

Town of Coventry Rhode Island

Annual Financial Report

Fiscal Year Ended June 30, 2020

Prepared by: Finance department

TOWN OF COVENTRY, RHODE ISLAND
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JUNE 30, 2020

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TOWN OF COVENTRY, RHODE ISLAND

TOWN MANAGER

Edward Warzycha (Interim)

FINANCE DEPARTMENT

John Arnett
Lisa Mills

Finance Director
Finance Director (hired January 25, 2021)

TOWN COUNCIL

Kerry L. McGee
Gregory Laboissonniere
Debra Bacon
Gary P. Cote
Ann M. Dixon

Council President
Council Vice President



Independent Auditors' Report

Members of the Coventry Town Council
Town of Coventry, Rhode Island

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Coventry, Rhode Island, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town of Coventry, 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.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Coventry, Rhode Island, as of June 30, 2020 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 - Correction of Errors

As discussed in Note 24 to the financial statements, the Town of Coventry, Rhode Island restated beginning fund balance, fiduciary net position, and net position for the correction of an error. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2021 on our consideration of the Town of Coventry, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Town of Coventry, Rhode Island's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Coventry, Rhode Island's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Coventry, Rhode Island
June 21, 2021

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Our discussion and analysis of the Town of Coventry, Rhode Island's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2020. This discussion and analysis should be read in conjunction with the Town's financial statements that follow this section.

Financial Highlights

- ❖ The Town's total net position decreased by \$1,444,781 as a result of this year's operations. On a government-wide basis, the Town's liabilities and deferred inflows of resources for the Town exceeded its assets and deferred outflows at the close of the most recent fiscal year by (\$116,959,039).
- ❖ Net position of business-type activities increased by \$1,707,086, or 8.53%, while net position of governmental activities decreased by (\$262,305) or -0.1%.
- ❖ The Town's government-wide (governmental and business activities) operating expenses were \$123,765,561, a -2.3% decrease from the prior year, while revenues collected were \$125,210,342 a 2.2% increase from the prior year.
- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$24,767,198. Approximately 43% of this amount, \$10,708,268 is unassigned and available for use at the government's discretion.
- ❖ The remaining fund balance of \$14,058,930 includes \$3,816,051 in non-spendable funds, \$6,169,552 in restricted funds and \$4,073,327 in committed funds.

New Significant Accounting Standards

For the fiscal year ended June 30, 2020, the Town did not adopt any new statements of financial accounting standards issued by the Governmental Accounting Standards Board (GASB).

Overview of the Financial Statements

This discussion and analysis are 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.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Overview of the Financial Statements (Continued)

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 and deferred outflows and liabilities and deferred inflows with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the 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 of the government-wide financial statements distinguish functions of the Town, which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Town's governmental activities include general government, public safety, public works, education, community and economic development, health and human services, culture and interest on long-term debt. The Town's business activity is comprised of the Sewer fund activity.

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.

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.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Overview of the Financial Statements (Continued)

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

The governmental funds financial statements are presented on pages 15 through 19.

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

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 Sewer Fund, which accounts for the Town's sewer system. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. The Town uses an internal service fund to account for health & dental benefits. Because these services predominately benefit governmental rather than business type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sewer fund. The internal service fund financial statement provides information for health & dental plan benefits.

The basic proprietary fund financial statements are presented on pages 20 through 23.

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 24 and 25.

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 26 through 86.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the Town's operations. Required Supplementary Information is presented on pages 87 through 106.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented on pages 107 through 138.

The fiduciary funds are presented on pages 139 through 142.

The annual supplemental transparency reports (MTP2) are presented on pages 147 through 153.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Government-wide Financial Analysis

Analysis of the Town of Coventry'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 Coventry, governmental activities liabilities and deferred inflows exceeded assets and deferred outflows by (\$136,332,799) as of June 30, 2020. This is a decrease of (\$262,305) from the previous year which is a result of booking an accrual related to the landfill located off Arnold Road that was offset by both spending freezes and expenses that have been deferred as a result of COVID.

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

	Town of Coventry Net Position					
	2020			2019		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 45,766,171	\$ 12,576,288	\$ 58,342,459	\$ 40,195,727	\$ 10,836,513	\$ 51,032,240
Capital assets	50,688,809	26,689,278	77,378,087	49,522,263	27,337,944	76,860,207
Total assets	96,454,980	39,265,566	135,720,546	89,717,990	38,174,457	127,892,447
Deferred outflows	28,704,345	234,058	28,938,403	20,605,742	250,776	20,856,518
Current and other liabilities	13,532,518	1,122,819	14,655,337	6,706,661	2,982,511	9,689,172
Long-term liabilities	237,576,349	19,003,045	256,579,394	231,292,888	17,594,388	248,887,276
Total liabilities	251,108,867	20,125,864	271,234,731	237,999,549	20,576,899	258,576,448
Deferred inflows	10,383,257	-	10,383,257	12,571,007	7,012,497	19,583,504
Net position:						
Net investment in capital assets	6,594,433	10,839,750	17,434,183	9,431,150	10,704,685	20,135,835
Restricted						
Net Pension Asset	7,644,870		7,644,870	-		-
Education	2,182,854		2,182,854	1,057,119		1,057,119
Capital Projects	3,687,178		3,687,178	1,190,575		1,190,575
Other purposes	299,520		299,520	471,380		471,380
Debt service		1,674,826	1,674,826			-
Clean water Projects		84,685	84,685			-
Unrestricted as restated	(156,741,654)	6,774,499	(149,967,155)	(152,397,048)	131,152	(152,265,896)
Total Net Position	<u>\$ (136,332,799)</u>	<u>\$ 19,373,760</u>	<u>\$ (116,959,039)</u>	<u>\$ (140,246,824)</u>	<u>\$ 10,835,837</u>	<u>\$ (129,410,987)</u>

** Prior year net position was restated, see Note 24.

The largest portion of the Town's net position, \$17,434,183 consists of its net investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure, less any debt used to acquire these assets, which is still outstanding. The Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are unlikely to be used to liquidate these liabilities. An additional portion of the Town's net position, \$15,573,933 represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to its citizens and creditors. As of June 30, 2020, the Town of Coventry reports a negative balance in net position for the government.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Analysis of the Town's Operations

Governmental activities decreased the Town's net position by \$(262,305) for the current period, while business-type activities increased by \$1,707,086 for the current period. The decreases in the governmental activities from the previous year which is a result of booking an accrual related to the landfill located off Arnold Road that was offset by both spending freezes and expenses that have been deferred as a result of COVID. The increase in the business-type activities are mainly due additional assessments that were made throughout the year.

Amounts reported for governmental activities in the statement of activities are different from the amounts reported as fund expenditures. See page 18 for the Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities for a detailed explanation of these differences.

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

	Town of Coventry Changes in Net Position					
	2020			2019		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Revenues:						
Program Revenues:						
Charges for Services	\$ 2,970,165	\$ 4,240,172	\$ 7,210,337	\$ 4,895,179	\$ 2,535,454	\$ 7,430,633
Federal/State Grants & Contributions	31,531,301		31,531,301	33,624,572		33,624,572
General Revenues:						
Property Tax	78,465,582		78,465,582	74,943,113		74,943,113
State aid,						
Teachers' pension	5,258,449		5,258,449	4,286,471		4,286,471
Investment earnings	633,222	11,480	644,702	587,405	18,218	605,623
Other Revenues	1,986,905	113,066	2,099,971	1,575,279	-	1,575,279
Total revenues	<u>120,845,624</u>	<u>4,364,718</u>	<u>125,210,342</u>	<u>119,912,019</u>	<u>2,553,672</u>	<u>122,465,691</u>
Expenses:						
General Government	7,296,920		7,296,920	8,100,081		8,100,081
Public Safety	14,167,522		14,167,522	12,812,363		12,812,363
Education	83,958,717		83,958,717	84,927,428		84,927,428
Public Works	10,369,329		10,369,329	6,537,413		6,537,413
Community & economic development	370,528		370,528	375,759		375,759
Health & human services	1,451,522		1,451,522	1,491,884		1,491,884
Culture & recreation	2,124,469		2,124,469	2,500,340		2,500,340
Interest Expense	1,168,922		1,168,922	1,466,703		1,466,703
Sewer fund		2,857,632	2,857,632		2,775,179	2,775,179
Total Expense	<u>120,907,929</u>	<u>2,857,632</u>	<u>123,765,561</u>	<u>118,211,971</u>	<u>2,775,179</u>	<u>120,987,150</u>
Change in net position before transfers	(62,305)	1,507,086	1,444,781	1,700,048	(221,507)	1,478,541
Transfers	(200,000)	200,000	-	-	-	-
Change in net position	(262,305)	1,707,086	1,444,781	1,700,048	(221,507)	1,478,541
Net position,						
Beginning of the year, restated	(136,070,494)	17,666,674	(118,403,820)	(141,946,872)	11,057,344	(130,889,528)
Net Position, End of Year	<u>\$ (136,332,799)</u>	<u>\$ 19,373,760</u>	<u>\$ (116,959,039)</u>	<u>\$ (140,246,824)</u>	<u>\$ 10,835,837</u>	<u>\$ (129,410,987)</u>

Certain reclassifications were made to confirm with current year presentation.

** Prior year net position was restated, see Note 24.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Financial Analysis of the Town of Coventry's Funds

Governmental Funds - The focus of the Town of Coventry's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, the 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.

At the end of the current fiscal year, the Town's governmental funds reported combined ending fund balance of \$24,767,198. Of this amount, \$10,708,268 constitutes net unassigned fund balance. The remainder of the fund balance is classified in Note 7 on page 44 as follows:

Non-Spendable:

General fund notes receivable	\$ 239,171
Sewer advance	2,967,414
School department prepaid items	609,466
Total Non-Spendable fund balance	\$ 3,816,051

Restricted:

Restricted for City special revenue funds	\$ 299,520
Restricted for School special revenue funds	589,467
Restricted for Town Capital projects funds	3,425,183
Restricted for general School purposes	1,593,387
Restricted for School Capital projects funds	261,995
Total Restricted fund balance	\$ 6,169,552

Committed:

General fund	\$ 2,663,000
General fund encumbrances	241,500
Town special revenue	1,168,827
Total Committed fund balance	\$ 4,073,327

Total **\$ 14,058,930**

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

Total unrestricted net position of the proprietary funds is reported at \$6,774,499.

General Fund Budgeting Highlights for the Fiscal Year Ending
June 30, 2020

REVENUE:

Total Revenues - were over budget by \$1,769,363.

General Property Taxes - was over budget by \$929,174 because of higher than anticipated collections.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Intergovernmental revenue - was over budget by \$202,395.

Interest Income - was over budget by \$410,879. This was due to better than expected returns on investments.

EXPENSES:

Total expenses - The expenses were under budget by \$1,514,768.

Legislative, judicial, and general administrative -was under budget by \$712,458 mainly because of a budgeted contingency that was not utilized.

Public Works Department - was under budget by \$303,542 mainly because of reduction of payroll and payroll related benefits, 2 FT and all PT people were let go or retired and not replaced. Also, there was a spending freeze and repairs were deferred.

Services function department - was under budget by \$302,894 mainly because of several employees, both PT and FT were let go in both the library and the recreation department due to COVID and spending freezes. The Human service department had a drop in expenditure due to COVID, although no one was let go in this department, lack of activity produced reduction of operational expenditures.

The Town of Coventry's Capital Assets

The Town of Coventry's investment in capital assets for its governmental and business-type activities amounts to \$77,378,522 net of accumulated depreciation at June 30, 2020. Included are land, building and improvements, construction in progress, motor vehicles, office furniture and equipment and infrastructure. Additional information on the Town of Coventry's capital assets is located in Note 6 to the financial statements and can be found on page 42.

Town of Coventry
Capital Assets (Net of Accumulated Depreciation)

	2020			2019		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Land	\$ 9,688,933	\$ -	\$ 9,688,933	\$ 9,688,933	\$ -	\$ 9,688,933
Construction in progress	1,264,587	2,292,522	3,557,109	8,728,233	2,292,522	11,020,755
Infrastructure	2,516,842		2,516,842	2,696,379		2,696,379
Buildings and improvements	34,516,223		34,516,223	25,149,196		25,149,196
Office furniture & equipment	199,564		199,564	295,085		295,085
Machinery, equipment & furniture	83,642		83,642	161,607		161,607
Motor Vehicles	2,419,017		2,419,017	2,802,830		2,802,830
Wastewater collection system		24,396,756	24,396,756		25,045,422	25,045,422
	<u>\$ 50,688,808</u>	<u>\$ 26,689,278</u>	<u>\$ 77,378,086</u>	<u>\$ 49,522,263</u>	<u>\$ 27,337,944</u>	<u>\$ 76,860,207</u>

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Constructions in process for governmental activities relate to road infrastructure, and the Upper Pond Dam repairs. These projects will be funded by a combination of grant monies and bond debt expected to be issued in the upcoming years.

The Town has the following commitments related to construction project contracts at June 30, 2020:

Town:

Demolition		\$ <u>109,028</u>
Total Town		\$ <u><u>109,028</u></u>

The Town of Coventry's Debt Administration

At the end of the current fiscal year, the Town of Coventry's Governmental Activities had a total bonded debt of \$42,072,576. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the Town's long-term liabilities:

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

	Town of Coventry General Obligation Bonds and Notes Payable					
	2020			2019		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
General obligation bonds and loans payable	\$ 42,072,576	\$ -	\$ 42,072,576	\$ 45,874,576	\$ -	\$ 45,874,576
Bond premiums	1,246,386	-	1,246,386	1,337,722	-	1,337,722
Capital leases	62,121	891,748	953,869	-	998,871	998,871
Clean water bonds		16,026,000	16,026,000		16,984,573	16,984,573
Total bonds and loans payable, bond premium and capital leases	<u>43,381,083</u>	<u>16,917,748</u>	<u>60,298,831</u>	<u>47,212,298</u>	<u>17,983,444</u>	<u>65,195,742</u>
Other Liabilities						
Compensated absences	4,458,824		4,458,824	4,255,139		4,255,139
Claims and judgements	2,211,489		2,211,489	-		-
OPEB liability	27,339,394		27,339,394	17,880,857		17,880,857
Net pension liability	165,767,429		165,767,429	161,944,594		161,944,594
Total Other Liabilities	<u>199,777,136</u>	<u>-</u>	<u>199,777,136</u>	<u>184,080,590</u>	<u>-</u>	<u>184,080,590</u>
	<u>\$ 243,158,219</u>	<u>\$ 16,917,748</u>	<u>\$ 260,075,967</u>	<u>\$ 231,292,888</u>	<u>\$ 17,983,444</u>	<u>\$ 249,276,332</u>

** Prior year balances were restated, see Note 24.

Additional information on the Town's long-term liabilities can be found in Note 9 of the Notes to the Financial Statements and on pages 46 and 47.

The Town maintains a "A1" rating from Moody's for general obligation debt. 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 Coventry's limit is \$104,125,942 at fiscal year-end. The Town's outstanding general obligation debt that is applicable to the debt limit is \$31,645,000 at year-end, which is \$72,480,942 under the State imposed limitation.

TOWN OF COVENTRY, RHODE ISLAND
Management's Discussion and Analysis

Economic Factors and Next Year's Budgets and Rates

The Town of Coventry's total general fund budget for fiscal year 2021 amounts to \$263,853,975, which reflects an increase of \$5,883,671, or a 2.28% increase over the fiscal 2020 budget of \$108,150,086. Of the Town's 2021 budget \$76,192,204 or 70.45%, is budgeted for educational purposes and \$135,330,003 or 29.55% is budgeted for other purposes.

The Town's tax rate for fiscal year 2021 is \$22.87 per thousand for commercial real property, \$18.97 per thousand for residential real property, \$18.75 per thousand for motor vehicles and \$18.97 per thousand for tangible personal property.

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. Questions concerning this report, or requests for additional information, should be directed to Lisa Mills, Finance Director, Town of Coventry, 1670 Flat River Road, Coventry RI 02816.

Lisa Mills
Finance Director (as of January 25, 2021)

Basic Financial Statements

TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF NET POSITION
JUNE 30, 2020

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Current Assets:			
Cash and cash equivalents	\$ 18,793,768	\$ 91,910	\$ 18,885,678
Cash held by fiscal agent	2,560,092		2,560,092
Investments	5,254,551		5,254,551
Receivables:			
Property taxes	2,314,443		2,314,443
Sewer assessments and user fees, net		1,071,421	1,071,421
Intergovernmental	1,349,056		1,349,056
Other	632,293	834,162	1,466,455
Prepays	637,048		637,048
Other assets	2,498,541		2,498,541
Due from fiduciary fund	184,987		184,987
Internal balances	2,967,414	(2,967,414)	-
Notes receivable	239,171		239,171
Total current assets	<u>37,431,364</u>	<u>(969,921)</u>	<u>36,461,443</u>
Noncurrent Assets:			
Advance deposits - medical	503,361		503,361
Sewer assessments receivable		8,903,969	8,903,969
Net pension asset	7,831,446		7,831,446
Other assets		1,674,826	1,674,826
Total noncurrent assets	<u>8,334,807</u>	<u>10,578,795</u>	<u>18,913,602</u>
Capital Assets:			
Nondepreciable:			
Land	9,688,933		9,688,933
Construction in progress	1,264,587	2,292,522	3,557,109
Depreciable (net of accumulated depreciation):			
Property, plant & equipment	39,735,289	24,396,756	64,132,045
Total net capital assets	<u>50,688,809</u>	<u>26,689,278</u>	<u>77,378,087</u>
Total noncurrent assets	<u>59,023,616</u>	<u>37,268,073</u>	<u>96,291,689</u>
Total assets	<u>96,454,980</u>	<u>36,298,152</u>	<u>132,753,132</u>
Deferred Outflows of Resources:			
Deferred charge on refunding		234,058	234,058
Deferred outflows of resources related to pensions	19,630,174		19,630,174
Deferred outflows of resources related to OPEB	9,074,171		9,074,171
	<u>28,704,345</u>	<u>234,058</u>	<u>28,938,403</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 125,159,325</u>	<u>\$ 36,532,210</u>	<u>\$ 161,691,535</u>
Liabilities			
Current Liabilities:			
Accounts payable and accrued liabilities	\$ 7,476,800	\$ 10,035	\$ 7,486,835
Accrued interest payable	163,522	230,667	394,189
Unearned revenue	188,000		188,000
Due to fiduciary fund	122,326		122,326
Long-term liabilities due within one year	5,581,870	882,117	6,463,987
Total current liabilities	<u>13,532,518</u>	<u>1,122,819</u>	<u>14,655,337</u>
Noncurrent Liabilities:			
Net pension liability	165,767,429		165,767,429
Total OPEB liability	26,254,013		26,254,013
Long-term liabilities due in more than one year	45,554,907	16,035,631	61,590,538
Total noncurrent liabilities	<u>237,576,349</u>	<u>16,035,631</u>	<u>253,611,980</u>
Total liabilities	<u>251,108,867</u>	<u>17,158,450</u>	<u>268,267,317</u>
Deferred Inflows of Resources:			
Deferred inflows of resources related to pensions	10,027,893		10,027,893
Deferred inflows of resources related to OPEB	355,364		355,364
	<u>10,383,257</u>	<u>-</u>	<u>10,383,257</u>
Total liabilities and deferred inflows of resources	<u>261,492,124</u>	<u>17,158,450</u>	<u>278,650,574</u>
Net Position:			
Net investment in capital assets	6,594,433	10,839,750	17,434,183
Restricted for:			
Net pension asset	7,644,870		7,644,870
Education	2,182,854		2,182,854
Capital projects	3,687,178		3,687,178
Other purposes	299,520		299,520
Debt Service		1,674,826	1,674,826
Clean water projects		84,685	84,685
Unrestricted	(156,741,654)	6,774,499	(149,967,155)
Total net position	<u>(136,332,799)</u>	<u>19,373,760</u>	<u>(116,959,039)</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 125,159,325</u>	<u>\$ 36,532,210</u>	<u>\$ 161,691,535</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

Functions/Programs	Expenses	Program Revenues			Net Revenues (Expenses) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
General government	\$ 7,296,920	\$ 870,289	\$ 183,472	\$ -	\$ (6,243,159)	\$ -	\$ (6,243,159)
Public safety	14,167,522	195,278	302,048	-	(13,670,196)	-	(13,670,196)
Public works	10,369,329	308,581	135	-	(10,060,613)	-	(10,060,613)
Education	83,958,717	1,531,674	30,463,191	-	(51,963,852)	-	(51,963,852)
Community and economic development	370,528	24,246	333	-	(345,949)	-	(345,949)
Health and human services	1,451,522	0	581,657	-	(869,865)	-	(869,865)
Culture and recreation	2,124,469	124,718	465	-	(1,999,286)	-	(1,999,286)
Interest expense	1,168,922	-	-	-	(1,168,922)	-	(1,168,922)
Total governmental activities	<u>120,907,929</u>	<u>3,054,786</u>	<u>31,531,301</u>	<u>-</u>	<u>(86,321,842)</u>	<u>-</u>	<u>(86,321,842)</u>
Business-Type Activities:							
Sewer fund	2,857,632	4,252,643	15,910	-	-	1,410,921	1,410,921
Total business-type activities	<u>2,857,632</u>	<u>4,252,643</u>	<u>15,910</u>	<u>-</u>	<u>-</u>	<u>1,410,921</u>	<u>1,410,921</u>
Totals	<u>\$ 123,765,561</u>	<u>\$ 7,307,429</u>	<u>\$ 31,547,211</u>	<u>\$ -</u>	<u>(86,321,842)</u>	<u>1,410,921</u>	<u>(84,910,921)</u>
		General Revenues:					
					75,989,253		75,989,253
					472,459		472,459
					2,003,870		2,003,870
					5,258,449		5,258,449
					1,902,284	84,685	1,986,969
					633,222	11,480	644,702
					(200,000)	200,000	-
					<u>86,059,537</u>	<u>296,165</u>	<u>86,355,702</u>
					(262,305)	1,707,086	1,444,781
					(136,070,494)	17,666,674	(118,403,820)
					\$ (136,332,799)	\$ 19,373,760	\$ (116,959,039)

The accompanying notes are an integral part of these financial statements

TOWN OF COVENTRY, RHODE ISLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

	<u>General Fund</u>	<u>School Unrestricted Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:				
Cash and cash equivalents	\$ 16,062,091	\$ 881,388	\$ 1,850,289	\$ 18,793,768
Investments	5,254,551			5,254,551
Receivables:				
Property taxes, net	2,314,445			2,314,445
Intergovernmental			1,391,876	1,391,876
Other	469,432	120,035		589,467
Due from other funds	557,553	6,375,074	1,853,495	8,786,122
Advance to sewer fund	2,967,414			2,967,414
Prepays		609,466		609,466
Cash with fiscal agent			2,560,092	2,560,092
Note receivable	239,171			239,171
Total Assets	<u>\$ 27,864,657</u>	<u>\$ 7,985,963</u>	<u>\$ 7,655,752</u>	<u>\$ 43,506,372</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable and accrued expenditure	\$ 787,885	\$ 5,136,955	\$ 1,551,956	\$ 7,476,796
Due to other funds	6,695,967	646,155	1,381,339	8,723,461
Unearned revenue			188,000	188,000
Total liabilities	<u>7,483,852</u>	<u>5,783,110</u>	<u>3,121,295</u>	<u>16,388,257</u>
Deferred Inflows:				
Unavailable revenue - property taxes	2,350,917			2,350,917
Total deferred inflows of resources	<u>2,350,917</u>	<u>-</u>	<u>-</u>	<u>2,350,917</u>
Total liabilities and deferred inflows	<u>9,834,769</u>	<u>5,783,110</u>	<u>3,121,295</u>	<u>18,739,174</u>
Fund Balances:				
Nonspendable	3,206,585	609,466		3,816,051
Restricted		1,593,387	4,576,165	6,169,552
Committed	2,904,500		1,168,827	4,073,327
Unassigned	11,918,803		(1,210,535)	10,708,268
Total fund balances	<u>18,029,888</u>	<u>2,202,853</u>	<u>4,534,457</u>	<u>24,767,198</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 27,864,657</u>	<u>\$ 7,985,963</u>	<u>\$ 7,655,752</u>	<u>\$ 43,506,372</u>

(Continued on next page)

**TOWN OF COVENTRY, RHODE ISLAND
RECONCILIATION OF FUND BALANCE
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2020**

Amounts reported for governmental activities in the statement of net position (Exhibit I) are Different from the Governmental Fund Balance Sheet. The Details of this Difference are as follows:

Total Fund Balance (Exhibit III, Page 1)	\$ 24,767,198
Capital Assets Used In Governmental Activities are not Financial Resources and, Therefore, are not Reported in the Funds:	
Total capital assets	\$ 192,591,497
Accumulated depreciation	<u>(141,902,688)</u>
	50,688,809
Other Long-Term Assets are not Available to Pay for Current Period Expenditures and, Therefore, are Deferred in the Funds:	
Property tax, interest and lien accrual, (net)	
Unearned tax revenues (net of an allowance for uncollectible) are recorded in the funds, but are not deferred under the measurement focus employed in the Statement of Net Position	2,350,917
Net pension asset	7,831,446
Prepaid bond insurance	27,582
Deferred outflows of net pension	19,630,174
Deferred outflows of total OPEB	9,074,171
Internal Service Fund is Used by Management to Charge the Cost of Self-Insurance to Individual Departments:	
The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position	3,001,902
Some Liabilities, Including Bonds Payable, are not Due and Payable in the Current Period and, Therefore, are not Reported in the Funds:	
Bonds and notes payable	(42,072,576)
Capital lease	(62,121)
Unamortized premium on bonds payable	(1,246,386)
Compensated absences	(4,458,824)
Claims and judgements	(2,211,489)
Net pension liability	(165,767,429)
Total OPEB liability	(27,339,394)
Deferred inflows of net pension liability	(10,027,893)
Deferred inflows of total OPEB liability	(355,364)
Accrued interest payable	<u>(163,522)</u>
Net Position of Governmental Activities	<u>\$ (136,332,799)</u>

The accompanying notes are an integral part of these financial statements

TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>General Fund</u>	<u>School Unrestricted Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
General property taxes	\$ 76,143,864	\$	\$	\$ 76,143,864
Other taxes	990,328			990,328
Penalties and interest on taxes	472,459			472,459
Licenses, fees and permits	1,003,844			1,003,844
Intergovernmental	3,355,343	24,439,116	5,740,712	33,535,171
Charges for services	330,904	1,034,119	684,295	2,049,318
Investment income	584,548		51,896	636,444
State on-behalf pension contributions		3,794,494		3,794,494
Miscellaneous	908,854	1,624	-	910,478
Total revenues	<u>83,790,144</u>	<u>29,269,353</u>	<u>6,476,903</u>	<u>119,536,400</u>
Expenditures:				
Current:				
General government	6,215,625		143,273	6,358,898
Public safety	13,197,979		641,664	13,839,643
Education		75,196,795	4,985,094	80,181,889
Public works	5,286,206		2,285,061	7,571,267
Community and economic development	370,195		571,871	942,066
Health and human services	713,238		1,639	714,877
Culture and recreation	2,122,831		5,437,115	7,559,946
Debt Service:				
Principal	3,802,000			3,802,000
Interest and other costs	1,374,892			1,374,892
Capital Outlay:				
Capital expenditures	200,000			200,000
Total expenditures	<u>33,282,966</u>	<u>75,196,795</u>	<u>14,065,717</u>	<u>122,545,478</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>50,507,178</u>	<u>(45,927,442)</u>	<u>(7,588,814)</u>	<u>(3,009,078)</u>
Other Financing Sources (Uses):				
Transfers in	-	47,151,589	356,082	47,507,671
Transfers out	<u>(47,361,590)</u>	<u>(346,081)</u>	<u>-</u>	<u>(47,707,671)</u>
Net Other Financing Sources (Uses)	<u>(47,361,590)</u>	<u>46,805,508</u>	<u>356,082</u>	<u>(200,000)</u>
Net Change in Fund Balances	3,145,588	878,066	(7,232,732)	(3,209,078)
Fund Balances - July 1, 2019, as restated	<u>14,884,300</u>	<u>1,324,787</u>	<u>11,767,189</u>	<u>27,976,276</u>
Fund Balances - June 30, 2020	<u>\$ 18,029,888</u>	<u>\$ 2,202,853</u>	<u>\$ 4,534,457</u>	<u>\$ 24,767,198</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Amounts reported for Governmental Activities in the Statement of Activities (Exhibit II) are due to:

Net Change in Fund Balances - Total Governmental Funds (Exhibit IV)	\$ (3,209,078)
---	----------------

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay	5,469,172
Depreciation expense	(4,302,626)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds and revenues recognized in the Fund Financial Statements are not recognized in the Statement of Activities:

Change in unearned tax revenues that are recorded in the funds, but are not deferred under the measurement employed	(154,731)
Increase in property tax interest and lien revenue	
Net pension asset	1,392,890
Changes in deferred outflows related to pensions	2,614,776
Changes in deferred outflows related to OPEB	8,473,919

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

Accrued interest payable	116,752
Amortization of deferred charge on refunding	
Bond premium amortized	91,336
Principal payments on bonds and notes	3,802,000
Prepaid bond insurance	(2,121)
Capital lease payments	

(Continued on next page)

**TOWN OF COVENTRY, RHODE ISLAND
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2020**

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:

Change in compensated absences	(203,685)
Change in claims and judgements	(1,851,489)
Change in net pension liability	(3,822,835)
Change in total OPEB liability	(9,458,537)
Change in deferred inflows related to pensions	(863,612)
Change in deferred inflows related to OPEB	61,270

The net revenue of the activities of the Internal Service Fund is reported with Governmental Activities

1,584,294

Change in Net Position of Governmental Activities (Exhibit II)

\$ (262,305)

The accompanying notes are an integral part of the financial statements

TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

	Business-Type Activities		Governmental	
	Enterprise Funds		Activities	
	Sewer		Internal Service Fund	
Assets				
Current Assets:				
Cash and cash equivalents	\$	91,910	\$	
Receivables:				
Sewer assessments and user fees, net		1,071,421		
Rhode Island Clean Water		819,327		
Capital lease borrowing source - All American		14,835		
Claims deposits				2,498,541
Total current assets		<u>1,997,493</u>		<u>2,498,541</u>
Noncurrent Assets:				
Sewer assessments		8,903,969		
Restricted cash - debt service reserve		1,674,826		
Advance deposits - medical				503,361
Subtotal noncurrent assets		<u>10,578,795</u>		<u>503,361</u>
Capital Assets:				
Nondepreciable assets		2,292,522		
Capital assets, net of accumulated depreciation		24,396,756		
Total noncurrent assets		<u>37,268,073</u>		<u>503,361</u>
Total assets		<u>39,265,566</u>		<u>3,001,902</u>
Deferred Outflow of Resources:				
Charge on refunding		234,058		
Total deferred outflow of resources		<u>234,058</u>		<u>-</u>
Total Assets and Deferred outflow of Resources	\$	<u>39,499,624</u>	\$	<u>3,001,902</u>
Liabilities				
Current Liabilities:				
Accounts payable and accrued liabilities	\$	10,035	\$	
Accrued interest payable		230,667		
Long-term liabilities due within one year		882,117		
Total current liabilities		<u>1,122,819</u>		<u>-</u>
Noncurrent Liabilities:				
Advance from general fund		2,967,414		
Long-term liabilities due in more than one year		16,035,631		
Total noncurrent liabilities		<u>19,003,045</u>		<u>-</u>
Total liabilities		<u>20,125,864</u>		<u>-</u>

(Continued on next page)

**TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS
JUNE 30, 2020**

	<u>Business-Type Activities Enterprise Funds</u>	<u>Governmental Activities</u>
	<u>Sewer</u>	<u>Internal Service Fund</u>
Net Position:		
Net Investment in capital assets	10,839,750	
Restricted:		
Debt service	1,674,826	
Clean water projects	84,685	
Unrestricted (deficit)	<u>6,774,499</u>	<u>3,001,902</u>
Total net position	<u>19,373,760</u>	<u>3,001,902</u>
 Total Liabilities, Deferred Inflows of Resources and Net Position	 <u>\$ 39,499,624</u>	 <u>\$ 3,001,902</u>

The accompanying notes are an integral part of these financial statements

TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	Business-Type Activities	Governmental
	Enterprise Funds	Activities
	Major Fund	Internal Service
	Sewer	Fund
Operating Revenues:		
Charges for usage and service	\$ 4,240,172	\$ 7,377,969
Miscellaneous	12,471	
Total operating revenues	<u>4,252,643</u>	<u>7,377,969</u>
Operating Expenses:		
Contract services	30,252	
Health care management		5,793,675
Operations and maintenance	1,650,580	
Depreciation	648,665	
Total operating expenses	<u>2,329,497</u>	<u>5,793,675</u>
Operating Income (Loss)	<u>1,923,146</u>	<u>1,584,294</u>
Nonoperating Revenues (Expenses):		
Interest expense	(528,135)	
Investment income	11,480	
Grant income	15,910	
Miscellaneous revenues	84,685	
Total nonoperating revenues (expenses)	<u>(416,060)</u>	<u>-</u>
Transfer in	<u>200,000</u>	<u>-</u>
Net Nonoperating Revenues (Expenses)	<u>(216,060)</u>	<u>-</u>
Change in Net Position	1,707,086	1,584,294
Net Position - July 1, 2019, as restated	<u>17,666,674</u>	<u>1,417,608</u>
Net Position - June 30, 2020	<u>\$ 19,373,760</u>	<u>\$ 3,001,902</u>

The accompanying notes are an integral part of these financial statements

**TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>Enterprise Funds</u> <u>Major Fund</u>	<u>Governmental</u> <u>Activities</u>
	<u>Sewer</u>	<u>Internal Service</u> <u>Fund</u>
Cash Flows from Operating Activities:		
Cash received from customers	\$ 2,600,376	\$ 7,377,969
Cash paid for claims		(7,377,969)
Cash paid for other operating expenses	(1,673,824)	
Net cash provided by (used in) operating activities	<u>926,552</u>	<u>-</u>
Cash Flows from Noncapital Financing Activities:		
Non-operating grant	15,910	
Debt refunding credits	84,685	
Transfers from other funds	200,000	
Change in interfund loans	243,173	
Net cash provided by (used in) noncapital financing activities	<u>543,768</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:		
Principal paid on bonds	(772,000)	
Principal paid on capital leases	(107,123)	
Interest paid	(531,887)	
Net cash used in capital and related financing activities	<u>(1,411,010)</u>	<u>-</u>
Cash Flows from Investing Activities:		
Income from investments	11,480	
Net cash provided by investing activities	<u>11,480</u>	<u>-</u>
Net Increase in Cash	70,790	-
Cash - July 1, 2019 (including restricted cash)	<u>1,695,946</u>	<u>-</u>
Cash - June 30, 2020 (including restricted cash)	<u>\$ 1,766,736</u>	<u>\$ -</u>
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities:		
Operating income (loss)	\$ 1,923,146	\$ 1,584,294
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation	648,665	
Increase in sewer assessments receivable	(1,795,952)	
Decrease in borrowing sources	126,967	
Increase in claims deposits		(1,080,933)
Increase in intergovernmental receivables		(503,361)
Increase in accounts payable	7,008	
Decrease in deferred charge on refunding	16,718	
Decrease in other deferred revenue		
Net Cash Provided by (Used in) Operating Activities	<u>\$ 926,552</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2020

	Pension Trust Fund	Private Purpose Trust Fund	Agency Funds
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Cash and cash equivalents	\$ 490,619	\$ 589,503	\$ 2,169,105
Investments:			
Fixed income	11,348,808	1,152,713	
Mutual funds	31,534,000	1,359,127	
International equity mutual fund		214,870	
Common Stock	3,095,109	93,148	
Total investments	<u>45,977,917</u>	<u>2,819,858</u>	<u>-</u>
Other receivables			65,569
Due from primary government	<u>-</u>	<u>122,326</u>	
Total assets	<u>46,468,536</u>	<u>3,531,687</u>	<u>2,234,674</u>
Liabilities:			
Due to primary government		90,000	94,987
Deposits held in custody			<u>2,139,687</u>
Total liabilities	<u>-</u>	<u>90,000</u>	<u>2,234,674</u>
Net Position Restricted for Pensions and Other Purposes	<u>\$ 46,468,536</u>	<u>\$ 3,441,687</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**TOWN OF COVENTRY, RHODE ISLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	Pension Trust Fund	Private Purpose Trust Fund
	<u> </u>	<u> </u>
Additions:		
Contributions:		
Employer contributions	\$ 7,954,498	\$ -
Plan member contributions	1,275,279	-
Total contributions	<u>9,229,777</u>	<u>-</u>
Investment Income:		
Interest and dividends	293,184	96,249
Net appreciation in the fair value of investments	909,846	(27,753)
Total investment income	<u>1,203,030</u>	<u>68,496</u>
Total additions	<u>10,432,807</u>	<u>68,496</u>
Deductions:		
Benefits	7,578,705	-
Operating expenses		55,090
Administrative expenses	69,526	
Total deductions	<u>7,648,231</u>	<u>55,090</u>
Change in Net Position	2,784,576	13,406
Net Position - July 1, 2019, as restated	<u>43,683,960</u>	<u>3,428,281</u>
Net Position - June 30, 2020	<u>\$ 46,468,536</u>	<u>\$ 3,441,687</u>

The accompanying notes are an integral part of these financial statements

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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

B. Basis of Presentation

Government-Wide Financial Statements

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

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

Fund Financial Statements

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

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

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

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

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

General Fund

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

Special Revenue Funds

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

Capital Project Funds

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

Proprietary Funds

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

Internal Service Funds

Internal Service Funds are used by the School Department to manage their self-insured health care cost with WB Community Health.

Fiduciary Funds

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

Agency Funds

Agency Funds account for monies held as custodian on behalf of students, amounts held for estate unclaimed in probate court and amounts held for performance bonds.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Private Purpose Trust Funds

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

Pension Funds

The Pension Trust Fund accounts for the activities of the Town of Coventry Municipal Employee Retirement Plan, which accumulates resources for pension benefit payments to qualified Town employees.

The Pension Trust Fund accounts for the activities of the Police Officers of the Town of Coventry Pension Plan, which accumulates resources for pension benefit payments to qualified Town employees.

The Pension Trust Fund accounts for the activities of the Coventry Teacher’s Alliance School Related Personal Pension Plan, which accumulates resources for pension benefit payments to qualified Town employees.

Major Funds

The funds further classified as major are as follows:

Fund	Brief Description
Governmental: General Fund	This fund is the primary operating fund of the Town.
School Unrestricted Fund	This fund is used to report all financial transactions of the Coventry School Department, except those legally or administratively required to be accounted for in other funds.
Proprietary: Sewer	This fund accounts for the Town’s sewer system.

Measurement Focus

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

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

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

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

- All proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position and cash flows. All assets and deferred outflows and liabilities and deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.
- Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

C. Basis of Accounting

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

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

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

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

Cash and Cash Equivalents

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

Restricted Cash

Certain assets are classified as restricted because of their availability is limited. Restricted cash is to be used for debt service and landfill monitoring purposes.

Investments

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

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

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Accounts Receivable

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

Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Proprietary fund receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivables are based upon historical trends and the periodic aging of accounts receivable. There was no allowance for uncollectible taxes receivable accounts at June 30, 2020. Major receivable balances for the governmental activities include property taxes and intergovernmental receivables 31% and 22%, respectively, of total governmental receivables. Business-type activities report service fees as its major receivables.

Inventories

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

Capital Assets

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

In the government-wide financial statements, capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their acquisition price at the date of donation. Library collections, capital assets that are not being depreciated, are placed into service using the replacement method of cost for any new assets and the expense is charged to depreciation expense in the year of acquisition. As of June 30, 2020, the Town's infrastructure assets have been capitalized and reported within the financial statements.

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

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

Machinery and equipment	5-10 years
Improvements	10-20 years
Other infrastructure	10-50 years
Buildings	20 years

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Encumbrances

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

Property Taxes

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

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

The Town's fiscal 2020 property taxes were levied in July of 2019 on assessed valuation as of December 31, 2018. Upon levy, taxes are billed quarterly and are due on August 15, November 15, February 15 and May 15. Failure to mail payments by due dates will result in lien on taxpayer's property. Assessed values are established by Tax Assessor's Office and are currently calculated at 100% of assessed value for real estate and 100% of market value for motor vehicles. The most recent assessment of all real estate was completed as of December 31, 2016.

Compensated Absences

Under the terms of various contracts and agreements, Town employees are granted vacation and sick leave in the varying amounts based on length of service. The Town's policy is to recognize the cost of the vacation and sick leave in governmental funds when paid, and on the accrual basis in proprietary funds. For governmental fund types accrued compensated absences are presented as a current liability for those amounts expected to be paid with current financial resources. In governmental funds compensated absence expenditures are only reported when matured. For those compensated absences not to be paid with current financial resources the liability is recorded in the statement of net position of the government-wide financial statements. See Note 10 for amounts due and payable at June 30, 2020. For proprietary fund types accrued compensated absences are recorded as a liability within those funds. In past years and in future fiscal years the general fund has been used to liquidate the liability for compensated absences in governmental funds other than those which are liabilities on proprietary funds.

Judgments and Claims

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

Bond Issuance Costs

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

Net Pension Liability

The net pension liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service (total pension liability), net of the pension plans' fiduciary net position. The pension plans' fiduciary net position is determined using the same valuation methods that are used by the pension plans for purposes of preparing their statements of fiduciary net position. The net pension liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

Total Other Postemployment Benefits Other Than Pensions (OPEB) Liability

The total OPEB liability is measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service. The total OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

Long-Term Obligations

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

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

Deferred Outflows of Resources

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

Deferred Inflows of Resources

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

Self-Insurance

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

Interfund Transactions

Nonreciprocal Interfund Activities

- Interfund transfers are reported in governmental funds as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after nonoperating revenues and expenses.
- Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.

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

Net Position/Fund Balance Classifications

Government-Wide Statements

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

Net Investment in Capital Assets

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

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Restricted Net Position

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

Unrestricted Net Position

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

Fund Financial Statements

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

Nonspendable

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

Restricted

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

Committed

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

Assigned

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

Unassigned

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

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

Net Position Flow Assumption

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

Fund Balance Flow Assumption

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

E. Estimates

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

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

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

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

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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

Excess of Expenditures over Appropriations

For the year ended June 30, 2020, General Fund expenditures exceeded appropriations in the following categories:

Transfers to other funds	\$	(121,503)
Transfers to other funds		(54,721)

For the year ended June 30, 2020, School Unrestricted Fund expenditures exceeded appropriations in the following categories:

School		
Other	\$	(1,002)
Transfer to other funds		(346,081)

Legal Debt Margin

The Town's legal debt margin as set forth by State Statute is limited to three percent of total assessed value which approximates \$3,470,864,728 based on the December 31, 2018 assessment. As of June 30, 2020, the Town's debt is under the debt limit by \$135,770,942 subject to the Maximum Aggregate Indebtedness provision (3% Debt Limit) of the Rhode Island General Laws 45-12-2. All other Town debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Fund Deficits

Funds with deficit fund balances as of June 30, 2020 were as follows:

<u>Non-Major Governmental Funds</u>	
RIRRC Composting Grant	\$ 1,125
2019 Police Service Complex	625,789
Law enforcement	511
Drug Seizure Fund	93,457
Byrne Grant	580
Resource Sharing	523
RIEMA Maple Valley & Franklin	18,297
RIEMA Industrial Drive	7,990
RIEMA Hammet Road	6,462
RIEMA Johnson Blvd Drainage	24,577
Coventry Emergency Management	2,800
ATSI Launch Mini	600
Carl D Perkins	11,094
VTA	1,397
Perkins VTA Odd years	13,899
Teacher Quality Recruitment Grant	4,250
State CTE Fund - 2018	9,215
Feinstein restricted fund	2,496
CPEF	2,779
RI Math Interventions AIR	137
Kent Count Prevention - SOR	301
WB Collaborative	73
Direct reimbursement	384
Capital Improvement Fund 12	372,937
Hammet Road Island Drive	1,775
High School AC Unit	3,957
School Impact Fees	3,130
 <u>Fiduciary Funds</u>	
Cemetery fund	15,234
Total	<u>\$ 1,225,769</u>

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

3. CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits

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

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

Investments

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

Interest Rate Risk

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

Concentrations

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

Custodial Credit Risk

Deposits

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

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

At June 30, 2020, the carrying amount of the Town and the Pension Trust Fund's deposits was \$26,369,821, while the bank balance of \$28,568,648 was exposed to custodial credit risk as follows:

Insured	\$ 3,211,583
Collateralized	
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	22,946,973
Uninsured and uncollateralized	<u>2,410,092</u>
 Total Amount Subject to Custodial Risk	 <u>\$ 28,568,648</u>

Interest Rate Risk

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

Credit Risk

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

As of June 30, 2020, the Town had the following investments:

	Total Value	Fair Value	NAV	Investment Maturities (Years)		
				1	1 - 10	More Than 10
Interest-bearing investments at fair value:						
U.S. Government Securities	\$ 1,715,341	\$ 1,715,341	\$	\$ 9,983	\$ 841,413	\$ 863,945
U.S. Government Agencies	3,773,814	3,773,814		56,943	798,288	2,918,583
Corporate Bonds	<u>9,632,617</u>	<u>9,632,617</u>		<u>753,567</u>	<u>7,361,749</u>	<u>1,517,301</u>
Total interest-bearing investments at fair value	15,121,772	15,121,772	-	820,493	9,001,450	5,299,829
Guaranteed Investment Contracts (NAV)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Interest Bearing Investments	15,121,772	<u>\$ 15,121,772</u>	<u>\$ -</u>	<u>\$ 820,493</u>	<u>\$ 9,001,450</u>	<u>\$ 5,299,829</u>
Common Stock	3,188,258					
Mutual Funds	<u>35,742,296</u>					
Total Investments	<u>\$ 54,052,326</u>					

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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

Average Rating	Corporate Bonds	U.S. Government Securities	Guaranteed Investment Contract	U.S. Government Agencies
Aaa	\$ 837,581	\$	\$	\$ 98,358
Aa1	313,660			281,464
Aa2	610,299			106,583
Aa3	575,678			
A1	1,196,879			155,154
A2	866,436			
A3	1,783,711			
Baa1	1,293,270			
Baa2	968,473			
Baa3	887,860			
Unrated	298,770	1,715,341		3,132,255
	<u>\$ 9,632,617</u>	<u>\$ 1,715,341</u>	<u>\$ -</u>	<u>\$ 3,773,814</u>

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2020:

	Fair Value	Level 1	Level 2	Level 3
Investments by fair value level:				
U.S. Government Securities	\$ 1,715,341	\$	\$ 1,715,341	\$
U.S. Government Agencies	3,773,814		3,773,814	
Corporate Bonds	9,632,617		9,632,617	
Common Stock	3,188,258	3,188,258		
Mutual Funds	35,742,296	35,742,296		
Total investments by fair value level	<u>\$ 54,052,326</u>	<u>\$ 38,930,554</u>	<u>\$ 15,121,772</u>	<u>\$ -</u>

4. PROPERTY TAXES

The Town is permitted by state law to levy property taxes. Current tax collections for the Town were approximately 99.70% of the total December 31, 2018 levy.

For year ended June 30, 2020, the Town used a tax rate of \$22.87 per thousand for commercial real property, \$18.97 per thousand for residential real property, \$18.75 per thousand for motor vehicles, and \$18.97 per thousand for tangible personal property.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

5. RECEIVABLES

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

	<u>General</u>	<u>School Fund</u>	<u>Sewer Fund</u>	<u>Other Nonmajor Funds</u>	<u>Total</u>
Receivables:					
Taxes	\$ 2,314,445	\$	\$	\$	\$ 2,314,445
Intergovernmental				1,391,876	1,391,876
RICWFA			819,327		819,327
All American			14,835		14,835
Sewer Assessments and users fees			1,094,296		1,094,296
Notes	239,171				239,171
Accounts and other	<u>469,432</u>	<u>120,035</u>			<u>589,467</u>
Gross receivables	<u>3,023,048</u>	<u>120,035</u>	<u>1,928,458</u>	<u>1,391,876</u>	<u>6,463,417</u>
Less allowance for uncollectibles:					
User charges			<u>22,875</u>		<u>22,875</u>
Total allowance		<u>-</u>	<u>22,875</u>	<u>-</u>	<u>22,875</u>
Net Total Receivables	<u>\$ 3,023,048</u>	<u>\$ 120,035</u>	<u>\$ 1,905,583</u>	<u>\$ 1,391,876</u>	<u>\$ 6,440,542</u>

As of June 30, 2020, a balance of \$239,171 is due to the Town of Coventry from two mortgage promissory notes. These notes were issued by the Maple Root Corporation and Ramblewood Housing Cooperative Corporation. The original amount of the notes were for \$560,912 and \$439,088 respectively and were issued on February 3, 2004 with an interest rate of 3.5% per annum. The notes are to be paid with 240 monthly installments of \$3,523.06 and \$2,546.53 respectively, commencing March 1, 2004. The above receivables are secured by land.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

6. CAPITAL ASSETS

Governmental activities capital asset activity for the year ended June 30, 2020 was as follows:

	<u>Balance July 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2020</u>
<u>Governmental Activities:</u>				
<u>Capital Assets, not being depreciated:</u>				
Land	\$ 9,688,933	\$	\$	\$ 9,688,933
Construction in Progress	<u>8,728,233</u>	<u>5,343,824</u>	<u>12,807,470</u>	<u>1,264,587</u>
Total capital assets, not being depreciated	<u>18,417,166</u>	<u>5,343,824</u>	<u>12,807,470</u>	<u>10,953,520</u>
<u>Capital Assets, being depreciated:</u>				
Buildings	116,759,013	12,807,471		129,566,484
Machinery and equipment	1,348,097			1,348,097
Office furniture and equipment	6,835,358			6,835,358
Vehicles	8,069,017	125,347		8,194,364
Infrastructure	<u>35,693,674</u>			<u>35,693,674</u>
Total capital assets being depreciated	<u>168,705,159</u>	<u>12,932,818</u>	<u>-</u>	<u>181,637,977</u>
Total capital assets	<u>187,122,325</u>	<u>18,276,642</u>	<u>12,807,470</u>	<u>192,591,497</u>
<u>Less accumulated depreciation for:</u>				
Buildings	91,609,817	3,440,443		95,050,260
Machinery and equipment	1,186,490	77,965		1,264,455
Office furniture and equipment	6,540,273	95,521		6,635,794
Vehicles	5,266,187	509,160		5,775,347
Infrastructure	<u>32,997,295</u>	<u>179,537</u>		<u>33,176,832</u>
Total accumulated depreciation	<u>137,600,062</u>	<u>4,302,626</u>	<u>-</u>	<u>141,902,688</u>
Total Capital Assets, being depreciated, net	<u>31,105,097</u>	<u>8,630,192</u>	<u>-</u>	<u>39,735,289</u>
Governmental Activities Capital Assets, net	<u>\$ 49,522,263</u>	<u>\$ 13,974,016</u>	<u>\$ 12,807,470</u>	<u>\$ 50,688,809</u>

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

Governmental Activities:	
General Government	\$ 128,342
Public Safety	502,990
Education	2,497,385
Public Works	946,906
Health & human services	60,590
Culture & recreation	<u>166,413</u>
Total Depreciation Expense-Governmental Activities	<u>\$ 4,302,626</u>

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Business-type activities capital asset activity for the year ended June 30, 2020 was as follows:

	<u>Balance July 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2020</u>
<u>Business-Type Activities:</u>				
<u>Capital Assets, not being depreciated:</u>				
Construction in Progress	\$ 2,292,522	\$ -	\$ -	\$ 2,292,522
Total capital assets, not being depreciated	<u>2,292,522</u>	<u>-</u>	<u>-</u>	<u>2,292,522</u>
<u>Capital Assets, being depreciated/amortized:</u>				
Wastewater collection system	32,109,792	-	-	32,109,792
Total capital assets, being depreciated/amortized	<u>32,109,792</u>	<u>-</u>	<u>-</u>	<u>32,109,792</u>
Total capital assets	<u>34,402,314</u>	<u>-</u>	<u>-</u>	<u>34,402,314</u>
<u>Less accumulated depreciation/amortization for:</u>				
Wastewater collection system	7,064,370	648,666	-	7,713,036
Total accumulated depreciation/amortization	<u>7,064,370</u>	<u>648,666</u>	<u>-</u>	<u>7,713,036</u>
Total Capital Assets, being depreciated/amortized, net	<u>25,045,422</u>	<u>(648,666)</u>	<u>-</u>	<u>24,396,756</u>
Business-Type Activities Capital Assets, net	<u>\$ 27,337,944</u>	<u>\$ (648,666)</u>	<u>\$ -</u>	<u>\$ 26,689,278</u>

The Town has the following commitments related to construction project contracts at June 30, 2020:

<u>Project</u>	<u>Commitment</u>
Governmental-Type Activities	
Demolition project	<u>\$ 109,028</u>
Total	<u>\$ 109,028</u>

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

7. FUND EQUITY

Fund Balance Classifications

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the Town has classified governmental fund balances at June 30, 2020 as follows:

Nonspendable:

General fund notes receivable	\$	239,171
General fund advance		2,967,414
School unrestricted prepaid		609,466
Total Nonspendable Fund Balance	\$	<u><u>3,816,051</u></u>

Restricted:

Town special revenue	\$	299,520
Town capital projects		3,425,183
School unrestricted		1,593,387
School restricted		589,467
School capital projects		261,995
Total Restricted Fund Balance	\$	<u><u>6,169,552</u></u>

Committed:

General fund	\$	2,663,000
General fund encumbrances		241,500
Town special revenue		1,168,827
Total Committed Fund Balance	\$	<u><u>4,073,327</u></u>

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

8. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

During the course of operations, transactions are processed through a fund on behalf of another fund. Additionally, revenues received in one fund are transferred to another fund. A summary of interfund balances as of June 30, 2020 is presented below:

<u>Fund/Department</u>	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 557,553	\$ 6,695,967
School Unrestricted Fund	6,375,074	646,155
Town Special Revenue	438,177	80,534
School Food Service	97,298	0
School Restricted	560,775	680,770
Town Capital improvement	284,720	409,505
School improvement capital	472,525	210,530
Fiduciary funds	122,326	184,987
Totals	<u>\$ 8,908,448</u>	<u>\$ 8,908,448</u>

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all costs with revenue generated by the fund.

\$2,967,414 due to the General fund from the Sewer fund is a long-term advance, as it will not be paid in the short-term.

The composition of interfund transfers for the year ended June 30, 2020 is as follows:

<u>Fund/Department</u>	<u>Transfers From Other Funds</u>	<u>Transfers To Other Funds</u>
General Fund	\$ -	\$ 47,361,590
School Unrestricted Fund	47,151,589	346,081
Town Special Revenue	10,000	-
School Restricted	43,448	
School Food Service	302,634	
Sewer Fund	200,000	
Totals	<u>\$ 47,707,671</u>	<u>\$ 47,707,671</u>

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

9. LONG-TERM LIABILITIES

A. Long-Term Liability Activity

Long-term liability activity for the year ended June 30, 2020 was as follows:

	(Restated) Balance July 1, 2019	Increases	Decreases	Balance June 30, 2020	Due Within One Year
<u>Governmental Activities:</u>					
Bonds Payable	\$ 44,950,000	\$	\$ 3,710,000	\$ 41,240,000	\$ 3,760,000
Loans from direct borrowings	924,576		92,000	832,576	94,000
Bonds premium	1,337,722		91,336	1,246,386	91,338
Total bonds and loans payable and bond premium	<u>47,212,298</u>	<u>-</u>	<u>3,893,336</u>	<u>43,318,962</u>	<u>3,945,338</u>
Other liabilities:					
Compensated absences	4,255,139	203,685		4,458,824	445,882
Capital leases	62,121			62,121	31,553
Net pension liability	161,944,594	3,822,835		165,767,429	
Total OPEB liability	17,880,857	9,458,537		27,339,394	1,085,381
Claims and judgements payable	360,000	1,851,489		2,211,489	73,716
Total other liabilities	<u>184,502,711</u>	<u>15,336,546</u>	<u>-</u>	<u>199,839,257</u>	<u>1,636,532</u>
Governmental Activities Long-term Liabilities	<u>\$ 231,715,009</u>	<u>\$ 15,336,546</u>	<u>\$ 3,893,336</u>	<u>\$ 243,158,219</u>	<u>\$ 5,581,870</u>

The 2020 capital lease payment was made during 2019.

	(Restated) Balance July 1, 2019	Increases	Decreases	Balance June 30, 2020	Due Within One Year
<u>Business-Type Activities:</u>					
Bonds Payable	\$ 16,798,000	\$	\$ 772,000	\$ 16,026,000	\$ 770,632
Other liabilities:					
Capital leases	998,871		107,123	891,748	111,485
Business-Type Activities Long-term Liabilities	<u>\$ 17,796,871</u>	<u>-</u>	<u>\$ 879,123</u>	<u>\$ 16,917,748</u>	<u>\$ 882,117</u>

B. Debt Service

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

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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

Year Ending June 30,	Governmental Activities				Business-Type Activities	
	General Obligation Debt		Bonds from Direct Borrowings		Clean Water Bonds from Direct Borrowings	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 3,760,000	\$ 1,315,075	\$ 94,000	\$ 15,894	\$ 770,632	\$ 450,460
2022	3,820,000	1,209,056	96,000	14,479	790,174	437,591
2023	2,795,000	1,110,850	98,000	12,888	1,246,716	414,755
2024	2,455,000	1,024,475	100,000	11,110	1,283,258	382,075
2025	2,505,000	944,244	104,000	9,152	1,323,686	346,351
2026-2030	12,015,000	3,462,475	340,576	21,725	6,757,534	1,160,683
2031-2035	11,320,000	1,543,975			3,854,000	279,797
2036-2040	2,570,000	175,219				
	<u>\$ 41,240,000</u>	<u>\$ 10,785,369</u>	<u>\$ 832,576</u>	<u>\$ 85,248</u>	<u>\$ 16,026,000</u>	<u>\$ 3,471,712</u>

**TOWN OF COVENTRY, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2020**

10. SEWER FUND INTER-MUNICIPAL AGREEMENT

The Town of Coventry has entered into an Inter-Municipal Agreement with the Town of West Warwick, Rhode Island. Under the provisions of this agreement, the Town of Coventry is responsible for certain costs and improvements to the wastewater/sewer treatment facility and operations located in the Town of West Warwick. In addition to its own normal operating costs and outstanding debt obligations, the Town of Coventry is also responsible for portions of the outstanding debt obligations and interest which is due annually on these debt obligations which are presented on the Town of West Warwick's annual financial statements. The portion of the debt obligations to be paid by the Town of Coventry in accordance with the Inter-Municipal Agreement has been recorded as a special assessments receivable and revenue by the Town of West Warwick when the project was completed and the obligation entered into. The Town of Coventry records the annual related expenses assessed to the town as operating expenses on its Sewer Fund which is accounted for as an enterprise fund on its annual financial statements. The following schedule shows the annual percentage share of the cost related to the Town of West Warwick's debt service payments the Town of Coventry has contracted to pay.

Year Ending June 30,	
2021	\$ 594,252
2022	594,963
2023	595,741
2024	603,480
2025	354,451
Thereafter	<u>1,934,266</u>
	<u>\$ 4,677,153</u>

11. DEFINED BENEFIT PENSION PLANS

All eligible employees of the Town are covered by one of four pension plans: the Coventry Municipal Employees' Retirement Plan (Municipal Plan), the Coventry Police Officers' Retirement Plan (Police Plan), or the Coventry School Employees' Pension Plan (School Plan), which are single-employer's pension plans that are also actuarially funded; or the Employees' Retirement System of Rhode Island (Teachers' Plan), a cost-sharing multiple employer plan. The Municipal Plan covers all full-time Town employees. The Police Plan covers all full-time Police officers who are part of the union. The School plan covers all non-certified School Department general employees. The Teachers' Plan covers all School Department personnel certified by the Rhode Island Department of Education who are or have been engaged in teaching or administration as a principal occupation. The Town also contributes to the Teacher's Survivor Benefits of the State of Rhode Island (TSB), a cost-sharing multiple employer plan.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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

	<u>Measurement Date</u>	<u>Net Pension Liability/(Asset)</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Pension Expense</u>
Municipal Employees' Retirement Plan	6/30/2020	\$ 16,523,931	\$ 1,469,586	\$ 48,533	\$ 1,443,568
Police Officers' Retirement Plan	6/30/2020	66,365,874	3,226,058	1,506,519	5,250,510
Coventry School Employees' Pension Plan	6/30/2020	19,601,710	3,158,257	237,008	1,533,976
Employees' retirement system	6/30/2019	63,275,914	9,663,135	5,936,119	5,815,859
Teacher Survivor Benefits	6/30/2019	(7,831,446)	2,113,138	2,299,714	27,892
		<u>\$ 157,935,983</u>	<u>\$ 19,630,174</u>	<u>\$ 10,027,893</u>	<u>\$ 14,071,805</u>

12. DEFINED BENEFIT PENSION PLANS - MUNICIPAL EMPLOYEES RETIREMENT PLAN (TOWN PLAN)

A. General Information about the Pension Plan

Plan Description

The Town of Coventry contributes to the Town's Municipal Employee Retirement Plan, which is a single-employer public employee retirement system. This plan was established by the Town in accordance with the Town Charter and Federal and State Statutes. The plan does not issue stand-alone financial reports.

B. Summary of Significant Accounting Policies

Basis of Accounting

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

Benefits Provided

The Plan provides pension wages, but does not provide medical benefits.

Under the provisions of the plan, benefits vest after ten years of creditable service. An employee may retire at age 62 with ten years of creditable service for full benefits, or at age 55 with ten years of creditable services for reduced benefits. This pension plan also provides disability and death benefits. Benefits begin vesting after four years of service and become fully vested after ten years of service. An employee's annual pension is determined by multiplying 2% of his average monthly pay by a benefit service rate. The average monthly pay is determined using the five highest consecutive pay years out of the ten latest pay years which give the highest average. The benefit service rate is the sum of the total periods of service. Under the provisions of the plan, all active employees are required to contribute 10% of total pay.

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

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

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

**TOWN OF COVENTRY, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2020**

Classes of Employees Covered

Based on the actuarial valuation date, July 1, 2019, membership in the Town’s pension plan consisted of:

Retirees, disability retirees and beneficiaries receiving benefits	79
Terminated & other inactives	38
Active plan members vested	76
Totals	193

Contributions

All Active members are required to contribute 10% of compensation to the plan. Any remaining obligation with respect to the pension plan shall be paid by the employer. The Town makes annual contributions to the plan based on its legally adopted budget.

Actuarial Assumptions and Methods

Summary of Actuarial Assumptions Used in the Valuation to Determine the Pension Liability at the July 1, 2019 Valuation Date

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Projected Salary Increases	Rates were based on service, with an ultimate rate of 3.40%.
Inflation	2.70%
Investment rate of return	7.00%
Mortality rates	PubG-2010 Mortality table with generational projection per the MP Ultimate scale

Investments

The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by a majority vote of the Town’s Pension Board. It is the policy of the Town to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy is long-term and strategic in nature. The policy refrains from dramatically shifting asset class allocations over short time spans, and it seeks to be fully invested using cash equivalents for liquidity purposes.

The long-term expected rate of return on pension plan investments can be approximated by using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and by adding the annual expected annual rate of inflation.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term</u>	<u>Target Allocation</u>
US core fixed income	2.69%	25.82%
US high yield bonds	4.55%	5.00%
Emerging markets bonds	5.70%	5.00%
Domestic Equity (large cap)	5.11%	15.90%
Domestic Equity (small cap)	6.26%	9.00%
Domestic Equity (mid cap growth)	6.53%	5.00%
Domestic Equity (mid cap value)	5.27%	5.00%
Global equity	5.66%	1.38%
International developed equity	6.04%	11.40%
International emerging markets equity	8.19%	6.00%
Global REITs	5.95%	3.00%
Timber	4.16%	2.50%
Commodities	3.27%	2.50%
Hedge FOF diversified	2.17%	<u>2.50%</u>
		<u><u>100.00%</u></u>

Discount Rate

The discount rate used to determine the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rates and that Town contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the employee contribution rates. Professional judgment on future contributions has been applied in those cases where contribution patterns deviate from the actuarially determined rates. 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.

Rate of Return

The annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 3.11% for the year ended June 30, 2020. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Net Pension Liability

The components of the net pension liability of the plan as of June 30, 2020, were as follows:

Total Pension Liability	\$ 28,517,211
Plan fiduciary net position	11,993,280
Net Pension Liability (NPL)	<u>\$ 16,523,931</u>
Plan fiduciary net position as a percentage of the total pension liability	42.06%
Covered payroll (active plan members)	<u>\$ 4,706,045</u>
NPL as a percentage of covered payroll	351.12%

Changes in Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances as of July 1, 2019	\$ 25,936,845	\$ 11,437,788	\$ 14,499,057
Changes for the year:			
Service cost	445,143		445,143
Interest on the total pension liability	1,806,574		1,806,574
Differences between expected and actual experience	280,947		280,947
Changes in assumptions	1,215,022		1,215,022
Employer contributions		928,292	(928,292)
Employee contributions		436,442	(436,442)
Net investment income		359,657	(359,657)
Benefit payments, including employee refunds	(1,167,320)	(1,167,320)	-
Administrative expense		(1,579)	1,579
Other changes			-
Net changes	<u>2,580,366</u>	<u>555,492</u>	<u>2,024,874</u>
Balances as of June 30, 2020	<u>\$ 28,517,211</u>	<u>\$ 11,993,280</u>	<u>\$ 16,523,931</u>

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Sensitivity of The Pension Liability to Changes in The Discount Rate

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

	<u>1% Decrease (6.0%)</u>	<u>Current Discount Rate (7.0%)</u>	<u>1% Increase (8.0%)</u>
Net Pension Liability	\$ 20,031,443	\$ 16,523,931	\$ 13,758,752

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

For the year ended June 30, 2020, the employer recognized pension expense of \$1,443,568. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 311,997	\$ (48,533)
Changes in assumptions	846,834	
Net differences between expected and actual earnings	<u>310,755</u>	
Total	<u>\$ 1,469,586</u>	<u>\$ (48,533)</u>

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

<u>Year Ending June, 30</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2021	\$ 508,199
2022	585,016
2023	238,384
2024	<u>89,454</u>
Total	<u>\$ 1,421,053</u>

13. DEFINED BENEFIT PENSION PLANS - POLICE PLAN

A. General Information about the Pension Plan

Plan Description

The Town of Coventry contributes to the Town's Police Officers Retirement Plan, which is a single-employer public employee retirement system. This plan was established by the Town in accordance with the Town Charter and Federal and State Statutes. The plan does not issue stand-alone financial reports.

B. Summary of Significant Accounting Policies

Basis of Accounting

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

Benefits Provided

The Plan provides pension wages but does not provide medical benefits.

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

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

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

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Classes of Employees Covered

Based on the actuarial valuation date, July 1, 2019, membership in the Town’s Police pension plan consisted of:

Retirees, disability retirees and beneficiaries receiving benefits	80
Terminated vested & other inactives	11
Active plan members vested	56
Totals	147

Contributions

Active members hired between January 1, 1994 and December 31, 2012 will continue to contribute 11% of their base pay effective on July 1, 2016 with an increase to 12% effective July 1, 2017 (previously 10% effective on July 1, 2015). All other employees will contribute 9.5% of their total annual compensation effective on July 1, 2016 with an increase to 11% effective on July 1, 2017 (previously 8% effective on 7/11/2000).

Actuarial Assumptions and Methods

Summary of Actuarial Assumptions Used in the Valuation to Determine the Pension Liability at the July 1, 2019 Valuation Date

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Projected Salary Increases	Rates were based on service, with an ultimate rate of 3.50%.
Inflation	2.70%
Investment rate of return	7.00%
Mortality rates	PubS-2010 Mortality table with generational projection per the MP Ultimate scale
Cost of Living Adjustments	1.50% (compounded) for officers retired prior to July 1, 1986 2.50% (compounded) for officers retired after to July 1, 1986 (and hired prior to January 1, 1994) 2.70% (non-compounded) for officers hired on or after January 1, 1994

Investments

The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by a majority vote of the Town’s Pension Board. It is the policy of the Town to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy is long-term and strategic in nature. The policy refrains from dramatically shifting asset class allocations over short time spans, and it seeks to be fully invested using cash equivalents for liquidity purposes.

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

The long-term expected rate of return on pension plan investments can be approximated by using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and by adding the annual expected annual rate of inflation.

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Rate of Return</u>	<u>Target Allocation</u>
US core fixed income	2.69%	25.82%
US high yield bonds	4.55%	5.00%
Emerging markets bonds	5.70%	5.00%
Domestic Equity (large cap)	5.11%	15.90%
Domestic Equity (small cap)	6.26%	9.00%
Domestic Equity (mid cap growth)	6.53%	5.00%
Domestic Equity (mid cap value)	5.27%	5.00%
Global equity	5.66%	1.38%
International developed equity	6.04%	11.40%
International emerging markets equity	8.19%	6.00%
Global REITs	5.95%	3.00%
Timber	4.16%	2.50%
Commodities	3.27%	2.50%
Hedge FOF diversified	2.17%	2.50%
		<u>100.00%</u>

Discount Rate

The discount rate used to determine the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rates and that Town contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the employee contribution rates. Professional judgment on future contributions has been applied in those cases where contribution patterns deviate from the actuarially determined rates. 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.

Rate of Return

The annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 1.58% for the year ended June 30, 2020. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Net Pension Liability

The components of the net pension liability of the plan as of June 30, 2020, were as follows:

Total Pension Liability	\$ 86,704,198
Plan fiduciary net position	<u>20,338,324</u>
Net Pension Liability (NPL)	<u>\$ 66,365,874</u>
Plan fiduciary net position as a percentage of the total pension liability	23.46%
Covered payroll (active plan members)	<u>\$ 3,733,339</u>
NPL as a percentage of covered payroll	1777.65%

Changes in Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances as of July 1, 2019	\$ 81,864,917	\$ 18,369,990	\$ 63,494,927
Changes for the year:			
Service cost	953,692		953,692
Interest on the total pension liability	5,649,810		5,649,810
Differences between expected and actual experience	(189,758)		(189,758)
Changes in assumptions	2,712,105		2,712,105
Employer contributions		5,626,233	(5,626,233)
Employee contributions		327,505	(327,505)
Net investment income		307,085	(307,085)
Benefit payments, including employee refunds	(4,286,568)	(4,286,568)	-
Administrative expense		(5,921)	5,921
Other changes			-
Net changes	<u>4,839,281</u>	<u>1,968,334</u>	<u>2,870,947</u>
Balances as of June 30, 2020	<u>\$ 86,704,198</u>	<u>\$ 20,338,324</u>	<u>\$ 66,365,874</u>

Sensitivity of The Pension Liability to Changes in The Discount Rate

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

	<u>1% Decrease (6.0%)</u>	<u>Current Discount Rate (7.0%)</u>	<u>1% Increase (8.0%)</u>
Net Pension Liability	\$ 78,508,350	\$ 66,365,874	\$ 56,688,260

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

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

For the year ended June 30, 2020, the employer recognized pension expense of \$5,250,510. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference between expected and actual experience	\$ 231,971	\$ (1,491,150)
Changes in assumptions	2,227,801	(15,369)
Net differences between expected and actual earnings	<u>766,286</u>	<u> </u>
Total	<u>\$ 3,226,058</u>	<u>\$ (1,506,519)</u>

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

Year Ending June, 30	Net Deferred Outflows (Inflows) of
<u> </u>	<u> </u>
2021	\$ 319,268
2022	438,330
2023	345,988
2024	345,701
2025	<u>270,252</u>
Total	<u>\$ 1,719,539</u>

14. DEFINED BENEFIT PENSION PLANS - COVENTRY TEACHER’S ALLIANCE SCHOOL RELATED PERSONNEL (CTASRP) PENSION PLAN

A. General Information about the Pension Plan

Plan Description

The Town of Coventry contributes to the Town’s Teacher Alliance School Related Personnel Retirement Plan, which is a single-employer public employee retirement system. This plan was established by the Town in accordance with the Town Charter and Federal and State Statues. The plan does not issue stand-alone financial reports.

B. Summary of Significant Accounting Policies

Basis of Accounting

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

Benefits Provided

The Plan provides pension wages, but does not provide medical benefits.

Under the provisions of the plan, benefits vest at various times depending on the date of hire. The plan covers school related personnel (non-teaching personnel) who are members of the bargaining unit. Each school employee who is a member of the Union shall be a participant of the plan. Participants contribute 8% of their annual compensation received in a Plan year. The Town makes two types of annual contributions to the plan. The first such amount as is set forth under the relevant terms of the collective bargaining agreement between the Employer and the Union and is equal to 12.75% of the regular payroll of employees subject to the Plan. The second such amount shall be annually determined by an actuary for the Plan.

The pension plan is considered to be a single-employer defined benefit pension plan that was administered by an independent board of trustees as of December 31, 2016. This plan, originally established in April 1977, was most recently restated as of February 11, 2016 by the School Committee of the Town of Coventry and the CTASRP Local 1075 (the "Union") in accordance with Federal and State Statutes.

Under the provisions of the Plan, benefits vest after ten years of creditable service. A participant may retire at age 65 with ten years of creditable service or upon completion of thirty years of creditable service, regardless of age, for full benefits, or age 60 with fifteen years of creditable service for reduced benefits. Benefits fully vest after ten years of service. An employee's annual pension is determined by multiplying a specified percentage to the employee's annual compensation and the number of years of service.

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

Death benefits are available to qualified employees. A participant's beneficiary shall be entitled to death benefits equal to the actuarial equivalent of the participant's accrued benefit, determined as of the date of death. Qualified pre-retirement survivor annuity benefits provide a monthly pension benefit equal to the amount which the spouse would have received if the participant had retired on the day before death and elected a joint and 50% surviving spouse annuity which was the actuarial equivalent of the vested accrued benefit. The Plan does not provide for Cost of Living Adjustments (COLA's).

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Classes of Employees Covered

Based on the actuarial valuation date, July 1, 2019, membership in the Town’s pension plan consisted of:

Retirees, disability retirees and beneficiaries receiving benefits	155
Terminated vested	29
Active plan members vested	<u>222</u>
Totals	<u><u>406</u></u>

Contributions

Active members hired after April 1, 1996 will continue to contribute 8.00% of their base pay.

Actuarial Assumptions and Methods

Summary of Actuarial Assumptions Used in the Valuation to Determine the Pension Liability at the July 1, 2019 Valuation Date

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Projected Salary Increases	4.00% based on salary increase rate by individual.
Inflation	3.00%
Investment rate of return	6.50%
Mortality rates	Pub-2010 General Government Below Median Employee, Healthy Retiree, Contingent Survivor, and Disabled Retiree with Scale MP-2020 Generational Improvements (Male/Female).

Investments

The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by a majority vote of the Plan’s Board of Trustees. It is the policy of the Board to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy is long-term and strategic in nature. The policy refrains from dramatically shifting asset class allocations over short time spans, and it seeks to be fully invested using cash equivalents for liquidity purposes.

The long-term expected rate of return on pension plan investments can be approximated by using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and by adding the annual expected annual rate of inflation.

**TOWN OF COVENTRY, RHODE ISLAND
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JUNE 30, 2020**

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020 are summarized in the following table:

Asset Class	Long-Term Expected Rate of Return	Target Allocation
Large cap equity	6.50%	30.00%
Mid cap equity	7.00%	5.00%
Small cap equity	7.50%	4.00%
Developed international equity	7.30%	14.00%
Emerging international equity	11.00%	9.00%
Real estate/MLPs	7.70%	6.00%
Intermediate fixed income	3.40%	20.50%
High yield fixed income	5.70%	4.50%
Emerging market bonds	5.20%	3.00%
Cash equivalents	2.00%	4.00%
		100.00%

Discount Rate

The discount rate used to determine the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rates and that Town contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the employee contribution rates. Professional judgment on future contributions has been applied in those cases where contribution patterns deviate from the actuarially determined rates. 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.

Rate of Return

The annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 3.94% for the year ended June 30, 2020. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
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invested.

Net Pension Liability

The components of the net pension liability of the plan as of June 30, 2020, were as follows:

Total Pension Liability	\$ 33,738,642
Plan fiduciary net position	<u>14,136,932</u>
Net Pension Liability (NPL)	<u>\$ 19,601,710</u>
Plan fiduciary net position as a percentage of the total pension liability	41.90%
Covered payroll (active plan members)	<u>\$ 5,711,322</u>
NPL as a percentage of covered payroll	343.21%

Changes in Net Pension Liability

Sensitivity of The Pension Liability to Changes in The Discount Rate

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

<u>1% Decrease (5.50%)</u>	<u>Current Discount Rate (6.50%)</u>	<u>1% Increase (7.50%)</u>
\$ 24,762,550	\$ 19,601,710	\$ 16,706,540

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

For the year ended June 30, 2020, the employer recognized pension expense of \$1,533,976. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 1,710,883	\$
Changes in assumptions	1,447,374	(161,697)
Net differences between expected and actual earnings	<u></u>	<u>(75,311)</u>
Total	<u>\$ 3,158,257</u>	<u>\$ (237,008)</u>

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

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

<u>Year Ending June, 30</u>	<u>Net Deferred Outflows (Inflows) of</u>
2021	\$ 403,508
2022	557,829
2023	629,898
2024	649,537
2025	412,820
Thereafter	<u>267,657</u>
Total	<u>\$ 2,921,249</u>

15. DEFINED BENEFIT PENSION PLANS - TEACHERS

General Information about the Pension Plan

A. Plan description

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

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

Benefit Provisions

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

**TOWN OF COVENTRY, RHODE ISLAND
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The Plan provides for survivor’s benefits for service connected death and certain lump sum death benefits. Joint and survivor benefit provision options are available to members.

Cost of living adjustments are provided but are currently suspended until the collective plans administered by ERSRI reach a funded status of 80%. Until the plans reach an 80% funded status, interim cost of living adjustments are provided at four-year intervals commencing with the plan year ended June 30, 2016.

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

Contributions

The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the Plan. For fiscal 2020, Coventry School District teachers were required to contribute 3.75% of their annual covered salary except for teachers with twenty or more years of service as of June 30, 2012 must contribute 11% of their annual covered salary. The State and the Coventry School District are required to contribute at an actuarially determined rate, 40% of which is to be paid by the State and the remaining 60% is to be paid by Coventry School Department; the rates were 10.49% and 14.12% of annual covered payroll for the year ended June 30, 2020 for the State and Coventry School District, respectively. The Coventry School District contributed \$5,107,544, \$4,791,770 and \$4,759,439 for the years ended June 30, 2020, 2019 and 2018, respectively, equal to 100% of the required contributions for each year. The State’s share of contribution for fiscal 2019 was \$5,664,597 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At June 30, 2020, the Coventry School District reported a liability of \$63,275,914 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the State. The amount recognized by the Coventry School District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Coventry School District were as follows:

Coventry School District proportionate share of net pension liability:	\$ 63,275,914
State's proportionate share of the net pension liability associated with the Coventry School District:	<u>47,400,212</u>
Total net pension liability	<u><u>\$ 110,676,126</u></u>

The net pension liability was measured as of June 30, 2019, the measurement date, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019. The Coventry School District proportion of the net pension liability was based on a projection of the Coventry School District long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the state, actuarially determined. At June 30, 2019, the Coventry School District proportion was 1.98309308%.

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For the year ended June 30, 2019 the Coventry School District recognized gross pension expense of \$11,074,308 and revenue of \$5,258,449 for support provided by the State. At June 30, 2020 the Coventry School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred outflows of resources	
Contributions subsequent to the measurement date:	\$ 5,107,544
	<u>5,107,544</u>
Difference between expected and actual experience	\$ 770,538
Changes of assumptions	3,702,640
Changes in proportion and differences between employer contributions and proportionate share of contributions	82,413
	<u>4,555,591</u>
	<u>\$ 4,555,591</u>
Deferred inflows of resources	
Difference between expected and actual experience:	\$ (1,056,706)
Changes of assumptions	(499,397)
Net difference between projected and actual earnings on pension plan investments:	(99,569)
Changes in proportion and differences between employer contributions and proportionate share of contributions:	(4,280,447)
	<u>(4,280,447)</u>
Total	<u>\$ (5,936,119)</u>

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The \$5,107,544 reported as deferred outflows of resources related to pensions resulting from the Coventry School District contributions in fiscal year 2020 subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period. This and all other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	
2020	\$ 76,912
2021	(1,020,148)
2022	(149,947)
2023	182,616
2024	(157,067)
Thereafter	(312,894)
Total	\$ (1,380,528)

Actuarial Assumptions

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

Inflation	2.50%
Salary increases	3.00% to 13.00%
Investment rate of return	7.00%

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

The actuarial assumptions used in the June 30, 2018 valuation rolled forward to June 30, 2019 and the calculation of the total pension liability at June 30, 2019 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

**TOWN OF COVENTRY, RHODE ISLAND
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The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 34 sources. The June 30, 2019 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

Type of Investment	Target Allocation	Long-Term Expected Real Rate of Return
Growth		
Global Equity		
US Equity	22.10%	6.16%
International Developed Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
Sub-total	40.00%	
Private Equity		
Private Energy	11.25%	9.81%
Non-Core RE	2.25%	5.51%
OPP Private Credit	1.50%	9.81%
Sub-total	15.00%	
Income		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
Sub-total	8.00%	
Stability		
Crisis Protection Class		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
Sub-total	8.00%	
Inflation Protection		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIPs	1.00%	1.37%
Natural Resources	1.00%	3.76%
Sub-total	8.00%	
Volatility Protection		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
Sub-total	21.00%	
	100%	

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

Discount Rate

The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
\$ 78,198,275	\$ 63,275,914	\$ 51,060,459

Pension Plan Fiduciary Net Position

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

Defined Contribution Plan Description

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

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

The Coventry School District recognized pension expense of \$634,591 for the fiscal year ended June 30, 2020.

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

16. TEACHERS SURVIVOR BENEFITS (TSB) PLAN

Teacher's Survivors Benefits of the State of Rhode Island (TSB)

Plan Description

Certain employees of the Coventry School Department participate in a cost-sharing multiple-employer defined benefit pension plan - the Teachers' Survivors Benefit plan - administered by the Employees' Retirement System of the State of Rhode Island (System). Under a cost-sharing plan, pension obligations for employees of all employers are pooled and plan assets are available to pay the benefits of the employees of any participating employer providing pension benefits through the plan, regardless of the status of the employers' payment of its pension obligation to the plan. The plan provides a survivor benefit to public school teachers in lieu of Social Security since not all school districts participate in Social Security.

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

Eligibility and Plan Benefits

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

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

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

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

<u>Highest Annual Salary:</u>	<u>Basic Monthly Spouse's Benefit:</u>
\$17,000 or less	\$ 825.00
\$17,001 to \$25,000	\$ 962.50
\$25,001 to \$33,000	\$ 1,100.00
\$33,001 to \$40,000	\$ 1,237.50
\$40,001 and over	\$ 1,375.00

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

<u>Parent and One Child</u>	<u>Parent and Two or More Children</u>	<u>One Child Alone</u>	<u>Two Children Alone</u>	<u>Three or More Children Alone</u>	<u>Dependent Parent</u>
150%	175%	75%	150%	175%	100%

Contributions

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

The Coventry School District contributed \$52,155, \$51,579 and \$53,688 for the fiscal years ended June 30, 2020, 2019 and 2018, respectively, equal to 100% of the required contributions for each year.

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

At June 30, 2020 the Coventry School District reported an asset of \$7,831,446 for its proportionate share of the net pension asset related to its participation in TSB. The net pension asset was measured as of June 30, 2019, the measurement date, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019. The Coventry School District proportion of the net pension asset was based on its share of contributions to the TSB for fiscal year 2019 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2019 the Coventry School District proportion was 6.90324623%.

TOWN OF COVENTRY, RHODE ISLAND
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For the year ended June 30, 2020, the Coventry School District recognized pension expense of \$27,892. At June 30, 2020, the Coventry School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred outflows of resources:

Contributions subsequent to the measurement date	\$ 52,155
Difference between expected and actual experience	\$ 853,449
Changes in assumptions	682,392
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>525,142</u>
Total	<u>\$ 2,060,983</u>

Deferred inflows of resources:

Difference between expected and actual experience	\$ (2,079,882)
Net difference between projected and actual earnings on pension plan investments	(77,121)
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>(142,711)</u>
Total	<u>\$ (2,299,714)</u>

\$52,155 reported as deferred outflows of resources related to pensions resulting from the Coventry School District contributions in fiscal year 2020 subsequent to the measurement date will be recognized as an addition to the net pension asset in the subsequent period. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30</u>	
2020	\$ 166,111
2021	(135,064)
2022	31,763
2023	73,463
2024	(102,806)
Thereafter	<u>(272,198)</u>
Total	<u>\$ (238,731)</u>

**TOWN OF COVENTRY, RHODE ISLAND
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Actuarial Assumptions

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

Inflation	
Salary increases	2.50%
Investment rate of return	3.00% to 13.00%
	7.00%

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

Cost of living adjustment - eligible survivors receive a yearly cost of living adjustment based on the annual social security adjustment - for valuation purposes, a 2.5% cost of living adjustment is assumed.

The actuarial assumptions used in the June 30, 2018 valuation and the calculation of the total pension liability at June 30, 2019 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

TOWN OF COVENTRY, RHODE ISLAND
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The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 34 sources. The June 30, 2019 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

Type of Investment	Target Allocation	Long-Term
Growth		
Global Equity		
US Equity	22.10%	6.16%
International Developed Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
Sub-total	40.00%	
Private Equity		
Private Energy	11.25%	9.81%
Non-Core RE	2.25%	5.51%
OPP Private Credit	1.50%	9.81%
Sub-total	15.00%	
Income		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
Sub-total	8.00%	
Stability		
Crisis Protection Class		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
Sub-total	8.00%	
Inflation Protection		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIPs	1.00%	1.37%
Natural Resources	1.00%	3.76%
Sub-total	8.00%	
Volatility Protection		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
Sub-total	21.00%	
	100%	

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

**TOWN OF COVENTRY, RHODE ISLAND
 NOTES TO FINANCIAL STATEMENTS
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Discount Rate

The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

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

1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
\$ (6,034,847)	\$ (7,831,446)	\$ (9,169,150)

Pension Plan Fiduciary Net Position

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

17. SCHOOL ADMINISTRATION PENSION PLAN

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

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

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As of June 30, 2020, employee membership data related to this plan was as follows:

	Active members		10	
<u>Fiscal Year Ended</u>	<u>Annual Required Contribution</u>		<u>Actual Contribution</u>	<u>Percentage Contribution</u>
<u>Town</u>				
6/30/2018	\$ 73,225		\$ 73,225	100%
6/30/2019	118,590		118,590	100%
6/30/2020	89,933		89,933	100%

18. LOCAL DEFINED CONTRIBUTION PLAN

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

As of June 30, 2020 employee membership data related to this pan was as follows:

Active members 28

Required contributions:

<u>Fiscal Year Ended</u>	<u>Annual Required Contribution</u>		<u>Actual Contribution</u>	<u>Percentage Contribution</u>
<u>Town</u>				
6/30/2018	\$ 84,072		\$ 84,072	100%
6/30/2019	93,817		93,817	100%
6/30/2020	114,775		114,775	100%

19. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The Town provides post-retirement benefits to retired individuals as required by union contracts with Town municipal employees, teachers, School department administrators, and police officers through a single-employer defined benefit plan (OPEB). Benefits include: 1) full health coverage for the retiree and their family, and 2) full dental coverage for the retiree and their family. Retiree medical coverage is only to age 65, while dental continues post-65.

Classes of Employees Covered

Town Hall Employees

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

Police Employees

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

1. Schedule A (hired prior to 1/1/1994): 20 years of service
2. Schedule B (hired after 1/1/1994 but prior to January 1, 2013): 23 years of service
3. Schedule C (hired after 1/1/2013): age 55 with 25 years of service

The cost of benefits is 100% retiree-paid.

School Teachers and Administrators

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

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

The cost of benefits is as follows:

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

Balance of premium is 100% retiree paid.

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School Others

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

As of June 30, 2020 (date of the last actuarial valuation), membership data was as follows:

	<u>Town</u>	<u>Police</u>	<u>Teachers</u>	<u>School Others</u>	<u>Total</u>
Active members	108	65	466	211	850
Spouses of retirees	3	9	122	2	136
Retirees and beneficiaries	<u>11</u>	<u>17</u>	<u>302</u>	<u>18</u>	<u>348</u>
Total Plan Members	<u>122</u>	<u>91</u>	<u>890</u>	<u>231</u>	<u>1334</u>

OPEB Funding Policy

The Town pays for the other post-employment benefits on a pay-as-you-go basis. The annual medical & dental benefits premium cost for fiscal year ended June 30, 2020 was \$1,085,381.

Total OPEB Liability

The Town's total OPEB liability of \$27,339,394 was measured as of June 30, 2020 and was determined, by the actuarial valuation as of that date.

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of July 1, 2019, using the following actuarial assumptions applied to all periods included in the measurement, unless otherwise specified:

Valuation date	July 1, 2019
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Salary increases:	Graded by service
Discount rate:	2.21%
Inflation	2.50%
Medical trend rate	6.30% (3.70% Post-Medicare) - 4.00% over 54 years

The plan has not had a formal actuarial experience study performed.

**TOWN OF COVENTRY, RHODE ISLAND
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Discount Rate

The discount rate used to measure the total OPEB liability was 2.21%. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

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

	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB Liability	\$ 31,672,157	\$ 27,339,394	\$ 23,884,526

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

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	\$ 24,853,853	\$ 27,339,394	\$ 30,488,147

**TOWN OF COVENTRY, RHODE ISLAND
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Changes in the Total OPEB Liability

	<u>Increase (Decrease)</u> <u>Total OPEB</u> <u>Liability</u> <u>(a)</u>
Balances as of July 1, 2019	\$ <u>17,880,857</u>
Changes for the year:	
Service cost	347,432
Interest on total OPEB liability	619,159
Experience (gain) and loss	5,179,504
Changes of assumptions	4,397,823
Benefit payments	<u>(1,085,381)</u>
Net changes	<u>9,458,537</u>
Balances as of June 30, 2020	\$ <u><u>27,339,394</u></u>

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

For the year ended June 30, 2020, the Town recognized OPEB expense of \$2,008,729. At June 30, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred</u> <u>Outflows</u> <u>of Resources</u>	<u>Deferred</u> <u>Inflows</u> <u>of Resources</u>
Differences between expected and actual experience	\$ 4,628,493	\$
Changes of assumptions	<u>4,445,678</u>	<u>355,364</u>
Total	<u>\$ 9,074,171</u>	<u>\$ 355,364</u>

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

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

Year Ending June 30,	
2021	\$ 1,042,138
2022	1,042,138
2023	1,042,138
2024	1,042,138
2025	1,042,138
Thereafter	3,508,117
	\$ 8,718,807

20. COMBINING SCHEDULE OF FIDUCIARY NET POSITION

	Municipal Pension Trust Fund	Police Pension Trust Fund	School SRP Pension Trust Fund	Total
Assets:				
Cash and cash equivalents	\$ 107,193	\$ 383,426	\$	\$ 490,619
Investments:				
Fixed income	3,159,789	5,291,928	2,897,091	11,348,808
Mutual funds	7,816,544	13,132,936	10,584,520	31,534,000
Common Stock	909,754	1,530,034	655,321	3,095,109
Total investments	11,886,087	19,954,898	14,136,932	45,977,917
Contribution receivable				
Total assets	11,993,280	20,338,324	14,136,932	46,468,536
Liabilities:				
Accounts payable				
Due to primary government				
Total liabilities	-	-	-	-
Net Position Restricted for Pensions	\$ 11,993,280	\$ 20,338,324	\$ 14,136,932	\$ 46,468,536

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

21. COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION

	Municipal Pension Trust Fund	Police Pension Trust Fund	School SRP Pension Trust Fund	Total
Additions:				
Contributions:				
Employer contributions	\$ 928,292	\$ 5,626,233	\$ 1,399,973	\$ 7,954,498
Plan member contributions	436,442	327,505	511,332	1,275,279
Total contributions	<u>1,364,734</u>	<u>5,953,738</u>	<u>1,911,305</u>	<u>9,229,777</u>
Investment Income:				
Interest and dividends	111,629	181,555		293,184
Net appreciation in the fair value of investments	248,028	125,530	536,288	909,846
Total investment income	<u>359,657</u>	<u>307,085</u>	<u>536,288</u>	<u>1,203,030</u>
Total additions	<u>1,724,391</u>	<u>6,260,823</u>	<u>2,447,593</u>	<u>10,432,807</u>
Deductions:				
Benefits	1,167,320	4,286,568	2,124,817	7,578,705
Administrative expenses	1,579	5,921	62,026	69,526
Total deductions	<u>1,168,899</u>	<u>4,292,489</u>	<u>2,186,843</u>	<u>7,648,231</u>
Change in Net Position	555,492	1,968,334	260,750	2,784,576
Net Position - July 1, 2019, as restated	<u>11,437,788</u>	<u>18,369,990</u>	<u>13,876,182</u>	<u>43,683,960</u>
Net Position - June 30, 2020	<u>\$ 11,993,280</u>	<u>\$ 20,338,324</u>	<u>\$ 14,136,932</u>	<u>\$ 46,468,536</u>

22. CONTINGENCIES AND COMMITMENTS

Grants

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

23. RISK MANAGEMENT

Property and Liability Insurance

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; and natural disasters. As a result, the Town participates in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) (the Trust) which provides coverage for property and liability claims. Upon joining the Trust, the Town signed a participation agreement which outlines the rights and responsibilities of both the Trust and the Town. The agreement states that for premiums paid by the Town, the Trust will assume financial responsibility for the Town's losses up to the maximum amount of insurance purchased, minus the Town's deductible amounts. The policy is not retrospectively rated, but rather, premiums are based on the ultimate cost of the groups experience to date. The pool is allowed to make additional assessments for claims that are reasonably possible and estimable.

The Trust provides this insurance coverage through a pooled, self-insurance mechanism which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its members. Under the participation agreement, the Town is insured for a maximum of \$5,000,000 per occurrence. Settled claims resulting from these risks have not exceeded the Trust coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage during the year ended June 30, 2020.

Self-Insurance

The School Department participates in a multi-employer cost reimbursement healthcare self-insurance risk pool managed by WB Community Health (WBCH) which is presented as an Internal Service Fund in the Proprietary Funds of the Towns financial statements. The School Department pays WBCH monthly premiums based upon "working rates" that are periodically adjusted to reflect changes in actual costs. Funds on deposit with WBCH are made available to pay claims, claim reserves and administrative costs. As of June 30, 2020, the reported expenditures exceeded premiums on deposit by \$1,584,294 which resulted in a balance of \$3,001,902 in the net adjusted reserve.

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

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

The claims liability reported in the internal service fund at June 30, 2020 is based on the requirements of GASB Statement No. 10 and 30, which require that a liability for estimated claims incurred but not reported be recorded. The amount of claim accrual is based on the ultimate costs of settling the claim, which include past experience data, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses. At June 30, 2020 and 2019, the Town has estimated a liability for incurred but not reported claims (IBNR) based on actual claims paid subsequent to year end but related to claims incurred prior to June 30, 2020 and 2019, as follows:

	<u>2020</u>	<u>2019</u>
July 1	\$ 914,248	\$ 1,275,205
Premium deposits	9,411,488	9,206,284
Incurred Claims	<u>(7,377,969)</u>	<u>(9,740,839)</u>
Cash Deposit Balance	2,947,767	740,650
Change in IBNR	<u>(449,226)</u>	<u>173,598</u>
 Year Ended June 30	 <u>\$ 2,498,541</u>	 <u>\$ 914,248</u>

The change in IBNR was recorded to the claims deposit.

24. RESTATEMENT

The government-wide activities, business-type activities, general fund, sewer fund, pension funds net position and fund balances have been restated as follows:

	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>General Fund</u>	<u>Sewer Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Landfill Remediation Bond Fund</u>	<u>Municipal Pension Trust Fund</u>	<u>Police Pension Trust Fund</u>	<u>School Pension Trust Fund</u>
Net position/fund balance as previously reported at June 30, 2019	\$ (140,246,824)	\$ 10,835,837	\$ 14,905,123	\$ 10,835,837	\$ 7,147,915	\$ 320,578	\$ 11,437,709	\$ 18,369,756	\$ 13,857,182
To record capital leases	(62,121)								
Deferred inflows for sewer assessments		6,810,014		6,810,014					
To record previous years investment income	(20,823)	20,823	(20,823)	20,823					
To correct various balances	-						79	234	19,000
To record landfill accrual	(360,000)								
To record landfill remediation activity	<u>4,619,274</u>				<u>4,619,274</u>	<u>4,619,274</u>			
Net Position/Fund Balance, June 30, 2019, as Restated	<u>\$ (136,070,494)</u>	<u>\$ 17,666,674</u>	<u>\$ 14,884,300</u>	<u>\$ 17,666,674</u>	<u>\$ 11,767,189</u>	<u>\$ 4,939,852</u>	<u>\$ 11,437,788</u>	<u>\$ 18,369,990</u>	<u>\$ 13,876,182</u>

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

	<u>Police Canteen Agency Fund</u>	<u>Coventry High School Agency Fund</u>	<u>Feinstein Middle School Agency Fund</u>	<u>Hopkins Hill School Agency Fund</u>	<u>Western Coventry School Agency Fund</u>
Deposit held in custody, as reported, at June 30, 2019 \$	-	\$ 258,127	\$ 87,424	\$ 18,579	\$ 21,734
To correct various balances		(22,093)	4,994	3,156	(11,866)
To record agency fund	<u>459</u>				
Deposit held in custody, June 30, 2019, as Restated	<u>\$ 459</u>	<u>\$ 236,034</u>	<u>\$ 92,418</u>	<u>\$ 21,735</u>	<u>\$ 9,868</u>

25. LITIGATION

During the ordinary course of its operations, the Town is a party to various claims, other legal actions and complaints. These various legal actions include disputes in property valuations and torts for which the Town has been named as a defendant. In the opinion of the Town's management and legal counsel, other than the matter stated in Note 26, they do not anticipate any of them to have a material financial impact or at this time their legal counsel has been unable to assess liability, if any, on the part of the Town.

26. LANDFILL CLOSURE AND POSTCLOSURE CARE COST

State and federal laws and regulations require the Primary Responsible Parties, of which the Town was named as one of the responsible parties, to close the landfill located on Arnold Road in Coventry, Rhode Island. The Primary Responsible Parties are required to cover the site with an impermeable cap and provide a minimum of 30 years of postclosure monitoring. The Primary Responsible Parties entered into a cost sharing agreement that created the Coventry Landfill Remediation Action Group (the Group), a voluntary association, to oversee the operations and administration of closing the site. Per the agreement, the Town will be responsible for 60% of the overall liability and contributions that the Group assess the participating parties. If there are any remaining funds at the completion of the monitoring period, funds will revert back to the participants in the proportion to the amount contributed.

In 2012, the Town issued a \$4.33 million bond to cover the Town's portion of the initial remediation liability. As of June 30, 2020, there is currently \$2,040,000 outstanding on the bond. As of June 30, 2020, the Group has covered and capped the landfill. Certain maintenance and monitoring functions at the site will continue for 30 years after closure. The \$2,211,489 reported for postclosure care liability at June 30, 2020, represents the cumulative amount expected to be allocable to the Town based on the Town's share in the Group. These amounts are based on what it would cost to perform all post closure care in 2020. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The Group has set up a trust account with a fiscal agent to collect and pay all costs incurred with closure and post closure expenses. To offset some of the future costs, the Group had entered into an agreement to use Beneficial Use Determination ("BUD") materials, which the Group accept tipping fees for the material it received to use as cover at the Landfill. The BUD program had generated approximately \$11.6 million in total before the site was capped and closed. After operation costs and expenses, the Town has an allocable share of \$2,560,092 that is held with the fiscal agent as of June 30, 2020. These funds are held in the Town's Landfill Remediation Bond fund as restricted assets. The Town expects that post closure costs will be paid using these funds. However, if the funds are inadequate or additional post closure care requirements are determined due to changes in technology or applicable laws or regulations, for example, these costs may need to be covered by the Group.

**TOWN OF COVENTRY, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

27. CORONAVIRUS (COVID-19)

On January 30, 2020, the World Health Organization declared the coronavirus to be a public health emergency. On March 9, 2020, the Governor of the State of Rhode Island declared a state of emergency to combat a novel coronavirus disease (COVID-19).

The Town derives a significant portion of its revenues from property taxes. While the Town has not experienced any significant increase in the amount of delinquency from its taxpayers, the situation creates uncertainty about the impact of future revenues that might be generated. In addition, at this time, it is uncertain what the effects of the pandemic will be on the Town's

28. SUBSEQUENT EVENT

Management has evaluated subsequent events through June 21, 2021 the date the financial statements were available to be issued.

**Required
Supplementary
Information**

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
General property taxes	\$ 75,214,690	\$ 75,214,690	\$ 76,143,864	\$ 929,174
Other taxes	1,034,785	1,034,785	990,328	(44,457)
Intergovernmental revenue	3,232,559	3,232,559	3,434,954	202,395
Licenses, fees and permits	911,365	911,365	1,003,844	92,479
Fines and interest on late payments	427,102	427,102	472,459	45,357
Investment income	173,669	173,669	584,548	410,879
Other revenue	626,807	626,807	760,343	133,536
Total revenues	<u>81,620,977</u>	<u>81,620,977</u>	<u>83,390,340</u>	<u>1,769,363</u>
Expenditures:				
Current:				
Legislative, judicial and general administrative	5,927,721	5,927,721	5,215,263	712,458
Financial administrative	1,017,431	1,017,431	975,882	41,549
Public safety	13,372,779	13,372,779	13,298,829	73,950
Public works	5,600,206	5,600,206	5,296,664	303,542
Service function department	3,016,481	3,016,481	2,713,587	302,894
Planning and development	376,010	376,010	351,503	24,507
Capital Outlay	200,000	200,000	200,000	-
Debt service:				
Principal	3,802,828	3,802,828	3,802,000	828
Interest	1,429,932	1,429,932	1,374,892	55,040
Total expenditures	<u>34,743,388</u>	<u>34,743,388</u>	<u>33,228,620</u>	<u>1,514,768</u>
Excess of revenues over expenditures before other financing sources (uses)	<u>46,877,589</u>	<u>46,877,589</u>	<u>50,161,720</u>	<u>3,284,131</u>
Other Financing Sources (Uses):				
Transfers to other funds	(88,497)	(88,497)	(210,000)	(121,503)
Transfer to land trust	(169,900)	(169,900)	(224,621)	(54,721)
Transfers out - School unrestricted fund - appropriation	<u>(47,078,589)</u>	<u>(47,078,589)</u>	<u>(47,078,589)</u>	<u>-</u>
Net other financing sources (uses)	<u>(47,336,986)</u>	<u>(47,336,986)</u>	<u>(47,513,210)</u>	<u>(176,224)</u>
Excess of Revenues over Expenditures and Other Financing Sources (Uses)	<u>\$ (459,397)</u>	<u>\$ (459,397)</u>	2,648,510	<u>\$ 3,107,907</u>
Fund Balance - July 1, 2019			<u>12,476,879</u>	
Fund Balance - June 30, 2020			<u>\$ 15,125,389</u>	

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Original Budgeted Revenues</u>	<u>Revised Budgeted Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>
General Property Taxes:				
Real estate - current	\$ 71,859,899	\$ 71,859,899	\$ 71,795,817	\$ (64,082)
Real estate - prior	161,596	161,596	464,557	302,961
Motor vehicle excise tax	3,193,195	3,193,195	3,883,490	690,295
Total general property taxes	<u>75,214,690</u>	<u>75,214,690</u>	<u>76,143,864</u>	<u>929,174</u>
Other Taxes:				
Telephone tax	441,150	441,150	442,057	907
Hotel tax	112,054	112,054	85,819	(26,235)
Meal and beverage	481,581	481,581	462,452	(19,129)
Total other taxes	<u>1,034,785</u>	<u>1,034,785</u>	<u>990,328</u>	<u>(44,457)</u>
Intergovernmental and Departmental:				
State Aid School Housing	1,214,036	1,214,036	1,214,037	1
State Motor Vehicle Phase out	251,244	251,244	251,244	-
Payment in Lieu of Taxes	54,969	54,969	80,276	25,307
State Aid Revaluation	110,000	110,000	136,771	26,771
State Reimbursement Auto Tax	1,602,310	1,602,310	1,752,626	150,316
Total intergovernmental and departmental	<u>3,232,559</u>	<u>3,232,559</u>	<u>3,434,954</u>	<u>202,395</u>
Licenses and Permits:				
Building Permits	155,690	155,690	190,569	34,879
Plumbing and Heating	28,397	28,397	29,930	1,533
Electrical Permits	32,152	32,152	30,162	(1,990)
Recording Fees	332,092	332,092	351,494	19,402
Probate Fees	53,500	53,500	45,835	(7,665)
Marriage Licenses	1,220	1,220	1,120	(100)
Dog Licenses	6,181	6,181	3,280	(2,901)
Animal Rescue Fees	8,353	8,353	2,360	(5,993)
Realty Fees	140,000	140,000	224,621	84,621
Alcoholic Beverage Licenses	22,093	22,093	19,500	(2,593)
Hunting and Fishing Licenses	16	16	-	(16)
Library Fees	15,786	15,786	10,333	(5,453)
Planning Commission Fees	9,600	9,600	13,100	3,500
Planning Commission Steno Fees	3,059	3,059	4,868	1,809
Miscellaneous Fees	103,226	103,226	76,672	(26,554)
Total licenses and permits	<u>911,365</u>	<u>911,365</u>	<u>1,003,844</u>	<u>92,479</u>
Fines and interest on late payments:				
Interest and Penalties	427,102	427,102	472,459	45,357
Total fines and forfeiture	<u>427,102</u>	<u>427,102</u>	<u>472,459</u>	<u>45,357</u>
Investment Income				
Interest Earnings	173,669	173,669	584,548	410,879
Total investment income	<u>173,669</u>	<u>173,669</u>	<u>584,548</u>	<u>410,879</u>
Other Revenue:				
Police Car Rental and Detail	94,875	94,875	291,375	196,500
Municipal Court	56,088	56,088	58,514	2,426
Westwood Reimbursement	9,746	9,746	10,442	696
Land Trust Fees	216,038	216,038	224,621	8,583
Miscellaneous Receipts	250,060	250,060	175,391	(74,669)
Total other revenue	<u>626,807</u>	<u>626,807</u>	<u>760,343</u>	<u>133,536</u>
Total revenues	<u>81,620,977</u>	<u>81,620,977</u>	<u>83,390,340</u>	<u>1,769,363</u>
Other Financing Sources:				
Transfer from other funds	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues and Other Financing Sources	<u>\$ 81,620,977</u>	<u>\$ 81,620,977</u>	<u>\$ 83,390,340</u>	<u>\$ 1,769,363</u>

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budgeted Expenditures	Revised Budgeted Expenditures	Actual Expenditures	Variance
Legislative, Judicial and General Administrative:				
Town Council	\$ 26,398	\$ 26,398	\$ 25,232	\$ 1,166
Town Manager	229,091	229,091	116,175	112,916
Human Relations	89,873	89,873	91,025	(1,152)
Information Technology	332,940	332,940	320,471	12,469
Town Clerk	335,092	335,092	314,496	20,596
Town Solicitor	440,000	440,000	440,415	(415)
Board of Canvassers	100,057	100,057	66,694	33,363
Probate Court	17,980	17,980	15,087	2,893
Municipal Court	51,951	51,951	51,256	695
Town General	4,304,339	4,304,339	3,774,412	529,927
Total legislative, judicial and general administrative	<u>5,927,721</u>	<u>5,927,721</u>	<u>5,215,263</u>	<u>712,458</u>
Finance Administration:				
Treasurer	338,050	338,050	339,018	(968)
Board of Assessment Review	3,388	3,388	2,691	697
Tax Assessor	423,275	423,275	390,141	33,134
Tax Collector	252,718	252,718	244,032	8,686
Total finance administration	<u>1,017,431</u>	<u>1,017,431</u>	<u>975,882</u>	<u>41,549</u>
Public Safety:				
Police	13,058,522	13,058,522	13,034,890	23,632
Animal Control	243,709	243,709	219,460	24,249
Emergency Management	38,210	38,210	22,608	15,602
Town Sergeant	2,668	2,668	2,391	277
Crossing Guards	29,670	29,670	19,480	10,190
Total public safety	<u>13,372,779</u>	<u>13,372,779</u>	<u>13,298,829</u>	<u>73,950</u>
Public Works:				
Engineering	128,348	91,694	107,756	(16,062)
Inspection and Permits	261,343	285,997	278,336	7,661
Roads and Bridges	2,154,225	2,139,125	1,884,218	254,907
Snow Removal	308,894	249,556	201,819	47,737
Building Maintenance	443,630	487,030	495,174	(8,144)
Refuse Collection	849,085	848,985	867,189	(18,204)
Refuse Disposal	510,470	505,470	503,848	1,622
Vehicle Maintenance	944,211	992,349	958,324	34,025
Total public works	<u>5,600,206</u>	<u>5,600,206</u>	<u>5,296,664</u>	<u>303,542</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Original Budget Expenditures</u>	<u>Revised Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
Service function department:				
Public Libraries	\$ 994,193	\$ 994,193	\$ 901,228	\$ 92,965
Recreation	1,231,286	1,231,286	1,096,925	134,361
Human services	785,856	785,856	713,238	72,618
Citizens Advisory Committee	1,077	1,077	-	1,077
Coventry Housing Authority	4,069	4,069	2,196	1,873
Total service function department	<u>3,016,481</u>	<u>3,016,481</u>	<u>2,713,587</u>	<u>302,894</u>
Planning and Development:				
Planning Commission	15,380	15,380	13,554	1,826
Planning Department	331,337	330,954	325,231	5,723
Zoning Board	12,363	12,746	8,871	3,875
Conservation Commission	2,100	2,100	650	1,450
Land Trust Commission	10,215	10,215	2,686	7,529
Historic District Commission	4,615	4,615	511	4,104
Total planning and development	<u>376,010</u>	<u>376,010</u>	<u>351,503</u>	<u>24,507</u>
Capital Improvements	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Debt Service:				
Debt service-principal	3,802,828	3,802,828	3,802,000	828
Debt service-interest & other charges	1,429,932	1,429,932	1,374,892	55,040
Total debt service	<u>5,232,760</u>	<u>5,232,760</u>	<u>5,176,892</u>	<u>55,868</u>
Total expenditures	<u>34,743,388</u>	<u>34,743,388</u>	<u>33,228,620</u>	<u>1,514,768</u>
Other Financing Uses:				
Transfer to school department	47,078,589	47,078,589	47,078,589	-
Transfer to land trust	169,900	169,900	224,621	(54,721)
Transfer to other funds	88,497	88,497	210,000	(121,503)
Total other financing uses	<u>47,336,986</u>	<u>47,336,986</u>	<u>47,513,210</u>	<u>(176,224)</u>
Total Expenditures and Other Financing Uses	<u>\$ 82,080,374</u>	<u>\$ 82,080,374</u>	<u>\$ 80,741,830</u>	<u>\$ 1,338,544</u>

**TOWN OF COVENTRY, RHODE ISLAND
REQUIRED SUPPLEMENTARY INFORMATION
SCHOOL UNRESTRICTED
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGETARY BASIS
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Favorable/ (Unfavorable)</u>
Revenues:				
State aid	\$ 24,442,521	\$ 24,442,521	\$ 23,824,359	\$ (618,162)
Federal aid	815,000	815,000	614,757	(200,243)
Charges for service	932,329	932,329	949,808	17,479
Miscellaneous	114,500	114,500	1,624	(112,876)
Total revenues	<u>26,304,350</u>	<u>26,304,350</u>	<u>25,390,548</u>	<u>(913,802)</u>
Expenditures:				
Salaries	45,283,646	45,283,646	44,097,847	1,185,799
Employee benefits	16,884,894	16,884,894	16,796,661	88,233
Purchased services	7,896,652	7,896,652	7,794,524	102,128
Supplies and materials	2,343,490	2,272,193	2,078,260	193,933
Capital outlay	697,635	697,635	575,608	122,027
Other	58,399	58,399	59,401	(1,002)
Total expenditures	<u>73,164,716</u>	<u>73,093,419</u>	<u>71,402,301</u>	<u>1,691,118</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(46,860,366)</u>	<u>(46,789,069)</u>	<u>(46,011,753)</u>	<u>777,316</u>
Other Financing Sources:				
Transfers in Town of Coventry - Town appropriations	47,078,589	47,078,589	47,078,589	-
Transfer from other funds			73,000	73,000
Transfer to other funds			(346,081)	(346,081)
Total other financing sources	<u>47,078,589</u>	<u>47,078,589</u>	<u>46,805,508</u>	<u>(273,081)</u>
Net Change in Fund Balance	<u>\$ 218,223</u>	<u>\$ 289,520</u>	793,755	<u>\$ 504,235</u>
Fund Balance - July 1, 2019			<u>1,315,683</u>	
Fund Balance - June 30, 2020			<u>\$ 2,109,438</u>	

TOWN OF COVENTRY, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020

Budget - GAAP Reconciliation

A reconciliation of revenues, expenditures, and fund balance between the accounting treatment required by GAAP (Exhibit IV), and budgetary requirements (RSI), is as follows:

	General Fund			School Unrestricted Fund		
	Revenues	Expenditures	Fund Balance	Revenues	Expenditures	Fund Balance
Balance, Budgetary Basis, June 30, 2020	\$ 83,390,340	\$ 33,228,620	\$ 15,125,389	\$ 25,390,548	\$ 71,402,301	\$ 2,109,438
Encumbrances outstanding at June 30, 2020 charged to budgetary expenditures		(241,500)	241,500			-
Transfers to GASB 54 funds for budgetary purposes						
Town's general fund budget			224,621			-
Transfer from GASB 54 fund to School Unrestricted			(73,000)			-
Opening balances for funds that do not meet the GASB 54 definition for a special revenue fund Deficit reduction payment			2,407,421			9,104
Current year activity for funds that do not meet the GASB 54 definition for a special revenue fund	399,804	295,846	103,958	84,311		84,311
State Teachers' Retirement on-behalf payment			-	3,794,494	3,794,494	-
BALANCE, GAAP BASIS, JUNE 30, 2020	<u>\$ 83,790,144</u>	<u>\$ 33,282,966</u>	<u>\$ 18,029,889</u>	<u>\$ 29,269,353</u>	<u>\$ 75,196,795</u>	<u>\$ 2,202,853</u>

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
COVENTRY MUNICIPAL EMPLOYEES' RETIREMENT PLAN
LAST SEVEN FISCAL YEARS*

(1 of 5)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
A. Total pension liability							
Service cost	\$ 445,143	\$ 467,645	\$ 468,760	\$ 481,938	\$ 519,496	\$ 546,181	\$ 538,915
Interest on the Total Pension Liability	1,806,574	1,715,588	1,646,935	1,590,417	1,511,450	1,477,154	1,401,782
Changes of benefit terms							
Difference between expected and actual experience of the Total Pension Liability	280,947	245,281	(76,843)	(263,915)	(508,985)	(248,067)	
Changes of assumptions	1,215,022				(191,012)		
Benefit payments, including refunds of employee contributions	<u>(1,167,320)</u>	<u>(1,047,159)</u>	<u>(1,066,444)</u>	<u>(911,886)</u>	<u>(803,480)</u>	<u>(690,241)</u>	<u>(694,669)</u>
Net change in total pension liability	2,580,366	1,381,355	972,408	896,554	527,469	1,085,027	1,246,028
Total pension liability - beginning	<u>25,936,845</u>	<u>24,555,490</u>	<u>23,583,082</u>	<u>22,686,528</u>	<u>22,159,059</u>	<u>21,074,032</u>	<u>19,828,004</u>
Total pension liability - ending (a)	<u>\$ 28,517,211</u>	<u>\$ 25,936,845</u>	<u>\$ 24,555,490</u>	<u>\$ 23,583,082</u>	<u>\$ 22,686,528</u>	<u>\$ 22,159,059</u>	<u>\$ 21,074,032</u>
B. Plan fiduciary net position							
Contributions - employer	\$ 928,292	\$ 875,686	\$ 845,691	\$ 835,741	\$ 864,293	\$ 829,250	\$ 1,080,077
Contributions - employee	436,442	486,189	483,603	488,895	514,980	446,406	447,364
Net investment income (loss)	359,657	677,203	779,447	794,530	81,953	55,303	671,273
Benefit payments, including refunds of employee contributions	(1,167,320)	(1,047,159)	(1,066,444)	(911,886)	(803,480)	(690,241)	(694,669)
Pension Plan Administrative Expense	(1,579)	(1,547)	(1,457)	(1,416)	(1,473)	(1,329)	(1,527)
Other							
Net change in plan fiduciary net position	<u>555,492</u>	<u>990,372</u>	<u>1,040,840</u>	<u>1,205,864</u>	<u>656,273</u>	<u>639,389</u>	<u>1,502,518</u>
Plan fiduciary net position - beginning	<u>11,437,788</u>	<u>10,447,416</u>	<u>9,406,576</u>	<u>8,200,712</u>	<u>7,544,439</u>	<u>6,905,050</u>	<u>5,402,532</u>
Plan fiduciary net position - ending (b)	<u>11,993,280</u>	<u>11,437,788</u>	<u>10,447,416</u>	<u>9,406,576</u>	<u>8,200,712</u>	<u>7,544,439</u>	<u>6,905,050</u>
C. Net pension liability - ending (a) - (b)	<u>\$ 16,523,931</u>	<u>\$ 14,499,057</u>	<u>\$ 14,108,074</u>	<u>\$ 14,176,506</u>	<u>\$ 14,485,816</u>	<u>\$ 14,614,620</u>	<u>\$ 14,168,982</u>
D. Plan fiduciary net position as a percentage of the total pension liability	42.06%	44.10%	42.55%	39.89%	36.15%	34.05%	32.77%
E. Covered payroll	\$ 4,706,045	\$ 4,699,410	\$ 4,850,270	\$ 5,239,342	\$ 5,412,437	\$ 5,382,148	\$ 5,469,059
F. Net pension liability as a percentage of covered payroll	351.12%	308.53%	290.87%	270.58%	267.64%	271.54%	259.08%

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

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
COVENTRY POLICE OFFICERS' RETIREMENT PLAN
LAST SEVEN FISCAL YEARS*

(2 of 5)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
A. Total pension liability							
Service cost	\$ 953,692	\$ 916,918	\$ 924,177	\$ 903,267	\$ 811,806	\$ 918,266	\$ 902,988
Interest on the Total Pension Liability	5,649,810	5,540,790	5,391,727	5,194,650	5,049,965	4,943,601	4,843,715
Changes of benefit terms		1,150,793		(962)			(12,433)
Difference between expected and actual experience	(189,758)	(1,872,002)	(72,638)	695,915	(378,509)	(937,533)	
Changes of assumptions	2,712,105				(111,439)		
Benefit payments, including refunds of employee contributions	(4,286,568)	(4,147,481)	(4,066,973)	(3,932,029)	(3,842,128)	(3,495,162)	(3,436,521)
Net change in total pension liability	4,839,281	1,589,018	2,176,293	2,860,841	1,529,695	1,429,172	2,297,749
Total pension liability - beginning	81,864,917	80,275,899	78,099,606	75,238,765	73,709,070	72,279,898	69,982,149
Total pension liability - ending (a)	<u>\$ 86,704,198</u>	<u>\$ 81,864,917</u>	<u>\$ 80,275,899</u>	<u>\$ 78,099,606</u>	<u>\$ 75,238,765</u>	<u>\$ 73,709,070</u>	<u>\$ 72,279,898</u>
B. Plan fiduciary net position							
Contributions - employer	\$ 5,626,233	\$ 4,957,710	\$ 4,808,076	\$ 4,715,528	\$ 4,619,691	\$ 4,152,024	\$ 4,563,733
Contributions - employee	327,505	479,266	421,127	398,040	362,764	287,310	306,383
Net investment income	307,085	1,112,121	1,105,511	1,099,468	125,285	50,099	784,064
Benefit payments, including refunds of employee contributions	(4,286,568)	(4,147,481)	(4,066,973)	(3,932,029)	(3,842,128)	(3,495,162)	(3,436,521)
Pension Plan Administrative Expense	(5,921)	(5,953)	(6,043)	(6,084)	(6,027)	(6,171)	(6,423)
Other							
Net change in plan fiduciary net position	1,968,334	2,395,663	2,261,698	2,274,923	1,259,585	988,100	2,211,236
Plan fiduciary net position - beginning	18,369,990	15,974,327	13,712,629	11,437,706	10,178,121	9,190,021	6,978,785
Plan fiduciary net position - ending (b)	<u>20,338,324</u>	<u>18,369,990</u>	<u>15,974,327</u>	<u>13,712,629</u>	<u>11,437,706</u>	<u>10,178,121</u>	<u>9,190,021</u>
C. Net pension liability - ending (a) - (b)	<u>\$ 66,365,874</u>	<u>\$ 63,494,927</u>	<u>\$ 64,301,572</u>	<u>\$ 64,386,977</u>	<u>\$ 63,801,059</u>	<u>\$ 63,530,949</u>	<u>\$ 63,089,877</u>
D. Plan fiduciary net position as a percentage of the total pension liability	23.46%	22.44%	19.90%	17.56%	15.20%	13.81%	12.71%
E. Covered payroll	\$ 3,733,339	\$ 3,669,205	\$ 3,523,041	\$ 3,076,771	\$ 3,144,906	\$ 3,047,317	\$ 3,124,718
F. Net pension liability as a percentage of covered payroll	1777.65%	1730.48%	1825.17%	2092.68%	2028.71%	2084.82%	2019.06%

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

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
COVENTRY SCHOOL EMPLOYEES' RETIREMENT PLAN
LAST FOUR FISCAL YEARS*

(3 of 5)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
A. Total pension liability				
Service Cost	\$ 419,009	\$ 411,369	\$ 330,922	\$ 309,273
Interest on the Total Pension Liability	2,058,874	1,962,837	1,938,862	1,905,251
Difference between expected and actual experience	1,091,963	284,239	915,100	18,495
Changes of assumptions	(186,643)	839,791	1,385,191	
Benefit payments, including refunds of employee contributions	<u>(2,124,817)</u>	<u>(1,990,763)</u>	<u>(2,084,118)</u>	<u>(1,756,434)</u>
Net change in total pension liability	1,258,386	1,507,473	2,485,957	476,585
Total pension liability - beginning	<u>32,480,256</u>	<u>30,972,783</u>	<u>28,486,826</u>	<u>28,010,241</u>
Total pension liability - ending (a)	<u>\$ 33,738,642</u>	<u>\$ 32,480,256</u>	<u>\$ 30,972,783</u>	<u>\$ 28,486,826</u>
B. Plan fiduciary net position				
Contributions - employer	\$ 1,399,973	\$ 1,213,906	\$ 1,218,936	\$ 1,157,788
Contributions - employee	511,332	507,069	508,905	463,321
Net investment income (loss)	536,288	963,448	1,226,407	1,546,143
Benefit payments, including refunds of employee contributions	(2,124,817)	(1,990,763)	(2,084,118)	(1,756,434)
Pension Plan Administrative Expense	<u>(62,026)</u>	<u>(59,886)</u>	<u>(90,462)</u>	<u>(149,427)</u>
Net change in plan fiduciary net position	260,750	633,774	779,668	1,261,391
Plan fiduciary net position - beginning	<u>13,876,182</u>	<u>13,242,408</u>	<u>12,462,740</u>	<u>11,201,349</u>
Plan fiduciary net position - ending (b)	<u>14,136,932</u>	<u>13,876,182</u>	<u>13,242,408</u>	<u>12,462,740</u>
C. Net pension liability (asset) - ending (a) - (b)	<u>\$ 19,601,710</u>	<u>\$ 18,604,074</u>	<u>\$ 17,730,375</u>	<u>\$ 16,024,086</u>
D. Plan fiduciary net position as a percentage of the total pension liability	41.90%	42.72%	42.75%	43.75%
E. Covered payroll	\$ 5,711,322	\$ 5,591,333	\$ 5,625,341	\$ 5,249,633
F. Net pension liability as a percentage of covered payroll	343.21%	332.73%	315.19%	305.24%

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

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EMPLOYEES' RETIREMENT SYSTEM - TEACHERS
LAST SIX FISCAL YEARS*

(4 of 5)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Town's proportion of the net pension liability	4.52%	2.06%	2.07%	2.19%	2.19%	2.22%
Town's proportionate share of the net pension liability	\$ 63,275,914	\$ 65,346,536	\$ 65,443,544	\$ 65,393,587	\$ 60,158,353	\$ 53,951,207
State's proportionate share of the net pension liability associated with the school district	<u>47,400,212</u>	<u>48,743,822</u>	<u>49,459,596</u>	<u>44,785,005</u>	<u>41,098,299</u>	<u>36,996,828</u>
Total	<u>\$ 110,676,126</u>	<u>\$ 114,090,358</u>	<u>\$ 114,903,140</u>	<u>\$ 110,178,592</u>	<u>\$ 101,256,652</u>	<u>\$ 90,948,035</u>
Town's covered payroll	\$ 35,626,531	\$ 35,956,339	\$ 35,843,399	\$ 35,677,230	\$ 32,958,819	\$ 32,855,941
Town's proportionate share of the net pension liability as a percentage of its covered payroll	177.61%	181.74%	182.58%	183.29%	182.53%	164.21%
Plan fiduciary net position as a percentage of the total pension liability	54.30%	54.30%	54.00%	54.06%	57.55%	61.40%

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

Note:

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

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER'S SURVIVOR BENEFIT COST - SHARING PLAN
LAST SIX YEARS*

(5 of 5)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Town's proportion of the net pension asset	6.90%	7.22%	7.28%	7.09%	7.28%	7.42%
Town's proportionate share of the net pension asset	\$ <u>(7,831,446)</u>	\$ <u>(6,438,556)</u>	\$ <u>(6,023,168)</u>	\$ <u>(7,059,124)</u>	\$ <u>(6,794,407)</u>	\$ <u>(9,223,335)</u>
Town's covered payroll	\$ 35,626,531	\$ 35,956,339	\$ 35,843,399	\$ 35,677,230	\$ 32,958,819	\$ 32,855,941
Town's proportionate share of the net pension asset as a percentage of its covered payroll	21.98%	17.91%	16.80%	19.79%	20.61%	28.07%
Plan fiduciary net position as a percentage of the total pension asset	150.20%	137.40%	136.10%	153.30%	146.60%	173.30%

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

Note:

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

**TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF TOWN CONTRIBUTIONS
COVENTRY MUNICIPAL EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Actuarially determined contribution	\$ 926,251	\$ 875,686	\$ 845,691	\$ 821,825	\$ 852,707	\$ 841,584	\$ 991,124	\$ 1,068,188	\$ 986,087	\$ 887,077
Contributions in relation to the actuarially determined contribution	<u>928,292</u>	<u>875,686</u>	<u>845,691</u>	<u>835,741</u>	<u>864,293</u>	<u>829,250</u>	<u>1,080,077</u>	<u>773,054</u>	<u>559,077</u>	<u>442,837</u>
Contribution Deficiency (Excess)	\$ <u>2,041</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>13,916</u>	\$ <u>(11,586)</u>	\$ <u>12,334</u>	\$ <u>(88,953)</u>	\$ <u>295,134</u>	\$ <u>427,010</u>	\$ <u>444,240</u>
Covered payroll	\$ 4,706,045	\$ 4,699,410	\$ 4,850,270	\$ 5,239,342	\$ 5,412,437	\$ 5,382,148	\$ 5,469,059	\$ 5,289,322	\$ 5,486,026	\$ 5,275,025
Contributions as a percentage of covered payroll	19.73%	18.63%	17.44%	15.95%	15.97%	15.41%	19.75%	14.62%	10.19%	8.39%

Notes to Schedule:

Valuation date: July 1, 2019

Measurement date: June 30, 2020

Actuarially determined contribution rates are calculated as of June 30th of each plan year and effective two years after the actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percent of payroll, closed
Remaining amortization period	23 years beginning with the July 1, 2019 valuation
Asset valuation method	Non-asymptotic
Inflation	2.70%
Salary increases	Rates based on service, with ultimate rate of 3.40%
Investment rate of return	7.00%
Cost of living adjustments	None

**TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF TOWN CONTRIBUTIONS
TOWN OF COVENTRY POLICE OFFICERS RETIREMENT PLAN
LAST FIVE FISCAL YEARS***

(2 of 5)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Actuarially determined contribution	\$ 5,626,233	\$ 4,957,710	\$ 4,808,076	\$ 4,656,200	\$ 4,565,873	\$ 4,495,252	\$ 4,481,020	\$ 4,784,708	\$ 3,530,006	\$ 3,278,626
Contributions in relation to the actuarially determined contribution	<u>5,626,233</u>	<u>4,957,710</u>	<u>4,808,076</u>	<u>4,715,528</u>	<u>4,619,691</u>	<u>4,152,024</u>	<u>4,563,733</u>	<u>3,260,756</u>	<u>2,274,733</u>	<u>2,274,733</u>
Contribution Deficiency (Excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(59,328)</u>	\$ <u>(53,818)</u>	\$ <u>343,228</u>	\$ <u>(82,713)</u>	\$ <u>1,523,952</u>	\$ <u>1,255,273</u>	\$ <u>1,003,893</u>
Covered payroll	\$ 3,733,339	\$ 3,669,205	\$ 3,523,041	\$ 3,076,771	\$ 3,144,906	\$ 3,047,317	\$ 3,124,718	\$ 3,246,617	\$ 3,513,681	\$ 3,378,540
Contributions as a percentage of covered payroll	150.70%	135.12%	136.48%	153.26%	146.89%	136.25%	146.05%	100.44%	64.74%	67.33%

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

Notes to Schedule:

Valuation date: July 1, 2019

Measurement date: June 30, 2020

Actuarially determined contribution rates are calculated as of June 30th of each plan year and effective two years after the actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	19 years
Asset valuation method	5-year non-asymptotic
Inflation	2.70%
Salary Increases	Based on service, with an ultimate rate of 3.50%
Investment rate of return	7.00%
Retirement age	Rates based on service and year of hire
Mortality	PubS-2010 Mortality Table with generational projection per the MP Ultimate scale
Cost of living adjustment	1.50% (compounded) for officers retired prior to July 1, 1986 2.50% (compounded) for officers retired after to July 1, 1986 (and hired prior to January 1, 1994) 2.70% (non-compounded) for officers retired after January 1, 1994

**TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF SCHOOL CONTRIBUTIONS
COVENTRY SCHOOL EMPLOYEES'S PENSION PLAN
LAST FOUR FISCAL YEARS***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contribution	\$ 1,456,296	\$ 1,339,244	\$ 1,264,236	\$ 1,157,788
Contributions in relation to the actuarially determined contribution	<u>1,399,973</u>	<u>1,213,906</u>	<u>1,218,936</u>	<u>1,157,788</u>
Contribution Deficiency (Excess)	<u>\$ (56,323)</u>	<u>\$ (125,338)</u>	<u>\$ (45,300)</u>	<u>\$ -</u>
Covered payroll	\$ 5,711,322	\$ 5,591,333	\$ 5,625,341	\$ 5,249,633
Contributions as a percentage of covered payroll	24.51%	21.71%	21.67%	22.05%

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

Notes to Schedule:

Valuation date: July 1, 2019

Measurement date: June 30, 2020

Actuarially determined contribution rates are calculated as of June 30 of each plan year and effective two years after the actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	30 years beginning with 9/1/2012
Asset valuation method	The assets used to determine plan costs are equal to the current market value
Inflation	3.00%
Salary Increases	4.00% per year
Investment rate of return	6.50%
Retirement age	It is assumed that terminated vested participants will retire at their Normal Retirement Date
Mortality	Pub-2010 General Government Below Median Employee, Healthy Retiree, Contingent Survivor, and Disabled Retiree with Scale MP-2020 Generational Improvements (Male/Female)

**TOWN OF COVENTRY, RHODE ISLAND
 SCHEDULE OF TOWN CONTRIBUTIONS
 EMPLOYEES' RETIREMENT SYSTEM - TEACHERS
 LAST SIX FISCAL YEARS***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 5,107,544	\$ 4,791,770	\$ 4,759,439	\$ 4,851,664	\$ 4,943,999	4,610,827
Contributions in relation to the actuarially determined contribution	<u>5,107,544</u>	<u>4,791,770</u>	<u>4,759,439</u>	<u>4,851,664</u>	<u>4,943,999</u>	<u>4,610,827</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Covered payroll	\$ 36,172,530	\$ 35,626,531	\$ 35,956,339	\$ 35,843,399	\$ 35,677,230	32,958,819
Contributions as a percentage of covered payroll	14.12%	13.45%	13.24%	13.54%	13.86%	13.99%

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

Notes:

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

Notes to Schedule:

Valuation date: June 30, 2018
 Measurement date: June 30, 2019

Methods and assumptions used to determine contribution rates:

Actuarial cost method Entry age normal
 Amortization method Level percentage of payroll, closed
 Inflation 2.50%
 Salary Increases Teachers - 3.0% to 13.0%
 Investment rate of return 7.00%
 Mortality Males: PR-2014 Combined Healthy for Males with White Collar adjustments, projected with Scale Ultimate MP16.

**TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF TOWN CONTRIBUTIONS
TEACHERS' SURVIVOR BENEFIT COST-SHARING PLAN
LAST SIX FISCAL YEARS***

(5 of 5)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 52,155	\$ 51,579	\$ 53,687	\$ 42,948	\$ 45,534	\$ 33,821
Contributions in relation to the actuarially determined contribution	<u>52,155</u>	<u>51,579</u>	<u>53,687</u>	<u>42,948</u>	<u>45,534</u>	<u>33,821</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 36,172,530	\$ 35,626,531	\$ 35,956,339	\$ 35,843,399	\$ 35,677,230	\$ 32,958,819
Contributions as a percentage of covered payroll	0.14%	0.14%	0.15%	0.12%	0.13%	0.10%

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

Notes:

1) Employers participating in the Teachers' Survivor Benefit Plan contribute at a rate established by RI General Laws, Section 16-16-35.

Notes to Schedule:

Valuation date: June 30, 2018

Measurement date: June 30, 2019

Methods and assumptions used to determine contribution rates:

Actuarial cost method Entry age normal-the individual Entry Age Actuarial Cost methodology is used

Inflation 2.50%

Salary Increases 3.0% to 13.0%

Investment rate of return 7.00%

Mortality Male Employees, RP-2014 Combined Healthy for Males with White Collar adjustments, projected with Scale Ultimate MP16.

Female Employees, RP-2014 Combined Healthy for Females with White Collar adjustments, projected with Scale Ultimate MP16.

Cost of Living Adjustment Eligible survivors receive a yearly cost of living adjustment based on the annual social security adjustment - for valuation purposes, a 2.50% cost of living adjustment is assumed.

**TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF INVESTMENT RETURNS
COVENTRY MUNICIPAL EMPLOYEES RETIREMENT SYSTEM
LAST SEVEN FISCAL YEARS***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual Money-Weighted Rate of Return, net of investment expense	3.11%	6.37%	8.13%	9.42%	1.04%	0.77%	11.76%

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

**TOWN OF COVENTRY, RHODE ISLAND
 SCHEDULE OF INVESTMENT RETURNS
 COVENTRY MUNICIPAL EMPLOYEES RETIREMENT SYSTEM
 LAST SEVEN FISCAL YEARS***

(2 of 3)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual Money-Weighted Rate of Return, net of investment expense	1.58%	6.60%	7.68%	9.12%	1.15%	0.52%	10.81%

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

**TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF INVESTMENT RETURNS
COVENTRY SCHOOL EMPLOYEES'S PENSION PLAN
LAST FOUR FISCAL YEARS***

RSI-5

(3 of 3)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual Money-Weighted Rate of Return, net of investment expense	3.94%	7.42%	10.16%	14.13%

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

TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF CHANGES IN THE TOWN'S NET OPEB LIABILITY AND RELATED RATIOS
LAST THREE FISCAL YEARS*

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service Cost	\$ 347,432	\$ 341,534	\$ 352,175
Interest on the total OPEB liability	619,159	657,811	625,753
Difference between expected and actual experience	5,179,504		
Changes of assumptions	4,397,823	684,795	(539,174)
Benefit payments	<u>(1,085,381)</u>	<u>(910,285)</u>	<u>(909,397)</u>
Net change in total OPEB liability	9,458,537	773,855	(470,643)
Total OPEB liability - beginning	<u>17,880,857</u>	<u>17,107,002</u>	<u>17,577,645</u>
Total OPEB liability - ending	<u>\$ 27,339,394</u>	<u>\$ 17,880,857</u>	<u>\$ 17,107,002</u>

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

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

**TOWN OF COVENTRY, RHODE ISLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020**

	<u>Town Special Revenue Funds</u>	<u>School Food Service</u>	<u>School Restricted Funds</u>	<u>School Improvement Capital Fund</u>	<u>Town Capital Improvement Funds</u>	<u>Eliminations</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:							
Cash and cash equivalents	\$ 1,143,316	\$ 30,748	\$	\$	\$ 676,225	\$	\$ 1,850,289
Cash held by fiscal agent					2,560,092		2,560,092
Other receivables	5,614	45,776	1,321,130		19,356		1,391,876
Due from other funds	<u>438,177</u>	<u>97,298</u>	<u>560,775</u>	<u>472,525</u>	<u>284,720</u>		<u>1,853,495</u>
Total Assets	\$ <u>1,587,107</u>	\$ <u>173,822</u>	\$ <u>1,881,905</u>	\$ <u>472,525</u>	\$ <u>3,540,393</u>	\$ -	\$ <u>7,655,752</u>
Liabilities:							
Accounts payable and accrued liabilities	\$ 6,548	\$ 173,822	\$ 658,293	\$	\$ 713,293	\$	\$ 1,551,956
Due to other funds	80,534		680,770	210,530	409,505		1,381,339
Unearned Revenue	<u>188,000</u>						<u>188,000</u>
Total liabilities	<u>275,082</u>	<u>173,822</u>	<u>1,339,063</u>	<u>210,530</u>	<u>1,122,798</u>	-	<u>3,121,295</u>
Fund Balance:							
Nonspendable							-
Restricted	299,520		589,467	261,995	3,425,183		4,576,165
Committed	1,168,827						1,168,827
Unassigned	<u>(156,322)</u>		<u>(46,625)</u>		<u>(1,007,588)</u>		<u>(1,210,535)</u>
Total fund balance	<u>1,312,025</u>	-	<u>542,842</u>	<u>261,995</u>	<u>2,417,595</u>	-	<u>4,534,457</u>
Total Liabilities and Fund Balance	\$ <u>1,587,107</u>	\$ <u>173,822</u>	\$ <u>1,881,905</u>	\$ <u>472,525</u>	\$ <u>3,540,393</u>	\$ -	\$ <u>7,655,752</u>

**TOWN OF COVENTRY, RHODE ISLAND
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020**

	Town Special Revenue Funds	School Food Service	School Restricted Funds	School Improvement Capital Fund	Town Capital Improvement Funds	Eliminations	Total Nonmajor Governmental Funds
Revenues:							
Charges for services	\$ 188,364	\$ 485,138	\$ 10,793	\$	\$	\$	\$ 684,295
Operating grants and contributions	968,570	697,675	3,800,197				5,466,442
Capital grants and contributions				274,270			274,270
Investment income	15,602	1			36,293		51,896
Total revenues	<u>1,172,536</u>	<u>1,182,814</u>	<u>3,810,990</u>	<u>274,270</u>	<u>36,293</u>	<u>-</u>	<u>6,476,903</u>
Expenditures:							
Current:							
General government	143,273						143,273
Public safety	641,664						641,664
Education		1,312,999	3,668,426		3,669		4,985,094
Public works	333				2,284,728		2,285,061
Community and economic development	571,871						571,871
Health and human services	1,639						1,639
Capital Outlay		2,930			5,434,185		5,437,115
Total expenditures	<u>1,358,780</u>	<u>1,315,929</u>	<u>3,668,426</u>	<u>-</u>	<u>7,722,582</u>	<u>-</u>	<u>14,065,717</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>(186,244)</u>	<u>(133,115)</u>	<u>142,564</u>	<u>274,270</u>	<u>(7,686,289)</u>	<u>-</u>	<u>(7,588,814)</u>
Other financing sources (uses):							
Transfers from other funds	105,000	302,634	43,448		3,221	(98,221)	356,082
Transfers to other funds	(95,000)				(3,221)	98,221	-
Total other financing sources (uses)	<u>10,000</u>	<u>302,634</u>	<u>43,448</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>356,082</u>
Net change in fund balances	<u>(176,244)</u>	<u>169,519</u>	<u>186,012</u>	<u>274,270</u>	<u>(7,686,289)</u>	<u>-</u>	<u>(7,232,732)</u>
Fund Balances - Beginning of Year, as restated	<u>1,488,269</u>	<u>(169,519)</u>	<u>356,830</u>	<u>(12,275)</u>	<u>10,103,884</u>	<u>-</u>	<u>11,767,189</u>
Fund Balances - End of Year	<u>\$ 1,312,025</u>	<u>\$ -</u>	<u>\$ 542,842</u>	<u>\$ 261,995</u>	<u>\$ 2,417,595</u>	<u>\$ -</u>	<u>\$ 4,534,457</u>

**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020**

	<u>RIRRC Composting Grant 201</u>	<u>Friends of Human Services 210</u>	<u>Project Friends 211</u>	<u>DEA US Marshall Service 212</u>	<u>Law Enforcement 213</u>	<u>School Resource Officer 224</u>	<u>Mapleroot Cemetery 246</u>	<u>Document Preservation 255</u>	<u>Drug Seizure Fund 262</u>	<u>Teen Center Operations 265</u>
Assets:										
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Intergovernmental receivables									103,724	\$
Due from other fund		4,000	139,814	5,658		1,225	6,100	4,375		5,826
Total Assets	<u>\$ -</u>	<u>\$ 4,000</u>	<u>\$ 139,814</u>	<u>\$ 5,658</u>	<u>\$ -</u>	<u>\$ 1,225</u>	<u>\$ 6,100</u>	<u>\$ 4,375</u>	<u>\$ 103,724</u>	<u>\$ 5,826</u>
Liabilities and Fund Balance:										
Liabilities:										
Accounts payable and accrued expenses	\$	\$	\$ 24	\$	\$	\$	\$	\$ 2,895	\$	\$
Due to other funds	1,125				511				9,181	
Unearned revenue									188,000	
Total liabilities	<u>1,125</u>	<u>-</u>	<u>24</u>	<u>-</u>	<u>511</u>	<u>-</u>	<u>-</u>	<u>2,895</u>	<u>197,181</u>	<u>-</u>
Fund Balance:										
Restricted		4,000	139,790	5,658				1,480		5,826
Committed						1,225	6,100			
Unassigned	(1,125)	-	-	-	(511)	-	-	-	(93,457)	-
Total fund balance	<u>(1,125)</u>	<u>4,000</u>	<u>139,790</u>	<u>5,658</u>	<u>(511)</u>	<u>1,225</u>	<u>6,100</u>	<u>1,480</u>	<u>(93,457)</u>	<u>5,826</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 4,000</u>	<u>\$ 139,814</u>	<u>\$ 5,658</u>	<u>\$ -</u>	<u>\$ 1,225</u>	<u>\$ 6,100</u>	<u>\$ 4,375</u>	<u>\$ 103,724</u>	<u>\$ 5,826</u>

(Continued on next page)

**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020**

	<u>Byrne Grant 267</u>	<u>Resource Sharing 276</u>	<u>Oaks Offsite Resurfacing 164</u>	<u>RIEMA Maple Valley & Franklin 281</u>	<u>RIEMA Industrial Drive 282</u>	<u>RIEMA Hammet Road 283</u>	<u>RIEMA Johnson Blvd Drainage 285</u>	<u>Coventry Emergency Management 286</u>	<u>Help America Vote 293</u>	<u>Legislative Grant Raptakis 205</u>
Assets:										
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Intergovernmental receivables								3,789		
Due from other fund		1,495	115,482						2,711	1
Total Assets	<u>\$ -</u>	<u>\$ 1,495</u>	<u>\$ 115,482</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,789</u>	<u>\$ 2,711</u>	<u>\$ 1</u>
Liabilities and Fund Balance:										
Liabilities:										
Accounts payable and accrued expenses	\$	\$ 2,018	\$	\$	\$	\$	\$	\$	\$	\$
Due to other funds	580			18,297	7,990	6,462	24,577	6,589		
Unearned revenue										
Total liabilities	<u>580</u>	<u>2,018</u>	<u>-</u>	<u>18,297</u>	<u>7,990</u>	<u>6,462</u>	<u>24,577</u>	<u>6,589</u>	<u>-</u>	<u>-</u>
Fund Balance:										
Restricted										1
Committed			115,482						2,711	
Unassigned	(580)	(523)	-	(18,297)	(7,990)	(6,462)	(24,577)	(2,800)	-	-
Total fund balance	<u>(580)</u>	<u>(523)</u>	<u>115,482</u>	<u>(18,297)</u>	<u>(7,990)</u>	<u>(6,462)</u>	<u>(24,577)</u>	<u>(2,800)</u>	<u>2,711</u>	<u>1</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 1,495</u>	<u>\$ 115,482</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,789</u>	<u>\$ 2,711</u>	<u>\$ 1</u>

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020**

	<u>Legislative Grant Raptakis</u> 298	<u>Bulletproof Vests</u> 303	<u>DUI/Speed Click it or ticket</u> 306	<u>US Fish & Wildlife Sandy Acre</u> 309	<u>Laureal Ave/Anthony Mill River</u> 310	<u>MEDS Grant</u> 322	<u>Recycling Grant</u> 109	<u>Food Bank</u> 400	<u>RI Dept Health</u> 215
Assets:									
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$	\$
Intergovernmental receivables	1,000	825							
Due from other fund			322	9,508	3,997	42,808	212	58,545	
Total Assets	<u>\$ 1,000</u>	<u>\$ 825</u>	<u>\$ 322</u>	<u>\$ 9,508</u>	<u>\$ 3,997</u>	<u>\$ 42,808</u>	<u>\$ 212</u>	<u>\$ 58,545</u>	<u>\$ -</u>
Liabilities and Fund Balance:									
Liabilities:									
Accounts payable and accrued expenses	\$ 358	\$ 438	\$	\$	\$	\$	\$	\$ 815	\$
Due to other funds	642	387							
Unearned revenue									
Total liabilities	<u>1,000</u>	<u>825</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>815</u>	<u>-</u>
Fund Balance:									
Restricted			322	9,508	3,997	42,808		57,730	
Committed							212		
Unassigned	-	-	-	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>322</u>	<u>9,508</u>	<u>3,997</u>	<u>42,808</u>	<u>212</u>	<u>57,730</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 1,000</u>	<u>\$ 825</u>	<u>\$ 322</u>	<u>\$ 9,508</u>	<u>\$ 3,997</u>	<u>\$ 42,808</u>	<u>\$ 212</u>	<u>\$ 58,545</u>	<u>\$ -</u>

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Faith in Action 408	Impact Fees 420	CDBG 203	DMAT OPIOD Award 228	Champlin Fund 412	Fire District EMA 404	DPW Public Events 413	ASPCA Grant 414	Town Special Revenue Funds Totals
Assets:									
Cash and cash equivalents	\$	\$ 1,039,592	\$	\$	\$	\$	\$	\$	\$ 1,143,316
Intergovernmental receivables									5,614
Due from other fund	2,814			2,498	31	25,902	1,328	3,525	438,177
Total Assets	\$ 2,814	\$ 1,039,592	\$ -	\$ 2,498	\$ 31	\$ 25,902	\$ 1,328	\$ 3,525	\$ 1,587,107
Liabilities and Fund Balance:									
Liabilities:									
Accounts payable and accrued expenses	\$	\$	\$	\$	\$	\$	\$	\$	\$ 6,548
Due to other funds		4,193							80,534
Unearned revenue									188,000
Total liabilities	-	4,193	-	-	-	-	-	-	275,082
Fund Balance:									
Restricted				2,498		25,902			299,520
Committed	2,814	1,035,399			31		1,328	3,525	1,168,827
Unassigned	-	-	-	-	-	-	-	-	(156,322)
Total fund balance	2,814	1,035,399	-	2,498	31	25,902	1,328	3,525	1,312,025
Total Liabilities and Fund Balance	\$ 2,814	\$ 1,039,592	\$ -	\$ 2,498	\$ 31	\$ 25,902	\$ 1,328	\$ 3,525	\$ 1,587,107

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2020

	RIRRC Composting Grant	Friends of Human Services	Project Friends	DEA US Marshall Service	Law Enforcement	School Resource Officer	Mapleroot Cemetery	Document Preservation	Drug Seizure Fund
	201	210	211	212	213	224	246	255	262
Revenues:									
Charges for services	\$		\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions	135		292,398	32,399		37,896		38,990	198,471
Contributions and private grants									
Investment Income									13,696
Other									
Total revenues	<u>135</u>	<u>-</u>	<u>292,398</u>	<u>32,399</u>	<u>-</u>	<u>37,896</u>	<u>-</u>	<u>38,990</u>	<u>212,167</u>
Expenditures:									
Current:									
General Government								43,156	
Public safety				26,737	519	36,671			382,698
Public works									
Community and economic development									
Health and human services			302,123	0					
Total expenditures	<u>-</u>	<u>-</u>	<u>302,123</u>	<u>26,737</u>	<u>519</u>	<u>36,671</u>	<u>-</u>	<u>43,156</u>	<u>382,698</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>135</u>	<u>-</u>	<u>(9,725)</u>	<u>5,662</u>	<u>(519)</u>	<u>1,225</u>	<u>-</u>	<u>(4,166)</u>	<u>(170,531)</u>
Other financing sources (uses):									
Transfers from other funds									
Transfers to other funds									
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	135	-	(9,725)	5,662	(519)	1,225	-	(4,166)	(170,531)
Fund Balances - Beginning of Year	<u>(1,260)</u>	<u>4,000</u>	<u>149,515</u>	<u>(4)</u>	<u>8</u>	<u>-</u>	<u>6,100</u>	<u>5,646</u>	<u>77,074</u>
Fund Balances - End of Year	<u>\$ (1,125)</u>	<u>\$ 4,000</u>	<u>\$ 139,790</u>	<u>\$ 5,658</u>	<u>\$ (511)</u>	<u>\$ 1,225</u>	<u>\$ 6,100</u>	<u>\$ 1,480</u>	<u>\$ (93,457)</u>

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>Teen Center Operations</u>	<u>Byrne Grant</u>	<u>Resource Sharing</u>	<u>Oaks Offsite Resurfacing</u>	<u>RIEMA Maple Valley & Franklin</u>	<u>RIEMA Industrial Drive</u>	<u>RIEMA Hammet Road</u>	<u>RIEMA Johnson Blvd Drainage</u>	<u>Coventry Emergency Management</u>
	<u>265</u>	<u>267</u>	<u>276</u>	<u>164</u>	<u>281</u>	<u>282</u>	<u>283</u>	<u>285</u>	<u>286</u>
Revenues:									
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions		14,290	231,669						11,170
Contributions and private grants									
Investment Income									
Other									
Total revenues	<u>-</u>	<u>14,290</u>	<u>231,669</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,170</u>
Expenditures:									
Current:									
General Government									
Public safety		14,290							14,093
Public works									
Community and economic development									
Health and human services			231,743						
Total expenditures	<u>-</u>	<u>14,290</u>	<u>231,743</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,093</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(74)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,923)</u>
Other financing sources (uses):									
Transfers from other funds									
Transfers to other funds									
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(74)	-	-	-	-	-	(2,923)
Fund Balances - Beginning of Year	<u>5,826</u>	<u>(580)</u>	<u>(449)</u>	<u>115,482</u>	<u>(18,297)</u>	<u>(7,990)</u>	<u>(6,462)</u>	<u>(24,577)</u>	<u>123</u>
Fund Balances - End of Year	<u>\$ 5,826</u>	<u>\$ (580)</u>	<u>\$ (523)</u>	<u>\$ 115,482</u>	<u>\$ (18,297)</u>	<u>\$ (7,990)</u>	<u>\$ (6,462)</u>	<u>\$ (24,577)</u>	<u>\$ (2,800)</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Help America Vote</u>	<u>Legislative Grant Raptakis</u>	<u>Legislative Grant Raptakis</u>	<u>Bulletproof Vests</u>	<u>DUI/Speed Click it or ticket</u>	<u>US Fish & Wildlife Sandy Acre</u>	<u>Laureal Ave/Anthony Mill River</u>	<u>MEDS Grant</u>	<u>Recycling Grant</u>
	293	205	298	303	306	309	310	322	109
Revenues:									
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions	2,711	5,000	1,000	825	17,712			7,000	
Contributions and private grants									
Investment Income									
Other									
Total revenues	<u>2,711</u>	<u>5,000</u>	<u>1,000</u>	<u>825</u>	<u>17,712</u>	<u>-</u>	<u>-</u>	<u>7,000</u>	<u>-</u>
Expenditures:									
Current:									
General Government		5,117							
Public safety			1,000	825	17,177				
Public works									
Community and economic development									
Health and human services								41	
Total expenditures	<u>-</u>	<u>5,117</u>	<u>1,000</u>	<u>825</u>	<u>17,177</u>	<u>-</u>	<u>-</u>	<u>41</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>2,711</u>	<u>(117)</u>	<u>-</u>	<u>-</u>	<u>535</u>	<u>-</u>	<u>-</u>	<u>6,959</u>	<u>-</u>
Other financing sources (uses):									
Transfers from other funds									
Transfers to other funds									
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,711	(117)	-	-	535	-	-	6,959	-
Fund Balances - Beginning of Year	<u>-</u>	<u>118</u>	<u>-</u>	<u>-</u>	<u>(213)</u>	<u>9,508</u>	<u>3,997</u>	<u>35,849</u>	<u>212</u>
Fund Balances - End of Year	<u>\$ 2,711</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 322</u>	<u>\$ 9,508</u>	<u>\$ 3,997</u>	<u>\$ 42,808</u>	<u>\$ 212</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Food Bank</u>	<u>RI Dept Health</u>	<u>Faith in Action</u>	<u>Impact Fees</u>	<u>CDBG</u>	<u>DMAT OPIOD Award</u>	<u>Champlin Fund</u>	<u>Fire District EMA</u>	<u>DPW Public Events</u>	<u>ASPCA Grant</u>	<u>Town Special Revenue Funds</u>
	<u>400</u>	<u>215</u>	<u>408</u>	<u>420</u>	<u>203</u>	<u>228</u>	<u>412</u>	<u>404</u>	<u>413</u>	<u>414</u>	<u>Totals</u>
Revenues:											
Charges for services	\$	\$	\$	\$ 188,364	\$	\$	\$	\$	\$	\$	\$ 188,364
Operating grants and contributions	37,241		13,349		333			25,658		323	968,570
Contributions and private grants											-
Investment Income				1,906							15,602
Other											-
Total revenues	<u>37,241</u>	<u>-</u>	<u>13,349</u>	<u>190,270</u>	<u>333</u>	<u>-</u>	<u>-</u>	<u>25,658</u>	<u>-</u>	<u>323</u>	<u>1,172,536</u>
Expenditures:											
Current:											
General Government				95,000							143,273
Public safety								147,654			641,664
Public works											-
Community and economic development					333						333
Health and human services	18,961		19,044								571,871
Total expenditures	<u>18,961</u>	<u>-</u>	<u>19,044</u>	<u>95,000</u>	<u>333</u>	<u>-</u>	<u>-</u>	<u>147,654</u>	<u>-</u>	<u>1,598</u>	<u>1,639</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>18,280</u>	<u>-</u>	<u>(5,695)</u>	<u>95,270</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(121,996)</u>	<u>-</u>	<u>(1,275)</u>	<u>(186,244)</u>
Other financing sources (uses):											
Transfers from other funds				95,000				10,000			105,000
Transfers to other funds				(95,000)							(95,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Net change in fund balances	18,280	-	(5,695)	95,270	-	-	-	(111,996)	-	(1,275)	(176,244)
Fund Balances - Beginning of Year	<u>39,450</u>	<u>-</u>	<u>8,509</u>	<u>940,129</u>	<u>-</u>	<u>2,498</u>	<u>31</u>	<u>137,898</u>	<u>1,328</u>	<u>4,800</u>	<u>1,488,269</u>
Fund Balances - End of Year	<u>\$ 57,730</u>	<u>\$ -</u>	<u>\$ 2,814</u>	<u>\$ 1,035,399</u>	<u>\$ -</u>	<u>\$ 2,498</u>	<u>\$ 31</u>	<u>\$ 25,902</u>	<u>\$ 1,328</u>	<u>\$ 3,525</u>	<u>\$ 1,312,025</u>

**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020**

	<u>RI Foundation Spark WC 20154230</u>	<u>IDEA Part B 21011100</u>	<u>IDEA Pre School 21011200</u>	<u>Title I 21021100</u>	<u>ATSI Launch Mini 21023102</u>	<u>Title II Part A- Professional Development 21031100</u>	<u>Title III - LEP/Emergency Immigrant 21041100</u>	<u>Title IV-Student Support & Academic Ach 21051100</u>
Assets:								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$
Due from federal and state governments		443,721	21,948	343,331		91,101		11,423
Due from other fund								11,571
Prepaid expense								
Total Assets	\$ -	\$ 443,721	\$ 21,948	\$ 343,331	\$ -	\$ 91,101	\$ -	\$ 22,994
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable and accrued expenses	\$	99,652	5,469	189,591	\$	37,120	\$	4,474
Due to other funds		344,069	16,479	153,740	600	53,981		0
Total liabilities	-	443,721	21,948	343,331	600	91,101	-	4,474
Fund Balances:								
Restricted	-	-	-	-	-	-	-	18,520
Unassigned	-	-	-	-	(600)	-	-	-
Total fund balances	-	-	-	-	(600)	-	-	18,520
Total Liabilities and Fund Balances	\$ -	\$ 443,721	\$ 21,948	\$ 343,331	\$ -	\$ 91,101	\$ -	\$ 22,994

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020**

	<u>Carl D. Perkins</u> 21091100	<u>VTA Grant Revenue</u> 21092101	<u>VTA</u> 21092104	<u>Perkins VTA Odd Years</u> 21092105	<u>Fresh Fruit & Vegetable Program</u> 21162100	<u>CARES Act - Elementary and Secondary</u> 21162100	<u>RTTT IIS</u> 21264115	<u>RTTT IIS 2</u> 21264116
Assets:								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$
Due from federal and state governments	81,321	10,724				267,040		
Due from other fund		4,590						
Prepaid expense								
Total Assets	<u>\$ 81,321</u>	<u>\$ 15,314</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 267,040</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable and accrued expenses	\$ 7,141	\$ 3,791	\$	\$	\$	\$ 267,040	\$	\$
Due to other funds	85,274		1,397	13,899				
Total liabilities	<u>92,415</u>	<u>3,791</u>	<u>1,397</u>	<u>13,899</u>	<u>-</u>	<u>267,040</u>	<u>-</u>	<u>-</u>
Fund Balances:								
Restricted	-	11,523	-	-	-	-	-	-
Unassigned	(11,094)	-	(1,397)	(13,899)	-	-	-	-
Total fund balances	<u>(11,094)</u>	<u>11,523</u>	<u>(1,397)</u>	<u>(13,899)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 81,321</u>	<u>\$ 15,314</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 267,040</u>	<u>\$ -</u>	<u>\$ -</u>

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020**

	<u>School Climate</u> 21422101	<u>Legislative Grant- Varieur</u> 23112003	<u>Legislative Grant- Tiogue</u> 23112009	<u>RISCA</u> 23142000	<u>RISCA Give Me 5</u> 23183000	<u>RISCA Big Yellow Bus</u> 23183001	<u>RISCA Arts Talk HS</u> 23132000	<u>Teacher Quality Recruitment Grant</u> 23523000
Assets:								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$
Due from federal and state governments								
Due from other fund		164	1,000	225	800	1,692	2,542	
Prepaid expense								
Total Assets	\$ -	\$ 164	\$ 1,000	\$ 225	\$ 800	\$ 1,692	\$ 2,542	\$ -
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable and accrued expenses	\$	\$	\$	\$	\$	\$	\$	\$
Due to other funds								4,250
Total liabilities	-	-	-	-	-	-	-	4,250
Fund Balances:								
Restricted	-	164	1,000	225	800	1,692	2,542	-
Unassigned	-	-	-	-	-	-	-	(4,250)
Total fund balances	-	164	1,000	225	800	1,692	2,542	(4,250)
Total Liabilities and Fund Balances	\$ -	\$ 164	\$ 1,000	\$ 225	\$ 800	\$ 1,692	\$ 2,542	\$ -

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	State CTE Fund - 2018 <u>23581000</u>	State CTE Fund - 2019 <u>23581001</u>	CTE Categorical 2 <u>23582000</u>	English Language Categorical <u>23671000</u>	RI Learning Champions <u>23682003</u>	CS4RI <u>23692000</u>	RI Kindergarten Curriculum <u>23702000</u>	Open Science Ed. Field Test <u>23702001</u>
Assets:								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$
Due from federal and state governments							9,147	
Due from other fund	13,964	18,821	13,688	349		3,933	1,835	
Prepaid expense								
Total Assets	\$ <u>13,964</u>	\$ <u>18,821</u>	\$ <u>13,688</u>	\$ <u>349</u>	\$ <u>-</u>	\$ <u>3,933</u>	\$ <u>10,982</u>	\$ <u>-</u>
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable and accrued expenses	\$ 23,179	\$ 1,155	\$	\$	\$	\$	\$ 1,173	\$
Due to other funds								
Total liabilities	<u>23,179</u>	<u>1,155</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,173</u>	<u>-</u>
Fund Balances:								
Restricted	-	17,666	13,688	349	-	3,933	9,809	-
Unassigned	(9,215)	-	-	-	-	-	-	-
Total fund balances	<u>(9,215)</u>	<u>17,666</u>	<u>13,688</u>	<u>349</u>	<u>-</u>	<u>3,933</u>	<u>9,809</u>	<u>-</u>
Total Liabilities and Fund Balances	\$ <u>13,964</u>	\$ <u>18,821</u>	\$ <u>13,688</u>	\$ <u>349</u>	\$ <u>-</u>	\$ <u>3,933</u>	\$ <u>10,982</u>	\$ <u>-</u>

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	RIDE School Resource Officer <u>23712000</u>	Technical Assistance <u>23911000</u>	Feinstein <u>24012004</u>	Feinstein Comm Support <u>24012005</u>	Kiducation <u>24012006</u>	RI Foundation <u>24012008</u>	United Way <u>24012009</u>	Feinstein Restricted Fund <u>24012024</u>
Assets:								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$
Due from federal and state governments		39,000						
Due from other fund			55,860	10,143	258	301,012	436	
Prepaid expense								
Total Assets	\$ -	\$ 39,000	\$ 55,860	\$ 10,143	\$ 258	\$ 301,012	\$ 436	\$ -
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable and accrued expenses	\$	\$	\$	\$	\$	13,300	\$	\$
Due to other funds								2,496
Total liabilities	-	-	-	-	-	13,300	-	2,496
Fund Balances:								
Restricted	-	39,000	55,860	10,143	258	287,712	436	-
Unassigned	-	-	-	-	-	-	-	(2,496)
Total fund balances	-	39,000	55,860	10,143	258	287,712	436	(2,496)
Total Liabilities and Fund Balances	\$ -	\$ 39,000	\$ 55,860	\$ 10,143	\$ 258	\$ 301,012	\$ 436	\$ -

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020**

	<u>Feinstein 2014 24012025</u>	<u>Amgen 24012043</u>	<u>CPEF 24012044</u>	<u>RI Foundation 24013031</u>	<u>Walmart 24030010</u>	<u>Kids Consortium 24030023</u>	<u>RI Interlocal Trust 24030025</u>	<u>Schwab Scholarship 24030052</u>
Assets:								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$
Due from federal and state governments								
Due from other fund	381	663		1,999	5,000	224	16	575
Prepaid expense								
Total Assets	<u>\$ 381</u>	<u>\$ 663</u>	<u>\$ -</u>	<u>\$ 1,999</u>	<u>\$ 5,000</u>	<u>\$ 224</u>	<u>\$ 16</u>	<u>\$ 575</u>
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable and accrued expenses	\$	\$	\$	\$	\$	\$	\$	\$
Due to other funds			2,779					
Total liabilities	<u>-</u>	<u>-</u>	<u>2,779</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:								
Restricted	381	663	-	1,999	5,000	224	16	575
Unassigned	-	-	(2,779)	-	-	-	-	-
Total fund balances	<u>381</u>	<u>663</u>	<u>(2,779)</u>	<u>1,999</u>	<u>5,000</u>	<u>224</u>	<u>16</u>	<u>575</u>
Total Liabilities and Fund Balances	<u>\$ 381</u>	<u>\$ 663</u>	<u>\$ -</u>	<u>\$ 1,999</u>	<u>\$ 5,000</u>	<u>\$ 224</u>	<u>\$ 16</u>	<u>\$ 575</u>

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020**

	<u>Local Initiatives Support</u> 24030061	<u>RI Center for the Arts</u> 24040010	<u>NE Dairy & Food Council</u> 24040059	<u>NE Secondary Sch. Consortium</u> 24040172	<u>Environmenta l Systems Inst.</u> 24040196	<u>RI Math Interventions AIR</u> 24040204	<u>Kent County Prevention - SOR</u> 2404240	<u>WB Collaborative</u> 24040246	<u>Transportations Fundraiser</u> 24050005
Assets:									
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$	\$
Due from federal and state governments								2,374	
Due from other fund	271	586	5,415	265	1,185				2,047
Prepaid expense									
Total Assets	<u>\$ 271</u>	<u>\$ 586</u>	<u>\$ 5,415</u>	<u>\$ 265</u>	<u>\$ 1,185</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,374</u>	<u>\$ 2,047</u>
Liabilities and Fund Balances:									
Liabilities:									
Accounts payable and accrued expenses	\$	\$	\$	\$	\$	\$	\$	1,079	\$
Due to other funds						137	301	1,368	
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>137</u>	<u>301</u>	<u>2,447</u>	<u>-</u>
Fund Balances:									
Restricted	271	586	5,415	265	1,185	-	-	-	2,047
Unassigned	-	-	-	-	-	(137)	(301)	(73)	-
Total fund balances	<u>271</u>	<u>586</u>	<u>5,415</u>	<u>265</u>	<u>1,185</u>	<u>(137)</u>	<u>(301)</u>	<u>(73)</u>	<u>2,047</u>
Total Liabilities and Fund Balances	<u>\$ 271</u>	<u>\$ 586</u>	<u>\$ 5,415</u>	<u>\$ 265</u>	<u>\$ 1,185</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,374</u>	<u>\$ 2,047</u>

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Learn & Serve Raffle 2405006	Athletic Field 24050008	Sports Program 24050037	Donations Extracurriculars - non-athletics 24050047	Adult Ed 60200000	Direct Reimbursement 90000001	Hopkins Hill Before Care 90000007	School Restricted Funds Total
Assets:								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$	\$	\$ -
Due from federal and state governments								1,321,130
Due from other fund	185	7,501		500	86,984	937	3,158	560,775
Prepaid expense								-
Total Assets	<u>\$ 185</u>	<u>\$ 7,501</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 86,984</u>	<u>\$ 937</u>	<u>\$ 3,158</u>	<u>\$ 1,881,905</u>
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable and accrued expenses	\$	\$	\$	\$	\$	1,321	2,808	\$ 658,293
Due to other funds								680,770
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,321</u>	<u>2,808</u>	<u>1,339,063</u>
Fund Balances:								
Restricted	185	7,501	-	500	86,984	-	350	589,467
Unassigned	-	-	-	-	-	(384)	-	(46,625)
Total fund balances	<u>185</u>	<u>7,501</u>	<u>-</u>	<u>500</u>	<u>86,984</u>	<u>(384)</u>	<u>350</u>	<u>542,842</u>
Total Liabilities and Fund Balances	<u>\$ 185</u>	<u>\$ 7,501</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 86,984</u>	<u>\$ 937</u>	<u>\$ 3,158</u>	<u>\$ 1,881,905</u>

**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>RI Foundation Spark WC 20154230</u>	<u>IDEA Part B 21011100</u>	<u>IDEA Pre School 21011200</u>	<u>Title I 21021100</u>	<u>ATSI Launch Mini 21023102</u>	<u>Title II Part A- Professional Development 21031100</u>	<u>Title III - LEP/Emergency Immigrant 21041100</u>	<u>Title IV-Student Support & Academic Ach 21051100</u>
Revenues:								
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions		1,432,311	47,234	836,090		248,515	3,441	30,849
Total revenues	-	<u>1,432,311</u>	<u>47,234</u>	<u>836,090</u>	-	<u>248,515</u>	<u>3,441</u>	<u>30,849</u>
Expenditures:								
Education		1,432,311	47,234	836,090	600	248,515	3,441	12,329
Total expenditures	-	<u>1,432,311</u>	<u>47,234</u>	<u>836,090</u>	<u>600</u>	<u>248,515</u>	<u>3,441</u>	<u>12,329</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	(600)	-	-	18,520
Other financing sources (uses):								
Transfers from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	(600)	-	-	18,520
Fund Balances - Beginning of Year	-	-	-	-	-	-	-	-
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (600)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,520</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Carl D. Perkins 21091100</u>	<u>VTA Grant Revenue 21092101</u>	<u>VTA 21092104</u>	<u>Perkins VTA Odd Years 21092105</u>	<u>Fresh Fruit & Vegetable Program 21162100</u>	<u>CARES Act - Elementary and Secondary School Emergency Relief 21251100</u>	<u>RTTT IIS 21264115</u>	<u>RTTT IIS 2 21264116</u>
Revenues:								
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions	236,228	14,666	-	-	25,184	267,040	-	-
Total revenues	<u>236,228</u>	<u>14,666</u>	<u>-</u>	<u>-</u>	<u>25,184</u>	<u>267,040</u>	<u>-</u>	<u>-</u>
Expenditures:								
Education	243,974	12,861	34	5,544	25,184	267,040	-	-
Total expenditures	<u>243,974</u>	<u>12,861</u>	<u>34</u>	<u>5,544</u>	<u>25,184</u>	<u>267,040</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,746)</u>	<u>1,805</u>	<u>(34)</u>	<u>(5,544)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Transfers from other funds	-	-	-	-	-	-	288	-
Transfers to other funds	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>288</u>	<u>-</u>
Net change in fund balances	(7,746)	1,805	(34)	(5,544)	-	-	288	-
Fund Balances - Beginning of Year	<u>(3,348)</u>	<u>9,718</u>	<u>(1,363)</u>	<u>(8,355)</u>	<u>-</u>	<u>-</u>	<u>(288)</u>	<u>-</u>
Fund Balances - End of Year	<u><u>\$ (11,094)</u></u>	<u><u>\$ 11,523</u></u>	<u><u>\$ (1,397)</u></u>	<u><u>\$ (13,899)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>School Climate</u> 21422101	<u>Legislative Grant- Varieur</u> 23112003	<u>Legislative Grant- Tiogue</u> 23112009	<u>RISCA</u> 23142000	<u>RISCA Give Me 5</u> 23112015	<u>RISCA Big Yellow Bus</u> 23183001	<u>RISCA Arts Talk HS</u> 23183002	<u>Teacher Quality Recruitment Grant</u> 23523000
Revenues:								
Charges for services	\$ 4,254					\$ 800		
Operating grants and contributions								
Total revenues	<u>4,254</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>800</u>	<u>-</u>	<u>-</u>
Expenditures:								
Education	10,171		1,000			395		4,250
Total expenditures	<u>10,171</u>	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>395</u>	<u>-</u>	<u>4,250</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,917)</u>	<u>-</u>	<u>(1,000)</u>	<u>-</u>	<u>-</u>	<u>405</u>	<u>-</u>	<u>(4,250)</u>
Other financing sources (uses):								
Transfers from other funds	5,917	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>5,917</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(1,000)	-	-	405	-	(4,250)
Fund Balances - Beginning of Year	<u>-</u>	<u>164</u>	<u>2,000</u>	<u>225</u>	<u>800</u>	<u>1,287</u>	<u>2,542</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ 164</u>	<u>\$ 1,000</u>	<u>\$ 225</u>	<u>\$ 800</u>	<u>\$ 1,692</u>	<u>\$ 2,542</u>	<u>\$ (4,250)</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>State CTE Fund - 2018</u> 23581000	<u>State CTE Fund - 2019</u> 23581001	<u>CTE Categorical 2</u> 23582000	<u>English Language Categorical</u> 23671000	<u>RI Learning Champions</u> 23682003	<u>CS4RI</u> 23692000	<u>RI Kindergarten Curriculum</u> 23702000	<u>Open Science Ed. Field Test</u> 23702001
Revenues:								
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions	176,829		106,030	1,714			20,876	1,205
Total revenues	<u>176,829</u>	<u>-</u>	<u>106,030</u>	<u>1,714</u>	<u>-</u>	<u>-</u>	<u>20,876</u>	<u>1,205</u>
Expenditures:								
Education	175,672		92,342	1,718			2,365	1,205
Total expenditures	<u>175,672</u>	<u>-</u>	<u>92,342</u>	<u>1,718</u>	<u>-</u>	<u>-</u>	<u>2,365</u>	<u>1,205</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,157</u>	<u>-</u>	<u>13,688</u>	<u>(4)</u>	<u>-</u>	<u>-</u>	<u>18,511</u>	<u>-</u>
Other financing sources (uses):								
Transfers from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,157	-	13,688	(4)	-	-	18,511	-
Fund Balances - Beginning of Year	<u>(10,372)</u>	<u>17,666</u>	<u>-</u>	<u>353</u>	<u>-</u>	<u>3,933</u>	<u>(8,702)</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ (9,215)</u>	<u>\$ 17,666</u>	<u>\$ 13,688</u>	<u>\$ 349</u>	<u>\$ -</u>	<u>\$ 3,933</u>	<u>\$ 9,809</u>	<u>\$ -</u>

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>RIDE School Resource Officer 23712000</u>	<u>Technical Assistance 23911000</u>	<u>Feinstein 24012004</u>	<u>Feinstein Comm Support 24012005</u>	<u>Kiducation 24012006</u>	<u>RI Foundation 24012008</u>	<u>United Way 24012009</u>	<u>Feinstein Restricted Fund 24012024</u>
Revenues:								
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions	37,896	149,950				133,644		
Total revenues	<u>37,896</u>	<u>149,950</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>133,644</u>	<u>-</u>	<u>-</u>
Expenditures:								
Education	37,896	110,950	14,085			39,550		
Total expenditures	<u>37,896</u>	<u>110,950</u>	<u>14,085</u>	<u>-</u>	<u>-</u>	<u>39,550</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>39,000</u>	<u>(14,085)</u>	<u>-</u>	<u>-</u>	<u>94,094</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Transfers from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	39,000	(14,085)	-	-	94,094	-	-
Fund Balances - Beginning of Year	-	-	69,945	10,143	258	193,618	436	(2,496)
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ 39,000</u>	<u>\$ 55,860</u>	<u>\$ 10,143</u>	<u>\$ 258</u>	<u>\$ 287,712</u>	<u>\$ 436</u>	<u>\$ (2,496)</u>

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Feinstein 2014 24012025</u>	<u>Amgen 24012043</u>	<u>CPEF 24012044</u>	<u>RI Foundation 24013031</u>	<u>Walmart 24030010</u>	<u>Kids Consortium 24030023</u>	<u>RI Interlocal Trust 24030025</u>	<u>Schwab Scholarship 24030052</u>
Revenues:								
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions				1,999	5,000			
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,999</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Education								
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,999</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Transfers from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	1,999	5,000	-	-	-
Fund Balances - Beginning of Year	<u>381</u>	<u>663</u>	<u>(2,779)</u>	<u>-</u>	<u>-</u>	<u>224</u>	<u>16</u>	<u>575</u>
Fund Balances - End of Year	<u>\$ 381</u>	<u>\$ 663</u>	<u>\$ (2,779)</u>	<u>\$ 1,999</u>	<u>\$ 5,000</u>	<u>\$ 224</u>	<u>\$ 16</u>	<u>\$ 575</u>

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Local Initiatives Support 24030061</u>	<u>RI Center for the Arts 24040010</u>	<u>NE Dairy & Food Council 24040059</u>	<u>NE Secondary Sch. Consortium 24040172</u>	<u>Environment al Systems Inst. 24040196</u>	<u>RI Math Interventions AIR 24040204</u>	<u>Kent County Prevention - SOR 2404240</u>	<u>WB Collaborative 24040246</u>
Revenues:								
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions	1,000		4,537		1,000	1,950		2,374
Total revenues	<u>1,000</u>	<u>-</u>	<u>4,537</u>	<u>-</u>	<u>1,000</u>	<u>1,950</u>	<u>-</u>	<u>2,374</u>
Expenditures:								
Education	729		3,491		200	2,087	301	2,447
Total expenditures	<u>729</u>	<u>-</u>	<u>3,491</u>	<u>-</u>	<u>200</u>	<u>2,087</u>	<u>301</u>	<u>2,447</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>271</u>	<u>-</u>	<u>1,046</u>	<u>-</u>	<u>800</u>	<u>(137)</u>	<u>(301)</u>	<u>(73)</u>
Other financing sources (uses):								
Transfers from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	271	-	1,046	-	800	(137)	(301)	(73)
Fund Balances - Beginning of Year	-	586	4,369	265	385	-	-	-
Fund Balances - End of Year	<u>\$ 271</u>	<u>\$ 586</u>	<u>\$ 5,415</u>	<u>\$ 265</u>	<u>\$ 1,185</u>	<u>\$ (137)</u>	<u>\$ (301)</u>	<u>\$ (73)</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL SCHOOL RESTRICTED FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Transportatio ns Fundraiser 24050005</u>	<u>Learn & Serve Raffle 2405006</u>	<u>Athletic Field 24050008</u>	<u>Sports Program 24050037</u>	<u>Donations Extracurriculars - non-athletics 24050047</u>	<u>Adult Ed 60200000</u>	<u>Direct Reimbursement 90000001</u>	<u>Hopkins Hill Before Care 90000007</u>	<u>School Restricted Funds Total</u>
Revenues:									
Charges for services	\$	\$	\$	\$	\$	\$	143	10,650	\$ 10,793
Operating grants and contributions				3,341	500	2,990	750		3,800,197
Total revenues	-	-	-	3,341	500	2,990	893	10,650	3,810,990
Expenditures:									
Education				16,169			1,972	14,274	3,668,426
Total expenditures	-	-	-	16,169	-	-	1,972	14,274	3,668,426
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	(12,828)	500	2,990	(1,079)	(3,624)	142,564
Other financing sources (uses):									
Transfers from other funds	-	-	-	37,243	-	-	-	-	43,448
Transfers to other funds	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	37,243	-	-	-	-	43,448
Net change in fund balances	-	-	-	24,415	500	2,990	(1,079)	(3,624)	186,012
Fund Balances - Beginning of Year	2,047	185	7,501	(24,415)	-	83,994	695	3,974	356,830
Fund Balances - End of Year	\$ 2,047	\$ 185	\$ 7,501	\$ -	\$ 500	\$ 86,984	\$ (384)	350	\$ 542,842

**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020**

	<u>Police Human Services 184</u>	<u>2019 Police Services Complex 186</u>	<u>Capital Improvement Fund 17 128</u>	<u>Capital Improvement Fund 12 122</u>	<u>RIHEBC Capital Fund 124</u>	<u>2013-2014 School Capital 125</u>	<u>Bus Yard 185</u>	<u>Capital Improvement Fund 14 123</u>
Assets								
Cash and cash equivalents	\$	\$ 41,353	\$	\$	\$ 61,583	\$	\$	\$
Cash held by fiscal agent								
Intergovernmental receivables								
Due from other funds								
Total Assets	<u>\$ -</u>	<u>\$ 41,353</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,583</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities and Fund Balance								
Liabilities:								
Accounts payable	\$	\$ 667,142	\$	\$	\$	\$	\$	\$
Due to other funds				372,937	8,350			
Total liabilities	<u>-</u>	<u>667,142</u>	<u>-</u>	<u>372,937</u>	<u>8,350</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:								
Committed	-	-	-	-	-	-	-	-
Restricted					53,233			
Unassigned		(625,789)		(372,937)				
Total fund balance	<u>-</u>	<u>(625,789)</u>	<u>-</u>	<u>(372,937)</u>	<u>53,233</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 41,353</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,583</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020**

	<u>Capital Program Fund 15-16</u>	<u>Capital Improvement Fund 2016</u>	<u>Road Bond Fund 2016</u>	<u>Automated Collection Bond Fund</u>	<u>Upper Pond Dam Repair 2016</u>	<u>Landfill Remediation Bond Fund</u>	<u>Hammet Road Island</u>	<u>Capital Improvement Fund</u>
	126	127	179	180	181	563	297	129
Assets								
Cash and cash equivalents	\$	\$	\$	\$	\$	\$ 279,986	\$	\$
Cash held by fiscal agent						2,560,092		
Intergovernmental receivables								
Due from other funds				2,390				117,848
Total Assets	\$ -	\$ -	\$ -	\$ 2,390	\$ -	\$ 2,840,078	\$ -	\$ 117,848
Liabilities and Fund Balance								
Liabilities:								
Accounts payable	\$	\$	\$	\$	\$	\$ 2,413	\$	\$ 41,904
Due to other funds							1,775	
Total liabilities	-	-	-	-	-	2,413	1,775	41,904
Fund Balance:								
Committed	-	-	-	-	-	-	-	-
Restricted				2,390		2,837,665		75,944
Unassigned							(1,775)	
Total fund balance	-	-	-	2,390	-	2,837,665	(1,775)	75,944
Total Liabilities and Fund Balance	\$ -	\$ -	\$ -	\$ 2,390	\$ -	\$ 2,840,078	\$ -	\$ 117,848

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TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	<u>2018-2019 Capital Fund Vision</u>	<u>Refuse Collection Bond</u>	<u>2019 Upper Pond Dam Repairs</u>	<u>High School AC Unit</u>	<u>Automated Collection Bond</u>	<u>Energy Bond</u>	<u>Road Bond</u>	<u>School Impact Fees</u>	<u>Capital Projects Funds</u>
	130	178	187	175	182	176	177	32000005	Totals
Assets									
Cash and cash equivalents	\$	\$	\$ 63,207	\$	\$	\$ 230,096	\$	\$	\$ 676,225
Cash held by fiscal agent									2,560,092
Intergovernmental receivables								19,356	19,356
Due from other funds	10,040	14,069					140,373		284,720
Total Assets	<u>\$ 10,040</u>	<u>\$ 14,069</u>	<u>\$ 63,207</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 230,096</u>	<u>\$ 140,373</u>	<u>\$ 19,356</u>	<u>\$ 3,540,393</u>
Liabilities and Fund Balance									
Liabilities:									
Accounts payable	\$	\$	\$ 1,834	\$	\$	\$	\$	\$	\$ 713,293
Due to other funds				3,957				22,486	409,505
Total liabilities	<u>-</u>	<u>-</u>	<u>1,834</u>	<u>3,957</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,486</u>	<u>1,122,798</u>
Fund Balance:									
Committed	-	-	-	-	-	-	-	-	-
Restricted	10,040	14,069	61,373			230,096	140,373		3,425,183
Unassigned				(3,957)				(3,130)	(1,007,588)
Total fund balance	<u>10,040</u>	<u>14,069</u>	<u>61,373</u>	<u>(3,957)</u>	<u>-</u>	<u>230,096</u>	<u>140,373</u>	<u>(3,130)</u>	<u>2,417,595</u>
Total Liabilities and Fund Balance	<u>\$ 10,040</u>	<u>\$ 14,069</u>	<u>\$ 63,207</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 230,096</u>	<u>\$ 140,373</u>	<u>\$ 19,356</u>	<u>\$ 3,540,393</u>

**TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>Police Human Services 184</u>	<u>2019 Police Services Complex 186</u>	<u>Capital Improvement Fund 17 128</u>	<u>Capital Improvement Fund 12 122</u>	<u>RIHEBC Capital Fund 124</u>	<u>2013-2014 School Capital 125</u>	<u>Bus Yard 185</u>	<u>Capital Improvement Fund 14 123</u>	<u>Capital Program Fund 15-16 126</u>
Revenues:									
Capital grants and contributions	\$	\$	\$	\$	\$	\$	\$	\$	\$
Investment income	3,221	26,279							
Total revenues	<u>3,221</u>	<u>26,279</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:									
General government									
Public safety									
Education					539				
Public works									
Capital Outlay		5,327,993							
Total expenditures	<u>-</u>	<u>5,327,993</u>	<u>-</u>	<u>-</u>	<u>539</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under)									
Expenditures Before Other Financing Sources (Uses)	<u>3,221</u>	<u>(5,301,714)</u>	<u>-</u>	<u>-</u>	<u>(539)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):									
Transfers from other funds		3,221							
Transfers to other funds	<u>(3,221)</u>								
Total other financing sources (uses)	<u>(3,221)</u>	<u>3,221</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	(5,298,493)	-	-	(539)	-	-	-	-
Fund Balances - Beginning of Year, as restated	<u>-</u>	<u>4,672,704</u>	<u>-</u>	<u>(372,937)</u>	<u>53,772</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ (625,789)</u>	<u>\$ -</u>	<u>\$ (372,937)</u>	<u>\$ 53,233</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	Capital Improvement Fund 2016	Road Bond Fund 2016	Automated Collection Bond Fund 2016	Upper Pond Dam Repair 2016	Landfill Remediation Bond Fund	Hammet Road Island Drive	Capital Improvement Fund	2018-2019 Capital Fund Vision
	127	179	180	181	563	297	129	130
Revenues:								
Capital grants and contributions	\$	\$	\$	\$	\$	\$	\$	\$
Investment income					3,412			
Total revenues	-	-	-	-	3,412	-	-	-
Expenditures:								
General government								
Public safety								
Education								
Public works					2,105,599		179,129	
Capital Outlay								90,360
Total expenditures	-	-	-	-	2,105,599	-	179,129	90,360
Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	-	-	-	-	(2,102,187)	-	(179,129)	(90,360)
Other Financing Sources (Uses):								
Transfers from other funds								
Transfers to other funds								
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	-	-	-	-	(2,102,187)	-	(179,129)	(90,360)
Fund Balances - Beginning of Year, as restated	-	-	2,390	-	4,939,852	(1,775)	255,073	100,400
Fund Balances - End of Year	\$ -	\$ -	\$ 2,390	\$ -	\$ 2,837,665	\$ (1,775)	\$ 75,944	\$ 10,040

(Continued on next page)

TOWN OF COVENTRY, RHODE ISLAND
NONMAJOR GOVERNMENTAL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

	Refuse Collection Bond	2019 Upper Pond Dam Repairs	High School AC Unit	Automated Collection Bond	Energy Bond	Road Bond	School Impact Fees	Capital Projects Funds
	178	187	175	182	176	177	32000005	Totals
Revenues:								
Capital grants and contributions	\$	\$	\$	\$	\$	\$	\$	-
Investment income		776			2,605			36,293
Total revenues	-	776	-	-	2,605	-	-	36,293
Expenditures:								
General government								-
Public safety								-
Education							3,130	3,669
Public works								2,284,728
Capital Outlay		15,832						5,434,185
Total expenditures	-	15,832	-	-	-	-	3,130	7,722,582
Excess (Deficiency) of Revenues Over (Under)								
Expenditures Before Other Financing Sources (Uses)	-	(15,056)	-	-	2,605	-	(3,130)	(7,686,289)
Other Financing Sources (Uses):								
Transfers from other funds								3,221
Transfers to other funds								(3,221)
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	-	(15,056)	-	-	2,605	-	(3,130)	(7,686,289)
Fund Balances - Beginning of Year, as restated	14,069	76,429	(3,957)	-	227,491	140,373	-	10,103,884
Fund Balances - End of Year	\$ 14,069	\$ 61,373	\$ (3,957)	\$ -	\$ 230,096	\$ 140,373	\$ (3,130)	\$ 2,417,595

Fiduciary Funds

TOWN OF COVENTRY, RHODE ISLAND
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS
JUNE 30, 2020

	Municipal Pension Trust Fund	Police Pension Trust Fund	School SRP Pension Trust Fund	Total
Assets:				
Cash and cash equivalents	\$ 107,193	\$ 383,426	\$	\$ 490,619
Investments:				
Fixed income	3,159,789	5,291,928	2,897,091	11,348,808
Mutual funds	7,816,544	13,132,936	10,584,520	31,534,000
Common Stock	909,754	1,530,034	655,321	3,095,109
Total investments	<u>11,886,087</u>	<u>19,954,898</u>	<u>14,136,932</u>	<u>45,977,917</u>
Contribution receivable				
Total assets	<u>11,993,280</u>	<u>20,338,324</u>	<u>14,136,932</u>	<u>46,468,536</u>
Liabilities:				
Accounts payable				
Due to primary government				
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position Restricted for Pensions	<u>\$ 11,993,280</u>	<u>\$ 20,338,324</u>	<u>\$ 14,136,932</u>	<u>\$ 46,468,536</u>

**TOWN OF COVENTRY, RHODE ISLAND
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020**

	Municipal Pension Trust Fund	Police Pension Trust Fund	School SRP Pension Trust Fund	Total
Additions:				
Contributions:				
Employer contributions	\$ 928,292	\$ 5,626,233	\$ 1,399,973	\$ 7,954,498
Plan member contributions	436,442	327,505	511,332	1,275,279
Total contributions	<u>1,364,734</u>	<u>5,953,738</u>	<u>1,911,305</u>	<u>9,229,777</u>
Investment Income:				
Interest and dividends	111,629	181,555		293,184
Net appreciation in the fair value of investments	248,028	125,530	536,288	909,846
Total investment income	<u>359,657</u>	<u>307,085</u>	<u>536,288</u>	<u>1,203,030</u>
Total additions	<u>1,724,391</u>	<u>6,260,823</u>	<u>2,447,593</u>	<u>10,432,807</u>
Deductions:				
Benefits	1,167,320	4,286,568	2,124,817	7,578,705
Administrative expenses	1,579	5,921	62,026	69,526
Total deductions	<u>1,168,899</u>	<u>4,292,489</u>	<u>2,186,843</u>	<u>7,648,231</u>
Change in Net Position	555,492	1,968,334	260,750	2,784,576
Net Position - July 1, 2019, as restated	<u>11,437,788</u>	<u>18,369,990</u>	<u>13,876,182</u>	<u>43,683,960</u>
Net Position - June 30, 2020	<u>\$ 11,993,280</u>	<u>\$ 20,338,324</u>	<u>\$ 14,136,932</u>	<u>\$ 46,468,536</u>

TOWN OF COVENTRY, RHODE ISLAND
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2020

	Waterman Fund 600	Fiske Fund 601	Cemetery Fund 602	Total
Assets:				
Cash and cash equivalents	\$ 581,328	\$ 4,029	\$ 4,146	\$ 589,503
Investments:				
Fixed income mutual funds	1,025,275	127,438		1,152,713
U.S. equity mutual funds	1,146,057	142,450	70,620	1,359,127
International equity mutual fund	191,115	23,755		214,870
Common Stock	82,850	10,298		93,148
Total investments	<u>2,445,297</u>	<u>303,941</u>	<u>70,620</u>	<u>2,819,858</u>
Due from primary government	<u>119,229</u>	<u>3,097</u>		<u>122,326</u>
Total assets	<u>3,145,854</u>	<u>311,067</u>	<u>74,766</u>	<u>3,531,687</u>
Liabilities:				
Due to primary government			90,000	90,000
Total liabilities	<u>-</u>	<u>-</u>	<u>90,000</u>	<u>90,000</u>
Net Position Restricted for Other Purposes	<u>\$ 3,145,854</u>	<u>\$ 311,067</u>	<u>\$ (15,234)</u>	<u>\$ 3,441,687</u>

**TOWN OF COVENTRY, RHODE ISLAND
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020**

	Waterman Fund 600	Fiske Fund 601	Cemetery Fund 602	Total
Additions:				
Investment Income:				
Interest and dividends	85,608	10,641		96,249
Change in the fair value of investments	(32,314)	(5,200)	9,761	(27,753)
Total investment income	<u>53,294</u>	<u>5,441</u>	<u>9,761</u>	<u>68,496</u>
Total additions	<u>53,294</u>	<u>5,441</u>	<u>9,761</u>	<u>68,496</u>
Deductions:				
Operating expenses	<u>55,090</u>			<u>55,090</u>
Total deductions	<u>55,090</u>	<u>-</u>	<u>-</u>	<u>55,090</u>
Change in Net Position	(1,796)	5,441	9,761	13,406
Net Position - July 1, 2019	<u>3,147,650</u>	<u>305,626</u>	<u>(24,995)</u>	<u>3,428,281</u>
Net Position - June 30, 2020	<u>\$ 3,145,854</u>	<u>\$ 311,067</u>	<u>\$ (15,234)</u>	<u>\$ 3,441,687</u>

TOWN OF COVENTRY, RHODE ISLAND
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	(Restated) Balance July 1, 2019	Additions	Deductions	Balance June 30, 2020
<u>Parks & Recreation</u>				
ASSET				
Cash	\$ 80,839	\$ 42,197	\$ 95,035	\$ 28,001
LIABILITY				
Deposits Held in Custody	\$ 80,839	\$ 42,197	\$ 95,035	\$ 28,001
<u>Performance Bonds</u>				
ASSET				
Cash	\$ 1,480,826	\$ 7,549	\$ -	\$ 1,488,375
LIABILITY				
Deposits Held in Custody	\$ 1,480,826	\$ 7,549	\$ -	\$ 1,488,375
<u>Police Canteen Fund</u>				
ASSET				
Cash	\$ 459	\$ 719	\$ 659	\$ 519
LIABILITY				
Deposits Held in Custody	\$ 459	\$ 719	\$ 659	\$ 519
<u>School Activity Funds</u>				
ASSET				
Cash	\$ 534,592	\$ 1,441,462	\$ 1,323,844	\$ 652,210
Accounts receivable	43,898	21,671		65,569
	<u>578,490</u>	<u>1,463,133</u>	<u>1,323,844</u>	<u>717,779</u>
LIABILITY				
Due to Primary Government	\$ 533,441	\$ 265,118	\$ 703,572	\$ 94,987
Deposits Held in Custody	45,049	1,198,015	620,272	622,792
Total liability	<u>\$ 578,490</u>	<u>\$ 1,463,133</u>	<u>\$ 1,323,844</u>	<u>\$ 717,779</u>
<u>Totals</u>				
ASSET				
Cash	\$ 2,096,716	\$ 1,491,927	\$ 1,419,538	\$ 2,169,105
Accounts receivable	43,898	21,671		65,569
Total assets	<u>\$ 2,140,614</u>	<u>\$ 1,513,598</u>	<u>\$ 1,419,538</u>	<u>\$ 2,234,674</u>
LIABILITY				
Due to Primary Government	\$ 533,441	\$ 265,118	\$ 703,572	\$ 94,987
Deposits Held in Custody	1,607,173	1,248,480	715,966	2,139,687
Total liability	<u>\$ 2,140,614</u>	<u>\$ 1,513,598</u>	<u>\$ 1,419,538</u>	<u>\$ 2,234,674</u>

TOWN OF COVENTRY, RHODE ISLAND
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS - SCHOOL
FOR THE YEAR ENDED JUNE 30, 2020

	(Restated) Balance July 1, 2019	Additions	Deductions	Balance June 30, 2020
<u>Coventry High School</u>				
ASSET				
Cash	\$ 236,034	\$ 220,819	\$ 194,780	\$ 262,073
LIABILITY				
Deposits Held in Custody	\$ 236,034	\$ 220,819	\$ 194,780	\$ 262,073
<u>Feinstein Middle School</u>				
ASSET				
Cash	\$ 92,418	\$ 210,190	\$ 151,039	\$ 151,569
LIABILITY				
Deposits Held in Custody	\$ 92,418	\$ 210,190	\$ 151,039	\$ 151,569
<u>Culinary Arts Scholarship</u>				
ASSET				
Cash	\$ 9,975	\$ 10	\$ -	\$ 9,985
LIABILITY				
Deposits Held in Custody	\$ 9,975	\$ 10	\$ -	\$ 9,985
<u>Hopkins Hill</u>				
ASSET				
Cash	\$ 21,735	\$ 12,637	\$ 11,041	\$ 23,331
	<u>21,735</u>	<u>12,637</u>	<u>11,041</u>	<u>23,331</u>
LIABILITY				
Deposits Held in Custody	\$ 21,735	\$ 12,637	\$ 11,041	\$ 23,331
<u>Black Rock</u>				
ASSET				
Cash	\$ 12,428	\$ 5,293	\$ 3,262	\$ 14,459
	<u>12,428</u>	<u>5,293</u>	<u>3,262</u>	<u>14,459</u>
LIABILITY				
Deposits Held in Custody	\$ 12,428	\$ 5,293	\$ 3,262	\$ 14,459

**TOWN OF COVENTRY, RHODE ISLAND
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS - SCHOOL (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020**

G-1

Regional Career and Technical Center

ASSET

Cash	\$ <u>62,618</u>	\$ <u>141,521</u>	\$ <u>141,193</u>	\$ <u>62,946</u>
	<u>62,618</u>	<u>141,521</u>	<u>141,193</u>	<u>62,946</u>

LIABILITY

Deposits Held in Custody	\$ <u>62,618</u>	\$ <u>141,521</u>	\$ <u>141,193</u>	\$ <u>62,946</u>
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Tiogue School

ASSET

Cash	\$ <u>4,710</u>	\$ <u>20,443</u>	\$ <u>9,281</u>	\$ <u>15,872</u>
	<u>4,710</u>	<u>20,443</u>	<u>9,281</u>	<u>15,872</u>

LIABILITY

Deposits Held in Custody	\$ <u>4,710</u>	\$ <u>20,443</u>	\$ <u>9,281</u>	\$ <u>15,872</u>
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Western Coventry

ASSET

Cash	\$ <u>9,868</u>	\$ <u>40,103</u>	\$ <u>39,947</u>	\$ <u>10,024</u>
	<u>9,868</u>	<u>40,103</u>	<u>39,947</u>	<u>10,024</u>

LIABILITY

Deposits Held in Custody	\$ <u>9,868</u>	\$ <u>40,103</u>	\$ <u>39,947</u>	\$ <u>10,024</u>
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Washington Oak

ASSET

Cash	\$ <u>35,873</u>	\$ <u>35,516</u>	\$ <u>41,055</u>	\$ <u>30,334</u>
	<u>35,873</u>	<u>35,516</u>	<u>41,055</u>	<u>30,334</u>

LIABILITY

Deposits Held in Custody	\$ <u>35,873</u>	\$ <u>35,516</u>	\$ <u>41,055</u>	\$ <u>30,334</u>
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Physical Plant

ASSET

Cash	\$ <u>716</u>	\$ <u>62</u>	\$ <u>-</u>	\$ <u>778</u>
	<u>716</u>	<u>62</u>	<u>-</u>	<u>778</u>

LIABILITY

Deposits Held in Custody	\$ <u>716</u>	\$ <u>62</u>	\$ <u>-</u>	\$ <u>778</u>
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**TOWN OF COVENTRY, RHODE ISLAND
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS - SCHOOL (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020**

G-1

Benefits

ASSET

Cash	\$ 8,915	\$ 739,552	\$ 719,048	\$ 29,419
Accounts receivable	43,898	21,671		65,569
	<u>\$ 52,813</u>	<u>\$ 761,223</u>	<u>\$ 719,048</u>	<u>\$ 94,988</u>

LIABILITY

Due to Primary Government	\$ 533,441	\$ 265,118	\$ 703,572	\$ 94,987
Deposits Held in Custody	(480,628)	496,105	15,476	1
	<u>\$ 52,813</u>	<u>\$ 761,223</u>	<u>\$ 719,048</u>	<u>\$ 94,988</u>

Retiree Medical

ASSET

Cash	\$ 22,000	\$ -	\$ -	\$ 22,000
	<u>\$ 22,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,000</u>

LIABILITY

Deposits Held in Custody	\$ 22,000	\$ -	\$ -	\$ 22,000
	<u>\$ 22,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,000</u>

Admin Checking

ASSET

Cash	\$ 17,302	\$ 15,316	\$ 13,198	\$ 19,420
	<u>17,302</u>	<u>15,316</u>	<u>13,198</u>	<u>19,420</u>

LIABILITY

Deposits Held in Custody	\$ 17,302	\$ 15,316	\$ 13,198	\$ 19,420
	<u>\$ 17,302</u>	<u>\$ 15,316</u>	<u>\$ 13,198</u>	<u>\$ 19,420</u>

Totals

ASSET

Cash	\$ 534,592	\$ 1,441,462	\$ 1,323,844	\$ 652,210
Accounts receivable	43,898	21,671		65,569
Total assets	<u>\$ 578,490</u>	<u>\$ 1,463,133</u>	<u>\$ 1,323,844</u>	<u>\$ 717,779</u>

LIABILITY

Due to Primary Government	\$ 533,441	\$ 265,118	\$ 703,572	\$ 94,987
Deposits Held in Custody	45,049	1,198,015	620,272	622,792
Total liability	<u>\$ 578,490</u>	<u>\$ 1,463,133</u>	<u>\$ 1,323,844</u>	<u>\$ 717,779</u>

Annual Supplementary Transparency Report

OTHER SUPPLEMENTARY INFORMATION

The Annual Supplemental Transparency Report Schedules
required by the State of Rhode Island General Law § 45-12-22.2 and § 44-35-10

Annual Supplemental Transparency Report (MTP2) - Revenue

Annual Supplemental Transparency Report (MTP2) – Expenditures

Combining Schedule of Reportable Government Services with Reconciliation to MTP2 – Municipal

Combining Schedule of Reportable Government Services with Reconciliation to MTP2 – Education Department

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

Town of Coventry
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2020

<u>REVENUE</u>	<u>Municipal</u>	<u>Education Department</u>
Current Year Levy Tax Collection	\$ 75,585,418	\$ -
Last Year's Levy Tax Collection	405,603	-
Prior Years Property Tax Collection	152,843	-
Interest & Penalty	472,459	-
PILOT & Tax Treaty (excluded from levy) Collection	80,276	-
Other Local Property Taxes	16,060	-
Licenses and Permits	351,232	-
Fines and Forfeitures	68,235	-
Investment Income	584,548	-
Departmental	1,277,092	-
Rescue Run Revenue	-	-
Police & Fire Detail	291,375	-
Other Local Non-Property Tax Revenues	176,056	-
Tuition	-	944,936
Impact Aid	-	-
Medicaid	-	614,757
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	632,106
CDBG	-	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	244,994	2,878,772
COVID - ESSER	-	267,040
COVID - CRF	-	-
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	-
MV Excise Tax Reimbursement	251,244	-
State PILOT Program	-	-
Distressed Community Relief Fund	-	-
Library Resource Aid	231,669	-
Library Construction Aid	-	-
Public Service Corporation Tax	442,057	-
Meals & Beverage Tax / Hotel Tax	548,270	-
LEA Aid	-	23,862,255
Group Home	-	-
Housing Aid Capital Projects	-	74,270
Housing Aid Bonded Debt	1,214,036	-
State Food Service Revenue	-	18,622
Incentive Aid	-	-
Property Revaluation Reimbursement	136,771	-
Other State Revenue	329,641	457,404
Motor Vehicle Phase Out	1,752,626	-
Other Revenue	-	896,914
Local Appropriation for Education	-	47,078,589
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
Total Revenue	<u><u>\$ 84,612,505</u></u>	<u><u>\$ 77,725,664</u></u>
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	-	73,001
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	-	-
Rounding	-	-
Total Other Financing Sources	<u><u>\$ -</u></u>	<u><u>\$ 73,001</u></u>

Town of Coventry
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2020

EXPENDITURES	General		Social	Centralized	Planning	Libraries	Public	Parks and	Police
	Government	Finance	Services	IT					
Compensation- Group A	\$ 524,077	\$ 585,795	\$ 744,224	\$ 115,103	\$ 264,903	\$ 687,951	\$ 2,550,523	\$ 769,269	\$ 4,753,401
Compensation - Group B	-	-	-	-	-	-	-	-	150,193
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	1,887	6,018	409	-	944	-	132,382	1,452	435,750
Overtime - Group B	-	-	-	-	-	-	-	-	13,277
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	-
Active Medical Insurance - Group A	66,572	89,556	161,863	6,340	33,022	76,453	553,872	128,390	566,751
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	28,531
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental insurance- Group A	5,334	7,165	9,462	-	2,757	4,834	35,740	7,183	34,596
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	1,549
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	39,277	43,682	54,296	8,740	20,818	48,703	199,077	56,411	401,200
Life Insurance	976	1,232	1,673	279	535	943	6,309	1,650	8,866
State Defined Contribution- Group A	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	1,624,698	-	-	-	-	-	-	-	63,341
Other Benefits- Group B	-	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	16,656	-	-	-	-	5,163,563
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	5,037	-	-	-	-	-
Purchased Services	583,212	-	20,078	26,488	9,974	1,304	253,983	7,419	58,726
Materials/Supplies	15,291	2,026	4,734	17,581	9,273	174,164	2,330	23,564	12,651
Software Licenses	-	228,000	-	113,580	-	67,587	-	-	-
Capital Outlays	200,000	-	-	-	-	-	45,676	-	6,386
Insurance	1,079,936	-	-	-	-	-	-	-	-
Maintenance	-	-	2,151	-	-	2,887	207,087	31,651	137,224
Vehicle Operations	-	-	12,996	-	-	-	426,638	30,798	184,598
Utilities	359,971	-	4,882	-	-	24,922	17,985	7,670	31,340
Contingency	36,152	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	148,710	-	-
Trash Removal & Recycling	-	-	-	-	-	-	-	-	-
Claims & Settlements	-	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-	-
Other Operation Expenditures	171,896	9,718	36,601	10,667	25,771	43,224	202,043	156,147	514,646
Tipping Fees	-	-	-	-	-	-	503,848	-	-
Local Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	-	-	-	-	-
Municipal Debt- Interest	-	-	-	-	-	-	-	-	-
School Debt- Principal	-	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 4,709,280	\$ 973,191	\$ 1,053,368	\$ 320,470	\$ 367,997	\$ 1,132,973	\$ 5,286,204	\$ 1,221,603	\$ 12,566,588

Town of Coventry
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2020

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,995,246	\$ 35,660,835
Compensation - Group B	-	667,614	38,699	-	-	-	856,506	3,285,252
Compensation - Group C	-	-	-	-	-	-	-	6,894,040
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	578,841	-
Overtime - Group B	-	58,376	-	-	-	-	71,653	-
Overtime - Group C	-	-	-	-	-	-	-	79,920
Police & Fire Detail	-	-	-	-	-	-	-	-
Active Medical Insurance - Group A	-	-	-	-	-	-	1,682,819	5,117,105
Active Medical Insurance- Group B	-	91,933	-	-	-	-	120,465	376,653
Active Medical Insurance- Group C	-	-	-	-	-	-	-	1,558,283
Active Dental insurance- Group A	-	-	-	-	-	-	107,071	365,639
Active Dental Insurance- Group B	-	7,871	-	-	-	-	9,419	41,406
Active Dental Insurance- Group C	-	-	-	-	-	-	-	206,822
Payroll Taxes	-	53,662	4,043	-	-	-	929,909	1,145,289
Life Insurance	-	1,569	-	-	-	-	24,032	303,698
State Defined Contribution- Group A	-	-	-	-	-	-	-	829,563
State Defined Contribution - Group B	-	-	-	-	-	-	-	77,355
State Defined Contribution - Group C	-	-	-	-	-	-	-	345
Other Benefits- Group A	-	-	-	-	-	-	1,688,040	465,124
Other Benefits- Group B	-	-	-	-	-	-	-	3,840
Other Benefits- Group C	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	5,180,219	652
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	82,378
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	643,131
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	4,966,113
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	379,248
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	5,037	99,072
Purchased Services	-	414,878	-	-	-	-	1,376,064	9,087,963
Materials/Supplies	-	-	-	-	-	-	261,613	953,798
Software Licenses	-	-	-	-	-	-	409,167	186,974
Capital Outlays	-	-	-	-	-	-	252,062	526,387
Insurance	-	-	-	-	-	-	1,079,936	308,319
Maintenance	-	-	912	-	-	-	381,912	279,063
Vehicle Operations	-	-	-	-	-	-	655,031	151,831
Utilities	-	-	-	-	-	-	446,769	1,289,068
Contingency	-	-	-	-	-	-	36,152	-
Street Lighting	-	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	148,710	-
Trash Removal & Recycling	-	-	-	-	-	-	-	-
Claims & Settlements	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-
Other Operation Expenditures	-	-	825	-	-	-	1,171,537	140,513
Tipping Fees	-	-	-	-	-	-	503,848	-
Local Appropriation for Education	-	-	-	47,078,589	-	-	47,078,589	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	1,592,000	-	1,592,000	-
Municipal Debt- Interest	-	-	-	-	1,099,304	-	1,099,304	-
School Debt- Principal	-	-	-	-	2,210,000	-	2,210,000	-
School Debt- Interest	-	-	-	-	275,588	-	275,588	-
Retiree Medical Insurance- Total	-	-	-	-	-	115,942	115,942	438,737
Retiree Dental Insurance- Total	-	-	-	-	-	4,937	4,937	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	\$ -	\$ 1,295,903	\$ 44,479	\$ 47,078,589	\$ 5,176,892	\$ 120,878	\$ 81,348,417	\$ 75,944,419

Financing Uses: Transfer to Capital Funds	\$ 10,000	\$ -
Financing Uses: Transfer to Other Funds	-	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	273,000	-
Total Other Financing Uses	<u>\$ 283,000</u>	<u>\$ -</u>
Net Change in Fund Balance¹	2,981,088	1,854,246
Fund Balance1- beginning of year	\$15,188,468	\$15,154,643
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	(20,823)	-
Misc. Adjustment	-	(14,820)
Fund Balance¹ - beginning of year adjusted	<u>15,167,645</u>	<u>1,499,823</u>
Rounding		
Fund Balance¹ - end of year	<u>\$ 18,148,733</u>	<u>\$ 3,354,069</u>

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

Town of Coventry
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended June 30, 2020

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance¹ - per MTP-2 at June 30, 2019						\$ 15,188,468	(20,823)	\$ 15,167,645	
<i>No funds removed from RGS for fiscal 2020</i>						-	-	-	
<i>No funds added to RGS for Fiscal 2020</i>						-	-	-	
<i>Misc. adjustments made for fiscal 2020</i>						-	-	-	
Fund Balance¹ - per MTP-2 at June 30, 2019 adjusted						<u>\$ 15,188,468</u>	<u>-</u>	<u>\$ 15,167,645</u>	
General Fund	\$ 83,790,144	\$ -	\$ 33,282,966	\$ 47,361,590	\$ 3,145,588	\$ 14,905,123	\$ (20,823)	\$ 14,884,300	\$ 18,029,888
Recycling Grant (RGS Fund)	-	-	-	-	-	212	-	212	212
Friends of Human Services (RGS Fund)	-	-	-	-	-	4,000	-	4,000	4,000
Project Friends (RGS Fund) - 211	292,398	-	302,123	-	(9,725)	149,515	-	149,515	139,790
Drug Seizure (RGS Fund)	212,167	-	382,698	-	(170,531)	77,074	-	77,074	(93,457)
Teen Center Operations (RGS Fund)	-	-	-	-	-	5,826	-	5,826	5,826
Byrne Grant (RGS Fund)	14,290	-	14,290	-	-	(580)	-	(580)	(580)
Grant in Aid/Resource Sharing (RGS Fund)	231,669	-	231,743	-	(74)	(449)	-	(449)	(523)
Help America Vote Act (RGS Fund)	2,711	-	-	-	2,711	-	-	-	2,711
Bulletproof Vests (RGS Fund)	825	-	825	-	-	-	-	-	-
DUI Speed Click or Ticket (RGS Fund)	17,712	-	17,177	-	535	(213)	-	(213)	322
Food Bank (RGS Fund)	37,241	-	18,961	-	18,280	39,450	-	39,450	57,730
Faith in Action (RGS Fund)	13,349	-	19,044	-	(5,695)	8,509	-	8,509	2,814
Totals per audited financial statements	<u>\$ 84,612,505</u>	<u>\$ -</u>	<u>\$ 34,269,827</u>	<u>\$ 47,361,590</u>	<u>\$ 2,981,088</u>	<u>\$ 15,188,469</u>	<u>\$ (20,823)</u>	<u>\$ 15,167,646</u>	<u>\$ 18,148,733</u>
<u>Reconciliation from financial statements to MTP2</u>									
Reclassify transfer of municipal appropriation to Education Dept as expenditure on MTP2	\$ -	\$ -	\$ 47,078,590	\$ (47,078,590)	\$ -	\$ -	\$ -	\$ -	\$ -
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 84,612,505</u>	<u>\$ -</u>	<u>\$ 81,348,417</u>	<u>\$ 283,000</u>	<u>\$ 2,981,088</u>	<u>\$ 15,188,468</u>	<u>\$ (20,823)</u>	<u>\$ 15,167,645</u>	<u>\$ 18,148,733</u>

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

Town of Coventry
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2020

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance¹ - per MTP-2 at June 30, 2019						\$ 1,514,643	-	\$ 1,514,643	
<i>Misc. adjustments made for fiscal 2020</i>						(14,820)	-	(14,820)	
Fund Balance¹ - per MTP-2 at June 30, 2019 adjusted						<u>\$ 1,499,823</u>	-	<u>\$ 1,499,823</u>	
School Unrestricted Fund	\$ 29,269,353	\$ 47,151,589	75,196,795	\$ 346,081	\$ 878,066	\$ 1,328,761	\$ (3,974)	\$ 1,324,787	\$ 2,202,853
School Special Revenue Funds-Restricted	3,810,990	43,448	3,668,426	-	-	356,830	-	356,830	542,842
School Food Service	1,182,814	302,634	1,315,929	-	169,519	(169,519)	-	(169,519)	-
School Improvement Capital Fund	274,270	-	-	-	274,270	(12,275)	-	(12,275)	261,995
School Capital Project Fund-Impact Fees	-	-	3,130	-	(3,130)	-	-	-	(3,130)
Totals per audited financial statements	<u>\$ 34,537,427</u>	<u>\$ 47,497,671</u>	<u>\$ 80,184,280</u>	<u>\$ 346,081</u>	<u>\$ 1,318,725</u>	<u>\$ 1,503,797</u>	<u>\$ (3,974)</u>	<u>\$ 1,499,823</u>	<u>\$ 3,004,560</u>

Reconciliation from financial statements to MTP2

Municipal appropriation for Education reported as a transfer in financial statements but as revenue in MTP2 and UCOA report.

	\$ 47,078,589	\$ (47,078,589)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only

	(3,794,498)	-	(3,794,498)	-	-	-	-	-	-
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Transfers from School Unrestricted Fund to School Restricted Funds reported in financial statements as transfers but not in MTP and UCOA

	-	(346,081)	-	(346,081)	-	-	-	-	-
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Fund 90000001 Direct Reimbursement is recorded as Special Revenue Fund-Restricted in financial statements (p138). The 90000000 series are not included in the MTP2.

	(893)	-	(1,972)	-	1,079	-	-	-	1,079
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Fund 90000007 Hopkins Hills Before Care is recorded as Special Revenue Fund-Restricted in financial statements (p138). The 90000000 series are not included in the MTP2.

	(10,650)	-	(14,274)	-	3,624	-	-	-	3,624
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Fund 21091100 expenditures in object code 7000 series are included in financial statements but not in the MTP2.

	-	-	(13,661)	-	13,661	-	-	-	13,661
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Little Oakers Preschool Revenues and Expenditures combined in financial statements with School Unrestricted Special Revenue Fund for GASB 54 purposes, but not in MTP2 and UCOA reports since those reports exclude funds coded as 90000000 - Agency Funds. Also,

Beginning Fund Balance added to School Unrestricted Fund in FS not in MTP

	(84,311)	-	-	-	(84,311)	-	-	-	(84,311)
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Recorded as expenditure in GF but in 9000002 in Phoenix not in MTP

	-	-	(415,456)	-	415,456	-	-	-	415,456
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Rounding

	-	-	-	-	-	-	-	-	-
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Totals Per MTP2

	<u>77,725,664</u>	<u>73,001</u>	<u>75,944,419</u>	<u>-</u>	<u>1,854,246</u>	<u>\$1,499,823</u>	<u>-</u>	<u>1,499,823</u>	<u>3,354,069</u>
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Reconciliation from MTP2 to UCOA

Miscellaneous immaterial variances between MTP2 & UCOA Validated Total

	<u>3</u>	<u>-</u>	<u>(14)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
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Totals per UCOA Validated Totals Report

	<u>\$ 77,725,667</u>	<u>\$ -</u>	<u>\$ 75,944,405</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
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¹ and Net Position if Enterprise Fund activity is included in the transparency portal report.

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

NOTE 1. Basis of Presentation

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

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

NOTE 2. Reportable Government Services

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

NOTE 3. Allocations

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

NOTE 4. Employee Groups - Compensation and Benefit Costs

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

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

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

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

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

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

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

NOTE 5. Education Revenue and Expenditures

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

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

Statistical Section

TOWN OF COVENTRY, RHODE ISLAND
 SCHEDULE OF PROPERTY TAXES RECEIVABLE
 FOR THE YEAR ENDED JUNE 30, 2020

Year	Property Taxes Receivable July 1, 2019	Current Year Assessment	Transfers Addendums (Net)	Abatements and Adjustments	Amount to be Collected	Collections Net of Refunds	Property Taxes Receivable June 30, 2020
2019	\$ 610,333	\$ 75,977,621	\$ 266,224	\$ 105,351	\$ 76,138,494	\$ 75,585,418	\$ 553,076
2018	222,937		613	3,192	607,754	405,603	202,151
2017	202,021		365	5,173	218,129	59,310	158,819
2016	202,040		353	4,639	197,735	35,632	162,103
2015	186,445		345	4,171	198,214	32,677	165,537
2014	179,449		337	2,574	184,208	30,502	153,706
2013	170,962			1,112	178,337	26,730	151,607
2012	136,311			715	170,247	24,433	145,814
2011	90,418			949	135,362	5,283	130,079
2010	446,828			907	89,511	3,050	86,461
2009 and prior				33,175	413,653	8,561	405,092
Subtotal	2,447,744	\$ 75,977,621	\$ 268,237	\$ 161,958	\$ 78,531,644	\$ 76,217,199	2,314,445
Less estimated allowance for uncollectable accounts	-						-
Net property taxes receivable	\$ 2,447,744						\$ 2,314,445

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**TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020**

Collections

Year	July - August 2018 Collections Subject to 60-Day FY18 Accrual	September - June 2019 Collections	Total FY 2019 Collections	July - August 2019 Collections Subject to 60-Day FY19 Accrual
2019	\$	\$ 75,585,418	\$ 75,585,418	\$ 164,987
2018	174,494	231,109	405,603	5,967
2017	10,003	49,307	59,310	1,793
2016	3,257	32,375	35,632	1,400
2015	2,316	30,361	32,677	1,050
2014	1,882	28,620	30,502	572
2013	1,308	25,422	26,730	389
2012	965	23,468	24,433	151
2011	1,084	4,199	5,283	313
2010	1,251	1,799	3,050	1,007
2009	4,319	4,242	8,561	341
Total	\$ 200,879	\$ 76,016,320	\$ 76,217,199	\$ 177,970

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TOWN OF COVENTRY, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020

Schedule of Net Assessed Property Value by Category			Reconciliation of Current Year Property Tax Revenue	
Assessed December 31, 2018				
Description of Property	Valuations	Levy		
Real property	\$ 3,231,462,720	\$ 69,811,286	Current year collections	\$ 76,217,199
Motor vehicle	285,182,486	3,868,526	Revenue received 60 days subsequent to fiscal year ending June 30, 2019	<u>177,970</u>
Tangible property	<u>103,317,100</u>	<u>2,297,809</u>	Subtotal	76,395,169
Total	3,619,962,306	75,977,621	Prior year revenue received in current year (2018 60 day rule)	<u>(200,879)</u>
Exemptions and adjustments	<u>149,097,578</u>	<u></u>	Current Year Property Tax Revenue	<u>\$ 76,194,290</u>
Net Assessed Value	<u>\$ 3,470,864,728</u>	<u>\$ 75,977,621</u>		

**TOWN OF COVENTRY, RHODE ISLAND
LONG-TERM DEBT - GOVERNMENTAL AND BUSINESS-TYPE ACTIVITY**

	<u>Date of Issuance</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Authorized</u>	<u>Balance Outstanding June 30, 2019</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance Outstanding June 30, 2020</u>	<u>Interest Paid</u>
GOVERNMENTAL ACTIVITY									
Bonds									
School Improvement Bond Refunded	10/27/2011	2%- 3.375%	11/1/2021	\$ 13,770,000	\$ 4,025,000	\$	\$ 1,365,000	\$ 2,660,000	\$ 108,575
GO Bond	3/7/2015	2.5%- 6.25%	3/15/2035	15,860,000	13,435,000		295,000	13,140,000	95,581
School & Public Improvement Bond	4/23/2013	336%	4/1/2027	12,520,000	7,780,000		845,000	6,935,000	266,931
GO Bond	4/11/2012	3.14%	4/1/2027	4,330,000	2,695,000		655,000	2,040,000	396,532
GO Bond	3/16/2016	2%- 5%	3/15/2036	5,880,000	5,245,000		305,000	4,940,000	157,350
GO Bond	3/30/2017	2% - 5%	3/15/2037	5,100,000	4,720,000		195,000	4,525,000	172,200
GO Bond	3/6/2019	2.51 - 4.13%	3/15/2039	7,050,000	7,050,000		50,000	7,000,000	211,229
				<u>64,510,000</u>	<u>44,950,000</u>	<u>-</u>	<u>3,710,000</u>	<u>41,240,000</u>	<u>1,408,398</u>
Notes from Direct Borrowings									
RI Infrastructure Bank-loan	9/3/2014	0.26%-2.01%	9/1/2024	340,000	211,000		33,000	178,000	3,349
RI Infrastructure Bank-loan	5/28/2018	0.33%-2.55%	9/1/2029	900,000	713,576		59,000	654,576	13,809
Total Note from Direct Borrowings				<u>1,240,000</u>	<u>924,576</u>	<u>-</u>	<u>92,000</u>	<u>832,576</u>	<u>17,158</u>
Total Bonds and Notes from Direct Borrowings				65,750,000	45,874,576	-	3,802,000	42,072,576	1,425,556
Bond Premiums				N/A	1,337,722		91,336	1,246,386	91,338
Capital leases				N/A	62,121			62,121	N/A
Total Bond Premium and Capital Leases				<u>-</u>	<u>1,399,843</u>	<u>-</u>	<u>91,336</u>	<u>1,308,507</u>	<u>91,338</u>
Total Governmental Activities Long-term obligations				<u>65,750,000</u>	<u>47,274,419</u>	<u>-</u>	<u>3,893,336</u>	<u>43,381,083</u>	<u>1,516,894</u>
Accrued Expenses									
Compensated absences					4,255,139	203,685		4,458,824	N/A
Total OPEB Liability					17,880,857	9,458,537		27,339,394	N/A
Net Pension Liability					161,944,594	3,822,835		165,767,429	N/A
Claims and judgements					-	2,211,489		2,211,489	N/A
					<u>184,080,590</u>	<u>15,696,546</u>	<u>-</u>	<u>199,777,136</u>	<u>-</u>
Total General Long-Term Obligations				<u>\$ 65,750,000</u>	<u>\$ 231,355,009</u>	<u>\$ 15,696,546</u>	<u>\$ 3,893,336</u>	<u>\$ 243,158,219</u>	<u>\$ 1,516,894</u>

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**TOWN OF COVENTRY, RHODE ISLAND
LONG-TERM DEBT - GOVERNMENTAL AND BUSINESS-TYPE ACTIVITY (CONTINUED)**

	<u>Date of Issuance</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Authorized</u>	<u>Balance Outstanding June 30, 2019</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance Outstanding June 30, 2020</u>	<u>Interest Paid</u>
BUSINESS ACTIVITY									
Notes from Direct Borrowings									
RI Infrastructure Bank	12/6/2006	1.33%	9/1/2027	3,205,000	1,586,000	\$	\$ 163,000	\$ 1,423,000	\$ 15,157
RI Infrastructure Bank	12/12/2007	3.75%-5.08%	9/1/2028	5,000,000	2,746,000		250,000	2,496,000	20,838
RI Infrastructure Bank	6/28/2012	0.47%-2.99%	9/1/2032	2,400,000	1,957,000		116,000	1,841,000	32,919
RI Infrastructure Bank	6/6/2013	0.82%-3.23%	9/1/2034	2,400,000	2,000,000		103,000	1,897,000	49,611
RI Infrastructure Bank	10/6/2009	0.7%-2.64%	9/1/2029	2,896,000	1,769,000		139,000	1,630,000	47,281
RI Infrastructure Bank	8/30/2018	4.31%	9/1/2033	6,740,000	6,740,000		1,000	6,739,000	287,092
Total Notes from Direct Borrowings				<u>22,641,000</u>	<u>16,798,000</u>	<u>-</u>	<u>772,000</u>	<u>16,026,000</u>	<u>452,898</u>
Capital Leases									
All American Investment	5/1/2017	3.79%	5/15/2027	750,000	621,451		67,951	553,500	23,553
All American Investment	5/1/2017	5.25%	5/15/2027	450,000	377,420		39,172	338,248	17,758
Capital leases				<u>1,200,000</u>	<u>998,871</u>	<u>-</u>	<u>107,123</u>	<u>891,748</u>	<u>41,311</u>
Total Business Activities long-term obligation				<u>23,841,000</u>	<u>17,796,871</u>	<u>-</u>	<u>879,123</u>	<u>16,917,748</u>	<u>494,209</u>
TOTAL GOVERNMENTAL AND BUSINESS ACTIVITY									
Bonds, Notes, and Bond Premiums									
Governmental Activities Long-term Obligations				\$ 65,750,000	\$ 47,274,419	\$ -	\$ 3,893,336	\$ 43,381,083	\$ 1,516,894
Business-Type Activities Long-term Obligations				23,841,000	17,796,871	-	879,123	16,917,748	494,209
Total Bonds, Notes, Bond Premiums, and Capital Leases				<u>89,591,000</u>	<u>65,071,290</u>	<u>-</u>	<u>4,772,459</u>	<u>60,298,831</u>	<u>2,011,103</u>
Accrued Expenses:									
Compensated absences					4,255,139	203,685		4,458,824	N/A
OPEB Liability					17,880,857	9,458,537	-	27,339,394	N/A
Net Pension Liability					161,944,594	3,822,835		165,767,429	N/A
					-	2,211,489		2,211,489	N/A
					<u>184,080,590</u>	<u>15,696,546</u>	<u>-</u>	<u>199,777,136</u>	<u>-</u>
Total General Long-Term Obligations				\$ <u>89,591,000</u>	\$ <u>249,151,880</u>	\$ <u>15,696,546</u>	\$ <u>4,772,459</u>	\$ <u>260,075,967</u>	\$ <u>2,011,103</u>

**TOWN OF COVENTRY, RHODE ISLAND
COMPUTATION OF LEGAL DEBT MARGIN**

Gross assessed value	\$ 3,619,962,306
Less exempt property	<u>149,097,578</u>
Total Taxable Assessed Value	<u><u>\$ 3,470,864,728</u></u>
Debt limit - 3 percent of total assessed value	\$ 104,125,942
Amount of debt applicable to debt limit:	
Total bonded debt	<u>(31,645,000)</u>
Legal Debt Margin	<u><u>\$ 72,480,942</u></u>