation	-	-	-	-	180,641	21,700
Public safety programs	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>6,734</u>	<u>1,693</u>	<u>-</u>	<u>-</u>	<u>180,641</u>	<u>21,700</u>
Total liabilities and fund balances	<u>\$ 6,734</u>	<u>\$ 22,408</u>	<u>\$ 17,180</u>	<u>\$ 6,763</u>	<u>\$ 180,641</u>	<u>\$ 21,700</u>

(Continued)

TOWN OF RICHMOND, RHODE ISLAND
Combining Balance Sheet (Continued)
Special Revenue Funds
 June 30, 2015

	<u>Healthcare MEDS Grant</u>	<u>Active Shooter SHSP</u>	<u>Dog Park Donations</u>	<u>Spay/Neuter Fund</u>	<u>ACO Adoptions</u>	<u>Animal Control Stray & Homeless</u>	<u>Senior Activities Grant</u>	<u>Total</u>
ASSETS								
Due from federal and state governments	\$ -	\$ 1,974	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48,325
Due from other funds	3,010	-	5,066	5,633	4,741	1,304	24,555	365,681
Total assets	<u>\$ 3,010</u>	<u>\$ 1,974</u>	<u>\$ 5,066</u>	<u>\$ 5,633</u>	<u>\$ 4,741</u>	<u>\$ 1,304</u>	<u>\$ 24,555</u>	<u>\$ 414,006</u>
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,763
Due to other funds	-	1,974	-	-	-	-	-	50,394
Total liabilities	<u>-</u>	<u>1,974</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,157</u>
Fund balances								
Restricted for:								
Historical records preservation	-	-	-	-	-	-	-	12,527
Senior activities	-	-	-	-	-	-	24,555	24,978
Land trust	-	-	-	-	-	-	-	65,913
Public safety programs	-	-	-	5,633	-	-	-	12,367
Community service programs	3,010	-	-	-	-	-	-	4,703
Dog park	-	-	5,066	-	-	-	-	5,066
Committed								
Planning inspections	-	-	-	-	-	-	-	24,431
Public facilities and recreation	-	-	-	-	-	-	-	211,344
Public safety programs	-	-	-	-	4,741	1,304	-	6,045
Unassigned	-	-	-	-	-	-	-	(10,525)
Total fund balances	<u>3,010</u>	<u>-</u>	<u>5,066</u>	<u>5,633</u>	<u>4,741</u>	<u>1,304</u>	<u>24,555</u>	<u>356,849</u>
Total liabilities and fund balances	<u>\$ 3,010</u>	<u>\$ 1,974</u>	<u>\$ 5,066</u>	<u>\$ 5,633</u>	<u>\$ 4,741</u>	<u>\$ 1,304</u>	<u>\$ 24,555</u>	<u>\$ 414,006</u>

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Special Revenue Funds
For the Fiscal Year Ended June 30, 2015

	<i>Historical Records Trust</i>	<i>Highway Safety</i>	<i>Legislative Grant</i>	<i>Land Trust Grant</i>	<i>Land Trust</i>	<i>DEM Trails Grant</i>	<i>Planning Board</i>
Revenues							
Intergovernmental revenue	\$ -	\$ 19,604	\$ 6,500	\$ -	\$ -	\$ -	\$ -
License, permits and fees	1,200	-	-	-	-	-	2,080
Other revenues	-	-	-	-	1,100	-	-
Total revenues	<u>1,200</u>	<u>19,604</u>	<u>6,500</u>	<u>-</u>	<u>1,100</u>	<u>-</u>	<u>2,080</u>
Expenditures							
Current:							
General government	580	-	-	-	16,478	2,997	3,935
Public safety	-	19,660	-	-	-	-	-
Community services	-	-	7,893	-	-	-	-
Total expenditures	<u>580</u>	<u>19,660</u>	<u>7,893</u>	<u>-</u>	<u>16,478</u>	<u>2,997</u>	<u>3,935</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>620</u>	<u>(56)</u>	<u>(1,393)</u>	<u>-</u>	<u>(15,378)</u>	<u>(2,997)</u>	<u>(1,855)</u>
Other financing sources (uses)							
Transfers from other funds	-	-	-	-	-	12,000	-
Transfers to other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,000</u>	<u>-</u>
Net change in fund balances	620	(56)	(1,393)	-	(15,378)	9,003	(1,855)
Fund balances - beginning of year -restated	<u>11,907</u>	<u>(10,469)</u>	<u>1,816</u>	<u>528</u>	<u>80,763</u>	<u>-</u>	<u>26,286</u>
Fund balances - end of year	<u>\$ 12,527</u>	<u>\$ (10,525)</u>	<u>\$ 423</u>	<u>\$ 528</u>	<u>\$ 65,385</u>	<u>\$ 9,003</u>	<u>\$ 24,431</u>

(Continued)

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Special Revenue Funds
For the Fiscal Year Ended June 30, 2015

	<i>Emergency Management Grant</i>	<i>Community Development Block Grant</i>	<i>Bryne Grant</i>	<i>Housing Preservation Grants</i>	<i>Impact Fees Education</i>	<i>Impact Fees Recreation</i>
Revenues						
Intergovernmental revenue	\$ -	\$ 165,876	\$ 17,180	\$ 128,775	\$ -	\$ -
License, permits and fees	-	-	-	-	26,400	8,600
Other revenues	-	-	-	-	-	-
Total revenues	<u>-</u>	<u>165,876</u>	<u>17,180</u>	<u>128,775</u>	<u>26,400</u>	<u>8,600</u>
Expenditures						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	17,180	-	-	-
Community services	-	172,158	-	129,687	-	-
Total expenditures	<u>-</u>	<u>172,158</u>	<u>17,180</u>	<u>129,687</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>-</u>	<u>(6,282)</u>	<u>-</u>	<u>(912)</u>	<u>26,400</u>	<u>8,600</u>
Other financing sources (uses)						
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	(12,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,000)</u>
Net change in fund balances	-	(6,282)	-	(912)	26,400	(3,400)
Fund balances - beginning of year -restated	<u>6,734</u>	<u>7,975</u>	<u>-</u>	<u>912</u>	<u>154,241</u>	<u>25,100</u>
Fund balances - end of year	<u>\$ 6,734</u>	<u>\$ 1,693</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 180,641</u>	<u>\$ 21,700</u>

(Continued)

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Special Revenue Funds
For the Fiscal Year Ended June 30, 2015

	<i>Healthcare MEDS Grant</i>	<i>Active Shooter SHSP</i>	<i>Dog Park Donations</i>	<i>Spay/Neuter Fund</i>	<i>ACO Adoptions</i>	<i>Animal Control Stray & Homeless</i>	<i>Senior Activities Grant</i>	<i>Total</i>
Revenues								
Intergovernmental revenue	\$ -	\$ 1,974	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 339,909
License, permits and fees	-	-	-	870	1,285	399	-	40,834
Other revenues	-	-	3,776	-	-	-	3,800	8,676
Total revenues	<u>-</u>	<u>1,974</u>	<u>3,776</u>	<u>870</u>	<u>1,285</u>	<u>399</u>	<u>3,800</u>	<u>389,419</u>
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	23,990
Public safety	-	1,974	-	-	685	256	-	39,755
Community services	2,330	-	1,932	-	-	-	2,037	316,037
Total expenditures	<u>2,330</u>	<u>1,974</u>	<u>1,932</u>	<u>-</u>	<u>685</u>	<u>256</u>	<u>2,037</u>	<u>379,782</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(2,330)</u>	<u>-</u>	<u>1,844</u>	<u>870</u>	<u>600</u>	<u>143</u>	<u>1,763</u>	<u>9,637</u>
Other financing sources (uses)								
Transfers from other funds	-	-	-	-	-	-	-	12,000
Transfers to other funds	-	-	-	-	-	-	-	(12,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(2,330)	-	1,844	870	600	143	1,763	9,637
Fund balances - beginning of year- restated	<u>5,340</u>	<u>-</u>	<u>3,222</u>	<u>4,763</u>	<u>4,141</u>	<u>1,161</u>	<u>22,792</u>	<u>347,212</u>
Fund balances - end of year	<u>\$ 3,010</u>	<u>\$ -</u>	<u>\$ 5,066</u>	<u>\$ 5,633</u>	<u>\$ 4,741</u>	<u>\$ 1,304</u>	<u>\$ 24,555</u>	<u>\$ 356,849</u>

**COMBINING FINANCIAL STATEMENTS
FOR PRIVATE PURPOSE TRUST FUNDS**

Private Purpose Trust Funds were established to account for assets held by the Town in a fiduciary capacity for individuals, governmental entities and others. Trust funds are operated by carrying out specific requirements, or other governing regulations.

Emily Anthony Fund – was established to account for monies donated for scholarships to assist worthy and deserving children.

Edwin Anthony Fund – was established to account for monies donated to assist in the support and care of the poor.

Crawley Property Fund – was established to account for the Land Trust for the Crawly Property.

Senior Activities Fund – was established to account for monies donated to the Senior Citizens Activity Committee.

Cemetery Funds – was established to account for monies donated for the Town cemetery and for revenue from the sale of cemetery lots.

Wood River Cemetery Fund – was established to account for monies donated for the Wood River Cemetery.

Historical Cemetery Fund – was established to account for monies donated for historical cemeteries.

White Brook Cemetery Fund – was established to account for monies donated for the White Brook Cemetery.

Town Farm Fund – was established to account for Town Farm Fund receipts and disbursements.

Link Cemetery Fund – was established to account for monies donated for the Link Cemetery.

Henry D Hoyle Grant – was established to account for Henry D Hoyle Grant receipts and disbursements.

J Crawford Fenner Fund – was established to account for J Crawford Fenner Fund receipts and disbursements.

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Fiduciary Net Position
Private Purpose Trust Funds
June 30, 2015

	<i>Emily Anthony Funds</i>	<i>Edwin Anthony Funds</i>	<i>Crawley Property</i>	<i>Senior Activities</i>	<i>Cemetery Funds</i>	<i>Wood River Cemetery Funds</i>
Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Due from other funds	61,614	7,327	4,030	108	37,678	8,807
Total assets	<u>61,614</u>	<u>7,327</u>	<u>4,030</u>	<u>108</u>	<u>37,678</u>	<u>8,807</u>
Liabilities						
Due to other funds	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position						
Restricted for other purposes	<u>\$ 61,614</u>	<u>\$ 7,327</u>	<u>\$ 4,030</u>	<u>\$ 108</u>	<u>\$ 37,678</u>	<u>\$ 8,807</u>

(Continued)

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Fiduciary Net Position (Continued)
Private Purpose Trust Funds
June 30, 2015

	<i>Historical Cemetery Fund</i>	<i>White Brook Cemetery Fund</i>	<i>Town Farm Fund</i>	<i>Link Cemetery Fund</i>	<i>Henry D. Hoyle Grant</i>	<i>J Crawford Fenner Fund</i>	<i>Total</i>
Assets							
Cash and cash equivalents	\$ -	\$ 3,406	\$ -	\$ -	\$ -	\$ -	\$ 3,406
Investments	-	120,582	-	-	-	-	120,582
Due from other funds	9,556	-	1,247	826	635	3,533	135,361
Total assets	9,556	123,988	1,247	826	635	3,533	259,349
Liabilities							
Due to other funds	-	14	-	-	-	-	14
Total liabilities	-	14	-	-	-	-	14
Net Position							
Restricted for other purposes	<u>\$ 9,556</u>	<u>\$ 123,974</u>	<u>\$ 1,247</u>	<u>\$ 826</u>	<u>\$ 635</u>	<u>\$ 3,533</u>	<u>\$ 259,335</u>

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Changes in Fiduciary Net Position
Private Purpose Trust Funds
For the Fiscal Year Ended June 30, 2015

	<i>Emily Anthony Funds</i>	<i>Edwin Anthony Funds</i>	<i>Crawley Property</i>	<i>Senior Activities</i>	<i>Cemetery Funds</i>	<i>Wood River Cemetery Funds</i>
<i>Additions</i>						
Gifts and contributions	\$ 6,053	\$ -	\$ -	\$ -	\$ 200	\$ -
Investment earnings:						
Net increase (decrease) in fair value of investments	-	-	-	-	-	-
Interest and dividends	154	18	10	-	94	22
Net investment earnings	154	18	10	-	94	22
<i>Total additions</i>	6,207	18	10	-	294	22
<i>Deductions</i>						
Miscellaneous	-	2,700	-	-	1,575	-
<i>Total deductions</i>	-	2,700	-	-	1,575	-
<i>Change in net position</i>	6,207	(2,682)	10	-	(1,281)	22
<i>Net position - beginning of year</i>	55,407	10,009	4,020	108	38,959	8,785
<i>Net position - end of year</i>	\$ 61,614	\$ 7,327	\$ 4,030	\$ 108	\$ 37,678	\$ 8,807

(Continued)

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Changes in Fiduciary Net Position (Continued)
Private Purpose Trust Funds
For the Fiscal Year Ended June 30, 2015

	<i>Historical Cemetery Fund</i>	<i>White Brook Cemetery Fund</i>	<i>Town Farm Fund</i>	<i>Link Cemetery Fund</i>	<i>Henry D. Hoyle Grant</i>	<i>J Crawford Fenner Fund</i>	<i>Total</i>
Additions							
Gifts and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,253
Investment earnings:							
Net increase (decrease) in fair value of investments	-	60	-	-	-	-	60
Interest and dividends	24	2,767	3	2	2	9	3,105
Net investment earnings	<u>24</u>	<u>2,827</u>	<u>3</u>	<u>2</u>	<u>2</u>	<u>9</u>	<u>3,165</u>
Total additions	<u>24</u>	<u>2,827</u>	<u>3</u>	<u>2</u>	<u>2</u>	<u>9</u>	<u>9,418</u>
Deductions							
Miscellaneous	-	2,795	-	-	-	-	7,070
Total deductions	<u>-</u>	<u>2,795</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,070</u>
Change in net position	24	32	3	2	2	9	2,348
Net position - beginning of year	<u>9,532</u>	<u>123,942</u>	<u>1,244</u>	<u>824</u>	<u>633</u>	<u>3,524</u>	<u>256,987</u>
Net position - end of year	<u>\$ 9,556</u>	<u>\$ 123,974</u>	<u>\$ 1,247</u>	<u>\$ 826</u>	<u>\$ 635</u>	<u>\$ 3,533</u>	<u>\$ 259,335</u>

AGENCY FUNDS

**Agency Funds account
for assets held by the Town
as an agent for individuals,
organizations or other governmental units.**

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2015

	<u><i>Landscape Escrows</i></u>	<u><i>Curb Cut Bonds</i></u>	<u><i>Fairside Drive Bonds</i></u>	<u><i>Safety Markings</i></u>	<u><i>Probate Court</i></u>	<u><i>Camelot Performance Bond</i></u>	<u><i>Total Agency Funds</i></u>
Assets							
Due from other funds	<u>\$ 10,191</u>	<u>\$ 11,015</u>	<u>\$ 22,927</u>	<u>\$ 2,212</u>	<u>\$ 2,414</u>	<u>\$ 114,773</u>	<u>\$ 163,532</u>
Total assets	<u><u>\$ 10,191</u></u>	<u><u>\$ 11,015</u></u>	<u><u>\$ 22,927</u></u>	<u><u>\$ 2,212</u></u>	<u><u>\$ 2,414</u></u>	<u><u>\$ 114,773</u></u>	<u><u>\$ 163,532</u></u>
Liabilities							
Deposits held in custody for others	<u>\$ 10,191</u>	<u>\$ 11,015</u>	<u>\$ 22,927</u>	<u>\$ 2,212</u>	<u>\$ 2,414</u>	<u>\$ 114,773</u>	<u>\$ 163,532</u>
Total liabilities	<u><u>\$ 10,191</u></u>	<u><u>\$ 11,015</u></u>	<u><u>\$ 22,927</u></u>	<u><u>\$ 2,212</u></u>	<u><u>\$ 2,414</u></u>	<u><u>\$ 114,773</u></u>	<u><u>\$ 163,532</u></u>

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
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>
Landscape Escrows				
<i>Assets</i>				
Due from other funds	\$ 10,165	\$ 26	\$ -	\$ 10,191
Total assets	<u>\$ 10,165</u>	<u>\$ 26</u>	<u>\$ -</u>	<u>\$ 10,191</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 10,165	\$ 26	\$ -	\$ 10,191
Total liabilities	<u>\$ 10,165</u>	<u>\$ 26</u>	<u>\$ -</u>	<u>\$ 10,191</u>
Curb Cut Bonds				
<i>Assets</i>				
Due from other funds	\$ 7,879	\$ 8,500	\$ 5,364	\$ 11,015
Total assets	<u>\$ 7,879</u>	<u>\$ 8,500</u>	<u>\$ 5,364</u>	<u>\$ 11,015</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 7,879	\$ 8,500	\$ 5,364	\$ 11,015
Total liabilities	<u>\$ 7,879</u>	<u>\$ 8,500</u>	<u>\$ 5,364</u>	<u>\$ 11,015</u>
Fairside Drive Bond				
<i>Assets</i>				
Due from other funds	\$ 22,870	\$ 57	\$ -	\$ 22,927
Total assets	<u>\$ 22,870</u>	<u>\$ 57</u>	<u>\$ -</u>	<u>\$ 22,927</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 22,870	\$ 57	\$ -	\$ 22,927
Total liabilities	<u>\$ 22,870</u>	<u>\$ 57</u>	<u>\$ -</u>	<u>\$ 22,927</u>

TOWN OF RICHMOND, RHODE ISLAND
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
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>
Safety Markings				
<i>Assets</i>				
Due from other funds	\$ 2,206	\$ 6	\$ -	\$ 2,212
Total assets	<u>\$ 2,206</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 2,212</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 2,206	\$ 6	\$ -	\$ 2,212
Total liabilities	<u>\$ 2,206</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 2,212</u>
Probate Court				
<i>Assets</i>				
Due from other funds	\$ 2,408	\$ 6	\$ -	\$ 2,414
Total assets	<u>\$ 2,408</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 2,414</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 2,408	\$ 6	\$ -	\$ 2,414
Total liabilities	<u>\$ 2,408</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 2,414</u>
Camelot Performance Bond				
<i>Assets</i>				
Due from other funds	\$ 190,000	\$ 286	\$ 75,513	\$ 114,773
Total assets	<u>\$ 190,000</u>	<u>\$ 286</u>	<u>\$ 75,513</u>	<u>\$ 114,773</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 190,000	\$ 286	\$ 75,513	\$ 114,773
Total liabilities	<u>\$ 190,000</u>	<u>\$ 286</u>	<u>\$ 75,513</u>	<u>\$ 114,773</u>
Total Agency Funds				
<i>Assets</i>				
Due from other funds	\$ 235,528	\$ 8,881	\$ 80,877	\$ 163,532
Total assets	<u>\$ 235,528</u>	<u>\$ 8,881</u>	<u>\$ 80,877</u>	<u>\$ 163,532</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 235,528	\$ 8,881	\$ 80,877	\$ 163,532
Total liabilities	<u>\$ 235,528</u>	<u>\$ 8,881</u>	<u>\$ 80,877</u>	<u>\$ 163,532</u>

TOWN OF RICHMOND, RHODE ISLAND
Tax Collector's Annual Report
For the Fiscal Year Ended June 30, 2015

Real Estate and Personal Property Taxes

<u>Fiscal Year</u>	<u>Balance June 30, 2014</u>	<u>Current year Assessment</u>	<u>Refunds</u>	<u>Abatements/ Adjustments</u>	<u>Amount to be Collected</u>	<u>Current Year Collections</u>	<u>Balance June 30, 2015</u>
2015	\$ -	\$ 17,189,267	\$17,056	\$ (36,073)	\$ 17,170,250	\$ 16,525,473	\$ 644,777
2014	712,976	-	182	14,416	727,574	580,572	147,002
2013	146,064	-	397	(1,200)	145,261	75,226	70,035
2012	84,668	-	-	(1,329)	83,339	35,982	47,357
2011	48,057	-	-	(1,159)	46,898	9,357	37,541
2010	27,239	-	-	(552)	26,687	8,226	18,461
2009	28,335	-	-	(994)	27,341	2,137	25,204
2008	22,663	-	-	(463)	22,200	285	21,915
2007	17,991	-	-	(953)	17,038	78	16,960
2006	17,924	-	-	(959)	16,965	227	16,738
2005	15,277	-	-	(735)	14,542	66	14,476
	<u>\$ 1,121,194</u>	<u>\$ 17,189,267</u>	<u>\$ 17,635</u>	<u>\$ (30,001)</u>	<u>\$ 18,298,095</u>	<u>\$ 17,237,629</u>	<u>\$ 1,060,466</u>
					Allowance for Uncollectible Accounts		<u>(175,000)</u>
					Net Property Tax Receivable		<u>\$ 885,466</u>

Schedule of Most Recent Net Assessed Property Value by Category

<u>Description of Property</u>	<u>Valuation</u>	<u>Levy</u>
Real property	\$ 760,649,450	\$ 15,928,000
Motor vehicle	83,780,528	1,896,791
Tangible personal property	19,480,110	407,914
Total	<u>863,910,088</u>	<u>18,232,705</u>
Exemptions	(47,726,523)	(1,043,438)
Net assessed value	<u>\$ 816,183,565</u>	<u>\$ 17,189,267</u>

TOWN OF RICHMOND, RHODE ISLAND
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year Ended June 30, 2015

	<i>General Fund</i>			<i>Variance with Final Budget Positive (Negative)</i>
	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual Amounts (Budgetary Basis)</i>	
Revenues				
Property taxes	\$ 17,233,205	\$ 17,233,205	\$ 17,319,305	\$ 86,100
Intergovernmental revenue	5,571,999	5,571,999	5,573,491	1,492
License, permits and fees	433,908	433,908	417,501	(16,407)
Interest on investments	10,000	10,000	16,214	6,214
Other revenues	119,801	119,801	114,248	(5,553)
Total Revenues	<u>23,368,913</u>	<u>23,368,913</u>	<u>23,440,759</u>	<u>71,846</u>
Expenditures				
General government	1,435,440	1,417,143	1,347,962	69,181
Public safety	1,840,541	1,832,043	1,809,819	22,224
Public works	776,277	824,360	843,301	(18,941)
Recreation and culture	54,979	54,979	56,787	(1,808)
Education	18,329,949	18,329,949	18,329,949	-
Transfer station and recycling	160,831	160,831	160,897	(66)
Community services	160,577	160,577	155,907	4,670
Canvassing authority	9,928	9,928	6,235	3,693
Debt service				
Principal	264,293	264,293	264,293	-
Interest	113,016	113,016	105,255	7,761
Other	2,600	2,600	2,500	100
Total expenditures	<u>23,148,431</u>	<u>23,169,719</u>	<u>23,082,905</u>	<u>86,814</u>
Excess of Revenues Over Expenditures Before Other Financing Sources (Uses)	<u>220,482</u>	<u>199,194</u>	<u>357,854</u>	<u>158,660</u>
Other financing sources (uses)				
Budgeted use of committed fund balance	42,500	63,788	63,788	-
Transfers in	47,698	47,698	47,698	-
Transfers out	(281,680)	(281,680)	(281,680)	-
Revaluation restricted account	(29,000)	(29,000)	(29,000)	-
Total other financing sources (uses)	<u>(220,482)</u>	<u>(199,194)</u>	<u>(199,194)</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 158,660</u>	<u>\$ 158,660</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 RICHMOND, RHODE ISLAND
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)

EXHIBIT 1

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental Activities:										
Net investment in capital assets	\$10,091,640	\$10,648,050	\$11,372,800	\$10,117,906	\$10,822,388	\$11,644,019	\$12,700,301	\$2,054,119	\$680,618	\$1,664,014
Restricted	125,554	142,346	158,793	-	-	-	-	-	-	3,507,745
Unrestricted	4,633,519	4,366,086	5,086,922	5,662,225	6,034,135	6,434,399	5,985,444	5,429,271	6,792,210	2,710,314
Total governmental activities net position	<u>\$14,850,713</u>	<u>\$15,156,482</u>	<u>\$16,618,515</u>	<u>\$15,780,131</u>	<u>\$16,856,523</u>	<u>\$18,078,418</u>	<u>\$18,685,745</u>	<u>\$7,483,390</u>	<u>\$7,472,828</u>	<u>\$7,882,073</u>
Business-type activities:										
Net investment in capital assets	\$1,646,660	\$1,333,901	\$1,250,298	\$1,191,096	\$588,288	\$579,071	\$607,907	\$665,579	\$636,742	\$694,414
Unrestricted	656,749	522,757	562,537	536,798	476,495	468,970	434,513	379,946	424,845	313,798
Total business-type activities net position	<u>\$2,303,409</u>	<u>\$1,856,658</u>	<u>\$1,812,835</u>	<u>\$1,727,894</u>	<u>\$1,064,783</u>	<u>\$1,048,041</u>	<u>\$1,042,420</u>	<u>\$1,045,525</u>	<u>\$1,061,587</u>	<u>\$1,008,212</u>
Primary government:										
Net investment in capital assets	\$11,738,300	\$11,981,951	\$12,623,098	\$11,309,002	\$11,410,676	\$12,223,090	\$13,308,208	\$2,719,698	\$1,317,360	\$2,358,428
Restricted	125,554	142,346	158,793	-	-	-	-	-	-	3,507,745
Unrestricted	5,290,268	4,888,843	5,649,459	6,199,023	6,510,630	6,903,369	6,419,957	5,809,217	7,217,055	3,024,112
Total primary government net position	<u>\$17,154,122</u>	<u>\$17,013,140</u>	<u>\$18,431,350</u>	<u>\$17,508,025</u>	<u>\$17,921,306</u>	<u>\$19,126,459</u>	<u>\$19,728,165</u>	<u>\$8,528,915</u>	<u>\$8,534,415</u>	<u>\$8,890,285</u>

**TOWN OF RICHMOND, RHODE ISLAND
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)**

EXHIBIT 2

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses										
Governmental activities:										
General government	\$1,428,610	\$1,396,108	\$1,386,225	\$1,202,400	\$1,211,012	\$1,112,240	\$1,381,725	\$1,285,864	\$1,050,620	\$1,201,615
Public safety	1,917,635	1,781,017	1,853,424	1,672,730	1,498,832	1,438,854	1,359,604	1,255,025	1,212,587	1,102,273
Public works	1,677,538	2,103,662	1,643,344	2,180,519	2,123,184	2,296,905	2,069,878	524,205	570,471	681,350
General public assistance	-	-	-	769,187	726,279	332,833	426,905	320,111	50,591	48,940
Recreation and culture	56,787	55,117	58,270	52,129	57,159	47,559	83,777	82,319	62,150	100,571
Education	18,329,949	18,300,639	18,086,820	18,098,080	17,072,158	16,564,107	17,187,604	17,333,510	16,902,823	15,680,611
Transfer station/recycling area	160,101	151,885	145,665							
Community services	471,944	277,513	564,606	153,049	143,870	173,810	176,777	177,827	166,327	162,105
Other	6,235	3,921	9,595	71,712	198,390	103,966	353,697	287,727	782,864	993,166
Interest	165,227	54,800	102,443	85,817	82,831	73,311	125,009	77,294	57,965	18,482
Total governmental activities expenses	24,214,026	24,124,662	23,850,392	24,285,623	23,113,715	22,143,585	23,164,976	21,343,882	20,856,398	19,989,113
Business-type activities:										
Water Supply Board	186,857	157,750	65,015	79,645	73,599	93,202	74,475	102,991	66,572	66,091
Total business-type activities expenses	186,857	157,750	65,015	79,645	73,599	93,202	74,475	102,991	66,572	66,091
Total primary government expenses	\$24,400,883	\$24,282,412	\$23,915,407	\$24,365,268	\$23,187,314	\$22,236,787	\$23,239,451	\$21,446,873	\$20,922,970	\$20,055,204
Program revenues										
Governmental activities:										
<i>Charges for services:</i>										
General government	\$323,629	\$319,272	\$216,997	\$270,050	\$309,441	\$338,242	\$236,515	\$504,495	\$181,052	\$654,515
Public safety	129,702	147,545	50,425	86,792	5,987	87,349	67,013	64,418	58,126	47,125
Public works	-	-	-	-	-	-	-	-	81,812	1,700
Recreation and culture	11,362	19,203	-	-	-	-	-	-	-	-
Transfer station/recycling area	141,772	137,403	-	-	-	-	-	-	-	-
Education			70,516	50,138	42,103	71,232	-	-	-	-
Other activities	12,590	16,583	213,032	111,365	106,774	16,358	8,632	12,650	1,177,555	1,124,466
Operating grants and contributions	5,703,959	5,604,383	5,962,795	6,099,529	5,546,692	5,495,190	622,113	6,303,066	6,028,634	5,785,334
Capital grants and contributions			49,315	559,037	641,878	283,430	-	-	-	-
Total governmental activities program revenues	6,323,014	6,244,389	6,563,080	7,176,911	6,652,875	6,291,801	934,273	6,884,629	7,527,179	7,613,140
Business-type activities:										
<i>Charges for services:</i>										
Water Supply Board	123,194	127,537	130,654	117,031	87,050	98,823	98,904	84,870	85,140	74,536
Operating and capital grants and contributions	510,414	74,036	65,000	625,725	-	-	-	-	-	-
Total business-type activities program revenues	633,608	201,573	195,654	742,756	87,050	98,823	98,904	84,870	85,140	74,536
Total primary government program revenues	6,956,622	6,445,962	6,758,734	7,919,667	6,739,925	6,390,624	1,033,177	6,969,499	7,612,319	7,687,676
Net (Expense)/Revenue										
Governmental activities	\$(17,891,012)	\$(17,880,273)	\$(17,287,312)	\$(17,108,712)	\$(16,460,840)	\$(15,851,784)	\$(22,230,703)	\$(14,459,253)	\$(13,329,219)	\$(12,375,973)
Business-type activities	446,751	43,823	130,639	663,111	13,451	5,621	24,429	(18,121)	18,568	8,445
Total primary government net expenses	\$(17,444,261)	\$(17,836,450)	\$(17,156,673)	\$(16,445,601)	\$(16,447,389)	\$(15,846,163)	\$(22,206,274)	\$(14,477,374)	\$(13,310,651)	\$(12,367,528)

(continued)

EXHIBIT 2

**TOWN OF RICHMOND, RHODE ISLAND
CHANGES IN NET POSITION (Continued)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)**

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes and other	\$17,236,054	\$16,717,549	\$16,232,872	\$15,881,815	\$15,166,543	\$14,504,920	\$14,033,839	\$ 13,312,636	\$12,276,621	\$11,331,829
Unrestricted investment earnings	332,054	8,276	8,009	6,328	14,260	26,392				
State aid	16,214	324,007	-	57,421	58,142	713,145	6,158,139	993,406		-
Other revenues	921	6,261	281,604		-	-		103,825	248,346	425,679
Transfers	-	-	35,698		-					
Total governmental activities	17,585,243	17,056,093	16,558,183	15,945,564	15,238,945	15,244,457	20,191,978	14,409,867	12,524,967	11,757,508
Business-type activities:										
Unrestricted investment earnings			-		3,291		4,367			
Transfers			(35,698)		-					
Total business-type activities			(35,698)		3,291		4,367			
Total primary government	\$17,585,243	\$17,056,093	\$16,522,485	\$15,945,564	\$15,242,236	\$15,244,457	\$20,196,345	\$14,409,867	\$12,524,967	\$11,757,508
Change in Net Position										
Governmental activities	\$(305,769)	\$(824,180)	\$(729,129)	\$(1,163,148)	\$(1,221,895)	\$(607,327)	\$(2,038,725)	\$(49,386)	\$(804,252)	\$(618,465)
Business-type activities	446,751	43,823	94,941	663,111	16,742	5,621	28,796	-18,121	18,568	8,445
Total primary government	\$140,982	\$(780,357)	\$(634,188)	\$(500,037)	\$(1,205,153)	\$(601,706)	\$(2,009,929)	\$(67,507)	\$(785,684)	\$(610,020)

**TOWN OF RICHMOND, RHODE ISLAND
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)**

EXHIBIT 3

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund										
Reserved										
Unreserved						2,778,282	2,524,045	2,399,060	2,273,372	2,900,303
Nonspendable	21,017	9,556	75	2,663	30,350					
Restricted										
Committed	696,046	733,424	728,577							
Assigned				571,144	734,310					
Unassigned	3,361,470	3,214,276	3,126,696	3,178,062	2,957,716					
Total General fund	\$ 4,078,533	\$ 3,957,256	\$ 3,855,348	\$ 3,751,869	\$ 3,722,376	\$ 2,778,232	\$ 2,524,045	\$ 2,399,060	\$ 2,273,372	\$ 2,900,303
Capital Projects Funds										
Restricted	2,424,614									
Committed	119,389									
Total Capital Projects Fund	\$ 2,544,003	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
All Other Governmental Funds						2,996,414	2,776,594	3,814,294	3,213,368	3,507,745
Reserved										
Restricted	125,554	147,109	158,793	382,778	539,986					
Committed	695,989	623,705	847,594	688,711	952,018					
Unassigned	(10,525)	(10,826)	(8,329)	-						
Total All Other Governmental Funds	\$ 811,018	\$ 759,988	\$ 998,058	\$ 1,071,489	\$ 1,492,004	\$ 2,996,414	\$ 2,776,594	\$ 3,814,294	\$ 3,213,368	\$ 3,507,745
Total governmental funds	\$ 7,433,554	\$ 4,717,244	\$ 4,853,406	\$ 4,823,358	\$ 5,214,380	\$ 5,774,696	\$ 5,300,639	\$ 6,213,354	\$ 5,486,740	\$ 6,408,048

TOWN OF RICHMOND, RHODE ISLAND
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)

EXHIBIT 4

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Property tax revenue	\$17,224,428	\$16,722,055	\$16,316,284	\$15,656,682	\$14,845,065	\$14,277,199	\$13,923,630	\$12,836,071	\$11,999,417	\$11,113,712
Interest on late payments	94,877	117,179	144,601	185,525	143,588	158,260	-	-	258,459	208,552
Intergovernmental and department revenue	6,027,337	5,901,511	6,375,962	6,771,428	6,227,798	6,314,625	6,747,742	7,351,551	6,028,634	5,785,334
Licenses, fees, and permits	505,728	520,938	384,988	265,661	284,861	312,605	256,401	557,022	320,990	718,640
Investment Income	16,214	8,276	8,009	6,328	14,260	26,392	79,520	218,274		
Other revenues	122,924	152,208	83,734	197,243	198,358	377,716	88,269	62,317	1,425,901	1,547,958
Total revenues	\$ 23,991,508	\$ 23,422,167	\$ 23,313,578	\$ 23,082,867	\$ 21,713,930	\$ 21,466,797	\$ 21,095,562	\$ 21,025,235	\$ 20,033,401	\$ 19,374,196
Expenditures										
General government	1,389,345	1,293,863	1,102,101	1,114,763	1,097,331	1,111,867	1,154,554	1,219,531	1,116,437	1,080,676
Public safety	1,849,574	1,774,776	1,758,543	1,621,378	1,470,750	1,412,216	1,329,750	1,237,818	1,181,807	1,062,315
Public works	843,301	799,073	715,313	703,440	674,584	853,258	614,233	515,637	478,435	588,834
Grants expenditures and land acquisition	-	-	612,434	769,187	1,308,592	332,833	426,905	320,111	50,591	48,940
Recreation and culture	56,787	55,117	58,270	52,129	57,159	47,559	83,777	82,319	62,150	100,571
Education	18,329,949	18,300,639	18,086,820	18,098,080	17,072,158	16,564,107	17,187,604	17,333,510	16,902,823	15,680,611
Recycling area	160,897	151,885	145,665	55,875	55,128	38,738	39,822	40,341	34,410	24,485
Community services	471,944	277,513	156,182	153,049	143,870	173,810	176,777	177,827	166,327	162,105
Canvassing authority	6,235	3,921	9,595	10,073	6,401	2,125	-	-	-	-
Landfill closure				-	-	-	9,146	5,213	8,107	17,150
Capital outlay	307,253	473,013	203,450	570,447	1,100,244	60,578	535,344	226,763	135,896	110,389
Program Expenditures									740,347	951,531
Debt Service - principal	252,678	371,455	371,642	325,000	325,000	315,355	304,759	329,056	304,237	311,564
Debt Service - interest	143,988	64,453	97,237	85,349	82,174	79,769	92,056	77,294	57,965	18,482
Debt Service - other		1,525	1,975	1,875	30,855	525	525	14,910		
Total expenditures	\$ 23,811,951	\$ 23,567,233	\$ 23,319,227	\$ 23,560,645	\$ 23,424,246	\$ 20,992,740	\$ 21,955,252	\$ 21,580,330	\$ 21,239,532	\$ 20,157,653
Excess of revenues over (under) expenditures before other financing sources (uses)	179,557	(145,066)	(5,649)	(477,778)	(1,710,316)	474,057	(859,690)	(555,095)	(1,206,131)	(783,457)
Other financing sources (uses)										
Proceeds from debt issuance	2,536,753		35,698	-	1,150,000			1,400,000		
Transfers From (to) other funds	-		-						284,823	
Total other financing sources (uses)	2,536,753	-	35,698	-	1,150,000	-	-	1,400,000	284,823	-
Net change in fund balances	\$ 2,716,310	\$ (145,066)	\$ 30,049	\$ (477,778)	\$ (560,316)	\$ 474,057	\$ (859,690)	\$ 844,905	\$ (921,308)	\$ (783,457)
<i>Debt service as a percentage of noncapital expenditures</i>	1.688%	1.854%	2.07%	1.83%	2.00%	1.93%	1.89%	2.01%	1.81%	1.76%

TOWN OF RICHMOND, RHODE ISLAND
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(Unaudited)

EXHIBIT 5

	Real Estate - Residential	Real Estate - Commercial	Personal Property - Motor Vehicle	Personal Property - Tangible	Less Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual	Total Assessed Value Before Exemptions	
	12/31/2014	687,478,050	\$77,113,090	84,666,252	18,224,300	48,518,713	\$818,962,979	21.08	890,177,151	92%	867,481,692
(2)	12/31/2013	683,490,350	\$77,159,100	83,780,528	19,480,110	47,726,523	\$816,183,565	19.76	884,855,220	92%	863,910,088
	12/31/2012	701,234,150	\$83,199,800	83,144,997	19,115,290	47,868,419	\$838,825,818	19.02	907,480,486	92%	886,694,237
	12/31/2011	700,787,050	\$83,424,000	81,745,590	20,841,340	46,258,219	\$840,539,761	18.46	907,234,378	93%	886,797,980
(1)	12/31/2010	699,650,750	\$83,426,300	78,391,069	20,982,590	44,000,360	\$838,450,349	14.99	902,048,476	93%	882,450,709
	12/31/2009	836,474,450	\$89,695,800	77,155,733	19,800,400	45,099,929	\$978,026,454	14.94	1,042,415,316	94%	1,023,126,383
	12/31/2008	835,178,250	\$87,721,670	64,106,902	19,248,440	56,293,676	\$949,961,586	14.31	1,022,281,988	93%	1,006,255,262
(2)	12/31/2007	837,393,650	\$78,935,800	71,672,259	19,308,660	56,484,676	\$950,825,693	14.11	1,025,228,434	93%	1,007,310,369
	12/31/2006	785,891,300	\$72,888,600	68,347,887	22,674,610	54,689,138	\$895,113,259	13.54	966,889,369	93%	949,802,397
	12/31/2005	775,223,450	\$72,069,700	67,463,132	23,297,110	54,088,850	\$883,964,542	12.44	954,919,175	93%	938,053,392

(1) Revaluation

(2) Statistical Revaluation

Notes: Property is reassessed every nine years with statistical updates every three years at 100%. Tax rates are per \$1,000 of assessed value. Motor vehicles are assessed at 80% and the tax rate is frozen at \$22.64. Estimated actual taxable value is calculated by dividing the taxable assessed value by those percentages.

TOWN OF RICHMOND, RHODE ISLAND
DIRECT AND OVERLAPPING Property tax rates
(RATE PER \$1,000 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS (1)
(Unaudited)

EXHIBIT 6

<u>Fiscal Year</u>	<u>General Fund</u>
2015	21.08
2014	19.76
2013	19.02
2012	18.46
2011	14.99
2010	14.94
2009	14.31
2008	14.11
2007	13.54
2006	12.44

Note:

(1) There are no overlapping governments, accordingly the entire tax assessment is applied to the General Fund

**TOWN OF RICHMOND, RHODE ISLAND
PRINCIPAL PROPERTY TAX PAYERS
CURRENT AND TEN YEARS AGO
(Unaudited)**

EXHIBIT 7

Taxpayer	12/31/2014				12/31/2005			
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxes Assessed	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxes Assessed
Kingstown Richmond LP	\$ 6,792,200	1	0.829%	\$ 143,180				
Narragansett Electric	4,914,520	2	0.600%	103,598				
Richmond Country Club	3,254,000	3	0.397%	68,594	3,364,200	4	0.381%	\$ 45,551
Cox Com Inc.	2,832,610	4	0.346%	59,711	4,364,210	2	0.494%	59,091
New Castle Realty Company	2,685,100	5	0.328%	56,602	2,698,600	7	0.305%	36,539
CVS 8320 RI LLC	2,263,300	6	0.276%	47,710				
Rolling Greens Corporation	2,242,200	7	0.274%	47,266	2,138,300	9	0.242%	28,953
Richmond Realty Associates	2,241,300	8	0.274%	47,247				
The Preserve at Boulder Hills	2,083,600	9	0.254%	43,922				
Stop & Shop Supermarket	2,078,270	10	0.254%	43,810				
E&A Northeast Ltd Partnership					5,646,600	1	0.639%	76,455
Ocean State Golf Investors					3,915,300	3	0.443%	53,013
Cadlerock Properties					2,711,100	5	0.307%	36,708
JAG Enterprises Incorporated					2,706,700	6	0.306%	36,649
Wawaloam Reservation Inc					2,241,700	8	0.254%	30,353
Richmond Sand & Gravel					2,003,110	10	0.227%	27,122
	\$ 31,387,100		3.83%	\$ 661,640	\$ 31,789,820		3.60%	\$ 430,434
Total Assessed Value	\$ 818,962,979				\$ 883,964,542			
Tax Rate	\$ 21.08				\$ 13.54			

**TOWN OF RICHMOND, RHODE ISLAND
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

EXHIBIT 8

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 17,189,267	\$ 16,763,905	97.5%		\$ 16,763,905	97.5%
2014	16,740,540	16,019,946	95.7%	453,672	16,473,618	96.9%
2013	16,192,072	15,568,651	96.1%	694,846	16,263,497	100.4%
2012 ⁽¹⁾	15,705,615	15,662,363	99.7%	777,245	16,439,608	104.7%
2011	15,073,977	14,306,567	94.9%	129,951	14,436,518	95.8%
2010	14,376,803	13,753,597	95.7%	493,321	14,246,918	99.1%
2009 ⁽²⁾	13,852,383	13,149,523	94.9%	304,434	13,453,957	97.1%
2008	12,822,091	12,245,003	95.5%	561,599	12,806,602	99.9%
2007	12,190,366	11,704,160	96.0%	679,573	12,383,733	101.6%
2006 ⁽²⁾	11,152,646	10,510,429	94.2%	620,196	11,130,625	99.8%

EXHIBIT 9

TOWN OF RICHMOND, RHODE ISLAND
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Governmental Activities		Business Type Activities	Total Primary Government		Per Capita
	General Obligation Bonds	Capital Lease	Loans Payable			
2015	3,890,000	69,220	2,090,161	6,049,381	(b)	784.82
2014	1,700,000	101,898	802,776	2,604,674	(b)	337.92
2013	2,040,000	133,353	814,052	2,987,405	(b)	387.57
2012	2,375,000	169,995	825,000	3,369,995	(b)	437.21
2011	2,700,000			2,700,000	(b)	350.29
2010	1,875,000			1,875,000	(a)	259.62
2009	2,190,355			2,190,355	(a)	303.29
2008	2,305,114			2,305,114	(a)	319.18
2007	1,234,170			1,234,170	(a)	170.89
2006	1,867,887			1,867,887	(a)	258.64

Notes: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

(a) Ratio is calculated using 2000 census year.

(b) Ratio is calculated using 2010 census year.

TOWN OF RICHMOND, RHODE ISLAND
FUND BALANCE RATIOS
LAST TEN FISCAL YEARS
(Unaudited)

EXHIBIT 10

Fiscal Year	Budget		Total	Fund Balance	Ratio
	End	Municipal			
2015	\$ 5,129,162	\$ 18,329,949	\$ 23,459,111	\$ 4,078,533	17.39%
2014	5,072,828	18,300,639	23,373,467	3,957,256	16.93%
2013	4,778,454	18,086,820	22,865,274	3,855,348	16.86%
2012	4,257,375	18,098,080	22,355,455	3,751,869	16.78%
2011	4,054,432	17,303,309	21,357,741	3,722,376	17.43%
2010	4,190,525	17,443,098	21,633,623	2,778,282	12.84%
2009	4,002,881	17,823,992	21,826,873	2,524,045	11.56%
2008	3,879,886	17,333,510	21,213,396	2,399,060	11.31%
2007	3,701,899	16,902,823	20,604,722	2,273,372	11.03%
2006	3,585,404	15,680,612	19,266,016	2,900,303	15.05%

EXHIBIT 11

TOWN OF RICHMOND, RHODE ISLAND
Capital Asset Statistics by Function/Activity
(Unaudited)
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Government										
General government buildings	1	1	1	1	1	1	1	1	1	1
Public Safety Police										
Police Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units/Vehicles	18	15	15	15	13	12	12	12	12	12
Animal Control										
Animal Shelters	1	1	1	1	1	1	1	1	1	1
Animal Patrol Unit	1	1	1	1	1	1	1	1	1	1
Public Works										
Building and garage	1	1	1	1	1	1	1	1	1	1
Transfer Station	1	1	1	1	1	1	1	1	1	1
Streets and Highways										
Street (miles)	113	113	113	113	113	113	113	113	113	113
Highways (miles, Town owned)	76	76	76	76	76	76	76	76	76	76
Highways (miles, State owned)	25	25	25	25	25	25	25	25	25	25
Streetlights	261	261	261	261	261	261	261	261	261	261
Traffic Signals	3	3	3	3	3	3	3	3	3	3
Parks and Recreation										
Playgrounds	1	1	1	1	1	1	1	1	1	1
Parks and Public Squares	1	1	1	1	1	1	1	1	1	1

EXHIBIT 12

TOWN OF RICHMOND, RHODE ISLAND
Town Government Employees by Function/Activity
(Unaudited)
Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of June 30									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Central Administration										
Town Council	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Town Administrator	1.0	1.0	1.0	1.0	1.0	1.0				
Town Clerk	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Probate Court	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Building/Zoning	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8
Planning	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Financial Administration										
Treasurer's Office	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Tax Collection	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2
Tax Assessor	1.5	1.5	1.5	1.6	1.6	1.6	1.6	1.6	1.6	1.3
Public Safety										
Police										
Officers	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0
Civilians	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2	5.2
Animal Control										
Officers	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4
Emergency Management	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Public Works Department										
Director	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Highway Driver/Laborer	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Transfer Station	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Maintenance										
Custodial	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Recreation Department										
Director	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Summer Programs	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0

SINGLE AUDIT SECTION

This section contains information regarding grant activity for the year ended June 30, 2015 which was audited under the guidelines of the Single Audit Act of 1996 and the United States Office of Management and Budget's Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations".



CERTIFIED PUBLIC ACCOUNTANTS

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***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

To the Honorable President and
Members of the Town Council
Richmond, Rhode Island

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Richmond, 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 Richmond, Rhode Island's basic financial statements, and have issued our report thereon dated December 22, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Richmond, Rhode Island'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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Richmond, Rhode Island's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Richmond, Rhode Island's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2015-001 and 2015-002 to be material weaknesses.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2015-003 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Richmond, Rhode Island's financial statements are free of 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*.

Town of Richmond, Rhode Island's Response to Findings

The Town of Richmond, Rhode Island's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Town of Richmond, Rhode Island's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 result 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.

Bacon & Company, LLC

Warwick, Rhode Island
December 22, 2015



CERTIFIED PUBLIC ACCOUNTANTS

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***REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133***

Independent Auditor's Report

To the Honorable President and
Members of the Town Council
Town of Richmond, Rhode Island

Report on Compliance for Each Major Federal Program

We have audited the Town of Richmond, Rhode Island'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 Richmond, Rhode Island's major federal programs for the year ended June 30, 2015. The Town of Richmond, Rhode Island'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 programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Town of Richmond, Rhode Island'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 the Town of Richmond, Rhode Island'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 each major federal program. However, our audit does not provide a legal determination of the Town of Richmond, Rhode Island's compliance.

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

Management of the Town of Richmond, Rhode Island 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 the Town of Richmond, Rhode Island'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 the Town of Richmond, Rhode Island'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.



Warwick, Rhode Island
December 22, 2015

TOWN OF RICHMOND, RHODE ISLAND
Schedule of Findings and Questioned Costs
For the Fiscal 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? X yes no
- Significant deficiency(ies) identified? X yes none reported
- Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified? yes X 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 Circular A-133? yes X no

Identification of major programs:

CFDA Number

10.760

Name of Program or Cluster

Water and Waste Disposal Cluster
Water and Waste Disposal Systems for Rural Communities

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

- Auditee qualified as low-risk auditee? yes X no

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

SECTION II - FINANCIAL STATEMENT FINDINGS

SEGREGATION OF DUTIES

2015-001 Material Weakness - The Tax Collector has job responsibilities that result in a lack of segregation of duties and as a result a weakness in internal controls. Due to staff limitations, the Tax Collector is responsible for accepting and recording tax payments, reconciling the daily receipts, preparing the daily deposit, posting abatements and monitoring delinquent accounts. The Tax Collector has custody of assets and is also responsible for initiating and recording transactions. In addition there is no reconciliation of the property tax subsidiary ledger maintained by the Tax Collector and the general ledger maintained by the Finance Office. See material weakness 2015-002 regarding the lack of reconciliation procedures.

Recommendation - We recommend that the Town review the current job responsibilities of the Tax Collector to attempt to segregate certain responsibilities. We suggest that internal controls could be improved by having all daily reconciliation procedures completed by two individuals. We also recommend that delinquent accounts and adjustments to the subsidiary ledger be reviewed by another independent individual, in addition to the Tax Collector.

Management Response - The Town will implement a remedy regarding the suggested weakness of internal controls in the way the reconciliation is done in the Tax Collector's office. The Finance department will reconcile deposits weekly using reports from the Collection office. In addition the Collection office will provide monthly reports for abatements and delinquencies to Finance Department and Town Administrator.

PROPERTY TAX AND WATER USE RECEIVABLE RECONCILIATIONS

2015-002 Material Weakness - An entity's system of internal controls should be designed and operate to allow the entity to prepare accurate and timely financial statements in conformance with generally accepted accounting principles and be designed to prevent, detect and correct misstatements in the financial statements.

The Town does not have procedures in place to reconcile the property tax receivable ledger to the general ledger. The Town only records to the general ledger the collections received for property taxes to the property tax revenue accounts and the cash account. The Town does not record to the general ledger any of the transactions related to the receivable balance, including the tax levy, abatements, adjustments and the related collections. As a result the Town is unable to reconcile the general ledger to the subsidiary ledger.

We had to propose an audit adjustment to account for the annual transactions that were not recorded to the property tax receivable account and deferred inflows of resources account.

The lack of formal reconciliation procedures could result in material misstatements from not being prevented, detected and corrected in a timely manner and therefore is a material weakness in internal control.

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

Recommendation - We recommend that the Town implement procedures to properly account for the property tax receivable accounts in the general ledger. The Town should record the property tax levy, abatements and adjustments to the property tax receivable account and related deferred inflow of resources account in the general ledger from information provided from the Tax Assessor. In addition to recording the tax collections to the revenue and cash accounts the collections should also be recorded to the property tax receivable and deferred inflow of resources account.

The Town should then perform a monthly reconciliation between the receivable subsidiary ledger and the general ledger. Any variances should be investigated and resolved.

Management Response - The Town will establish procedures to record the property tax levy, abatements and adjustments to the property tax receivable account and related deferred inflow account in the general ledger from information provided from the Tax Assessor on a monthly basis. Finance will perform a monthly reconciliation between the receivable subsidiary ledgers and the general ledger. The collections will also be recorded to the property tax receivable and deferred inflow account. Finance will perform a monthly reconciliation between the receivable subsidiary ledgers and the general ledger.

SPECIAL REVENUE AND TRUST FUND REPORTING

2015-003 Significant Deficiency - The Town accounts for the majority of the revenues and expenditures reported in Funds 04 and 05 in one general ledger account for each sub-fund accounted within those funds and does not separate the revenue and expenditures, which is not in conformance with generally accepted accounting principles. The trial balances only report a net balance, which in some cases nets out to zero, which does not properly report the transactions for the particular grant or program. It becomes necessary to examine all the transactions posted to the general ledger account to identify the revenues and expenditures for each fund to be able to report the funds in the financial statements. The Town also does not monitor the sub-funds transactions to determine if any amounts are due from funding sources and should be reported as receivables or if the fund is in a deficit. We had to propose several audit adjustments to correct these funds.

Recommendation - We recommend that the Town establish separate revenue and expenditure accounts for each sub-fund to properly account for the funds in conformance with generally accepted accounting principles. The Town also should monitor these funds to ensure that the funds are not overspent and that all required reimbursement have been requested and recorded.

Management Response - The Town has begun to establish separate revenue and expenditure accounts for each sub-fund to properly account for the funds in conformance with generally accepted accounting principles. The Town will monitor these funds to ensure that the funds are not overspent and that all required reimbursement have been requested and recorded.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

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

<u>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
U.S. Department of Housing and Urban Development			
<i>Passed through R.I. Division of Planning, Office of Housing and Community Development:</i>			
Community Development Block Grant	14.228	13/29/26	\$ 85,525
Community Development Block Grant	14.228	12/29/25	77,969
Community Development Block Grant	14.228	HPG-11-DUBAC	18,686
Community Development Disaster Recovery	14.269	13/29/DR-01	6,800
Passed through the Community Housing Land Trust			
Community Development Block Grant	14.228	06/14/20	111,000
Total U.S. Department of Housing and Urban Development			<u>299,980</u>
U.S. Department of Homeland Security			
<i>Passed through R.I. Emergency Management Agency:</i>			
Disaster Grants	97.036	FEMA-1894 DR RI	113,937
State Homeland Security Program	97.067	N/A	1,974
Total U.S. Department of Homeland Security			<u>115,911</u>
US Department of Transportation			
<i>Pass-through RI Department of Transportation: Highway Safety Cluster:</i>			
State and Community Highway Safety Grant	20.600	N/A	19,660
Total U.S. Department of Transportation			<u>19,660</u>
U.S. Department of Justice			
<i>Direct:</i>			
Public Safety Partnership and Community Policing Grant	16.710		36,000
<i>Passed through R.I. Public Safety Grant Administration Office:</i>			
Byrne/JAG	16.738	GR-7999	17,180
Total U.S. Department of Justice			<u>53,180</u>
US Department of Health and Human Services			
<i>Pass through RI Department of Health:</i>			
Public Health Emergency Preparedness - MEDS	93.069	N/A	2,330
Total US Department of Health and Human Services			<u>2,330</u>
U.S. Department of Agriculture			
<i>Direct:</i>			
<i>Water and Waste Disposal Program Cluster:</i>			
Water & Waste Disposal Systems for Rural Communities	10.760	N/A	\$ 1,667,068
Total U.S. Department of Agriculture			<u>1,667,068</u>
Total Expenditures of Federal Awards			<u>\$ 2,158,129</u>

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation and Accounting

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Town of Richmond, Rhode Island. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "*Audits of States, Local Governments, and Non-Profit Organizations*". Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Cash assistance is presented on the same basis of accounting as that used in reporting the expenditures (expenses) of the related funds in the in the Town's basic financial statements. (See Note 1 to the basic financial statements – Summary of Significant Accounting Policies – B. Basis of Presentation and Accounting).