

**TOWN OF GLOCESTER**

**COMPREHENSIVE**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**



Photo by Jean Fecteau

**Town Hall**  
**Glocester, Rhode Island**

**Adam Muccino**  
**Director of Finance**

**Prepared by: Finance Department**

-----**Glocester, Rhode Island**-----

**TOWN OF GLOCESTER, RHODE ISLAND  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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## **INTRODUCTORY SECTION**

This Section Contains the Following Subsections:

Letter of Transmittal  
Organizational Chart  
List of Town Officials  
Certificate of Achievement for Excellence in Financial Reporting



**TOWN OF GLOUCESTER**  
*DEPARTMENT OF FINANCE*  
*GLOUCESTER SCHOOL DISTRICT BUSINESS OFFICE*  
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**Adam R. Muccino**  
**Finance Director**

January 28, 2021

To the Honorable President and Members of the Town Council and Citizens of the Town of Gloucester:

We hereby submit the Comprehensive Annual Financial Report for the Town of Gloucester (Town), for the fiscal year ended June 30, 2020. The report has been prepared in accordance with generally accepted accounting principles (GAAP), adhering to the format promulgated through the Governmental Accounting Board's Statement 34. Responsibility for the accuracy of the data presented, as well the fairness of the representations contained within the report, rests with the management of the Town.

To provide a reasonable basis for making these representations, the Town has established a comprehensive internal control framework that is designed to protect the Town's assets from theft, loss, or misuse, and to promote the compilation of reliable financial information for reporting and forecasting purposes. Since the cost of the internal control system should not outweigh its benefits, the Town's internal control system has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. As management, we assert that, to the best of our knowledge, and in all material respects, this report is fair, complete, and summarizes the Town's financial position in a comprehensive manner.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, Statistical and Single Audit Section. The Introductory Section contains:

- this letter of transmittal
- the Town's Organizational Chart
- a listing of Town Officials
- the prior year's Certificate of Achievement for Excellence in Financial Reporting.

The Financial Section contains the:

- independent auditor's report
- Management Discussion and Analysis
- the government-wide financial statements
- the basic financial statements of major and non-major funds
- notes to the financial statements
- other supplementary information.

The Statistical Section provides:

- selected financial and demographic information presented on a multi-year basis.
- The Annual Supplemental Transparency Report (MTP2) which is a supplemental schedule required by the State of Rhode Island.

Glocester has provided information consistent with the enacted legislation to allow for data consistency and comparability among Rhode Island cities and towns.

### **Government Profile**

The Town of Glocester was founded in 1639, incorporated as a Town in 1731, and is a rural community in northwest Rhode Island located approximately 15 miles northwest from Providence. It is connected to the southeast corridor by a network of highways, including Interstate 295 and Interstate 95. The land area of the Town of Glocester is 54.6 square miles, which includes 2.3 square miles of inland water, and is mainly composed of residential, farm, orchard, and woodland areas. The Town attracts many tourists and vacationers to its lake areas and to the Village of Chepachet which is listed as a Historic District on the National Register of Historic Places. The businesses in the Town are primarily service, retail, and construction.

The Town operates under a Home Rule Charter adopted in 1991 providing for a Town Council form of government with a five-member Town Council, elected at-large for terms of two years, and headed by a Council President. All legislative powers of the Town are vested in the Town Council by the Charter including all powers to enact, amend or repeal ordinances relating to the Town's property, affairs and government. The town council has the power to create offices, departments or agencies of the Town while preserving the public peace, health and safety of the residents. The town council also establishes personnel policies.

The town council has established a budget board responsible for submitting a budget for the town and school for town council consideration. The town council votes to approve the budget questions to ultimately acted on by the voters. As a result of a charter revision passed in November 4, 2014, the annual budget question is presented to the voters. The voters approve the ordering of any tax, making appropriations, authorizing the issuance of bonds, providing for an annual audit of the Town's accounts and transacting any other business pertaining to the financial affairs of the Town.

The Town Council is supported and advised by various Boards and Commissions some of which are: Planning Board, Zoning Board, Budget Board, Board of Contracts & Purchases, Board of Canvassers, Recreation Commission, July 4<sup>th</sup> Ancients & Horribles Parade Committee, and the Juvenile Hearing Board. Board members are volunteers appointed by the Town Council at various intervals for specific terms.

### **Component Unit**

The Glocester Land Trust (Land Trust) has been presented as a component unit of the Town in the accompanying government-wide financial statements. Further information regarding the purpose of the Land Trust and the definition of component unit is provided in Note 1, page 30 of the financial statements.

## **Public Education**

The Town of Gloucester's school system consists of two elementary schools, Fogarty Memorial and West Gloucester Elementary School. The elementary schools provide learning for kindergarten through grade five. Grades 6 through 12 are served by the Foster-Glocester Regional School District of which the Town of Gloucester and the Town of Foster are member communities. The Foster-Glocester Regional School District was incorporated and its fiscal authority established by Acts of the General Assembly in 1958 and 1959.

The general administration of the Gloucester School Department is directed by a six-member School Committee whose members are elected at-large with three members being elected at each regular biennial election. These six members of the Gloucester School Committee along with the three School Committee members from the Town of Foster are ex-officio members of the Foster-Glocester School Committee.

Ponaganset Middle School provides education for students in grades six through grade eight. Students in grades nine through twelve attend Ponaganset High School. Both the middle and high schools are physically located in the Town of Gloucester near the border of Gloucester and the Town of Foster.

The Gloucester School Committee determines and controls all policies affecting the administration, maintenance, and operation of the public elementary schools in the Town. The School Committee appoints a Superintendent as their chief administrative agent and such other administrative officers as deemed necessary. The school committee submits a budget of expenditures and revenues to the budget board. The Town of Gloucester prepares an annual budget for voter approval at the all-day referendum. The Gloucester elementary school budget is adopted when approved by the voters. Upon approval, the School Committee determines the allocations of the amounts appropriated. The Foster-Glocester Regional School District holds an annual Financial Town Meeting on the third Tuesday in March. The regional budget is adopted at the Financial Town Meeting and the regional appropriation for Gloucester is included in the Gloucester budget for voter consideration at the all-day referendum.

The Town Charter provides that, based on budget estimates submitted by the Gloucester School Committee, the Town Council establishes the Gloucester School Department's appropriation in total only. The School Committee determines the allocation of the amount appropriated.

The cost of operation of the Town's elementary school system for fiscal year 2020 was \$9,803,460. In fiscal year ending June 30, 2020, the Town paid \$10,828,290 to the Foster-Glocester Regional School District (FGRSD). The cost of operations is based, in part, on actual enrollment of students attending FGRSD from the Town of Gloucester and the Town of Foster. A change or shift in actual enrollment from the estimate used to prepare the budget may cause an increase or decrease from the year to year budget.

The Fogarty Memorial and West Gloucester elementary schools were constructed in 1975 and 1991 respectively. There is presently a staff of 85 full and part time employees. There are 56 of whom are teachers and professional staff, 52 of which are full time. The full-time support staff consists



of 24 employees and 3 part time workers. The Gloucester average per pupil expenditure for 2019 is \$17,711 as listed by the Rhode Island Department of Education (RIDE). Transportation costs for K-12 are included in the per pupil cost.

The Ponaganset Middle School building was completed in August 2007. The Ponaganset High School South building was constructed in 1960 and the Ponaganset High School North building was constructed in 1965. Both the North and South buildings were renovated in 2010. There are presently 130 educational staff in both schools based on the latest information provided by RIDE. Per 2019 state statistics, the average per pupil expenditure amounts to approximately \$18,254. For 2019, the graduation rate is 92% based on information provided by RIDE.

The following is a summary of the actual school population trends in the Town.

<u>Year</u>	<u>Grades kindergarten through 5 Gloucester</u>	<u>Grades 6 through 12 Gloucester</u>	<u>Total student population Gloucester</u>	<u>Grades 6 through 12 Foster</u>	<u>Total population grades 6 thru 12 F-G Region</u>
<b>Enrollment</b>					
<b>2010-11</b>	<b>598</b>	<b>868</b>	<b>1,466</b>	[410]	1,278]
<b>2011-12</b>	<b>626</b>	<b>873</b>	<b>1,499</b>	[403]	1,276]
<b>2012-13</b>	<b>591</b>	<b>874</b>	<b>1,465</b>	[400]	1,274]
<b>2013-14</b>	<b>538</b>	<b>782</b>	<b>1,320</b>	[363]	1,145]
<b>2014-15</b>	<b>533</b>	<b>777</b>	<b>1,310</b>	[350]	1,127]
<b>2015-16</b>	<b>546</b>	<b>776</b>	<b>1,322</b>	[363]	1,139]
<b>2016-17</b>	<b>555</b>	<b>741</b>	<b>1,296</b>	[365]	1,106]
<b>2017-18</b>	<b>539</b>	<b>779</b>	<b>1,318</b>	[379]	1,158]
<b>2018-19</b>	<b>540</b>	<b>771</b>	<b>1,311</b>	[344]	1,115]
<b>2019-20</b>	<b>536</b>	<b>766</b>	<b>1,302</b>	[657]	1,423]

The fiscal 2021 expense appropriation for operations for Gloucester Public School is \$9,653,258. The fiscal 2021 State Aid for school operations has been budgeted at \$2,109,661.

### Town Services

In addition to its schools, the Town provides major public services, certain of which are described below:

#### *Executive and Administration*

The Town Council exercises general oversight of the Town. The Office of the Town Clerk; the Department of Finance which includes Human Resources, Tax Assessors, Tax Collectors; and the Town Solicitor provide direct assistance to the council with daily operations. The Town Clerk’s Office is responsible for all record maintenance and supervision of the probate court. During fiscal 2020, the Central Administration and Financial Administration groups expended \$1,659,463. This amount includes \$878,969 in Central Administration expense (page 128); and

\$780,494 in Financial Administration expense (page 129). Included in this total is \$92,216 to the Gloucester Land Trust. (page 128) The fiscal 2021 budget has been set at \$1,867,495.

### ***Public Safety***

**Police:** The Town Police Department is responsible for Public Safety and has a force of 15 full-time sworn officers, including the Chief, Captain, Lieutenant, 2 Sergeants and 10 police officers. The department also has 5 full- and 1 part-time Dispatchers. The Chief of Police is the Town's Public Safety Officer. The Dispatchers address police and three independent fire districts. The police station, built in 1990, provides facilities for public safety issues. During fiscal 2020, the Police Department expended \$2,385,771. For fiscal 2021, \$2,575,283 has been designated for police operations.

**Emergency Management:** The operations fall under the duties of the Chief of Police. There is a part time employee devoted to the coordination of these activities for the town. The financial commitment for fiscal 2020 was \$21,621. The fiscal 2021 budget includes \$32,595 for EMA operations, including training and recruiting a volunteer team for readiness operations if needed.

**Office of Animal Control:** The Police Department is also responsible for the Office of Animal Control which has 1 full- and 2 part-time Animal Control Officers. They are responsible for the care of animals in their custody, encouraging adoptions, and the general protection of the public against stray and wild animals. During fiscal 2020, the Animal Control Office expended \$98,371. For fiscal 2021, \$107,002 has been allocated for operations.

**Fire and Rescue:** Fire protection and rescue services in the Town of Gloucester are provided by three separate political entities created by State statute: the Harmony Fire District, the Chepachet Fire District and the West Gloucester Fire District. Each district is responsible for the acquisition and maintenance of fire equipment, facilities and stations in the respective areas served by the districts. There is one station in each of the Harmony and Chepachet districts. There are two stations in the West Gloucester district. The districts are independent of the Town of Gloucester and the Town is not directly responsible for their expenditures nor does the Town derive any income from their operations. By statute, the fire districts have separate ad valorem taxing powers on the real property situated in the area served by each district. Staff includes approximately 85 volunteers, 23 per diem EMT's, and 2 full-time employees.

**Building/Zoning Office:** The Building/Zoning Officer and 4 part-time inspectors are responsible for insuring compliance with state and local building code ordinances and laws. The budget for the Building/Zoning Office is included with the Central Administration total. In Fiscal 2020, the building and zoning department expenditures were \$200,189. For Fiscal 2021, the budget allocation for this department is \$214,320.

## *Social Services*

**Parks and Recreation:** The Town employs a part-time Recreation Director who oversees activities at (2) Town beaches, (3) parks and various other recreational locations. Housed within the parks are (2) little league fields, (2) softball fields, (4) tennis courts, (4) basketball courts, (3) playgrounds, and numerous walking trails. The Town also uses the facilities at the schools for basketball, tennis, and baseball programs. The 4<sup>th</sup> of July Ancients & Horribles parade, held in the Village of Chepachet, is a major event for the Town. This Parade is the second longest running Independence Day parade in Rhode Island celebrated for 92 consecutive years. Attendance has been upwards of 10,000 spectators. During fiscal 2020, the Recreation Department expended \$102,586. The Town made a contribution for the Independence Day parade of \$20,000 in Fiscal 2020 (page 134). For fiscal 2021, \$91,663 has been allocated for recreational activities and \$20,000 has been budgeted for the parade.

**Libraries:** There are two libraries, Glocester Manton Free Public Library and Harmony Library, which operate independently from Town government. Each library is governed by a Board of Trustees. The Glocester Manton Free Public Library offers a collection of 24,451 items and the Harmony Library offers 43,620 items. As members of Ocean State Libraries, they both provide and promote open access to a broad range of informational, educational, cultural, and recreational materials and services including access to the collections of all Rhode Island Public Libraries and 98,913 electronic materials (E-books, audio-downloadable, and video-downloadable). To further their mission, the libraries maintain membership in the Ponaganset Regional Libraries Network which was established to promote an awareness of library resources and services available to the residents of the Towns of Foster and Glocester through resource sharing and inter-library cooperation among the school and public libraries.

Total library related expenditures for fiscal 2020 were \$220,769 for Manton Free Public Library and \$255,582 for Harmony Library. The Town contributed \$169,001 to the Manton Free Public Library and \$201,767 to the Harmony Library in 2020. Glocester Manton Free Public Library received \$35,306 in State Aid and Harmony Library received \$43,152. This aid is contingent upon our libraries meeting the Minimum Standards and Regulations for Rhode Island Libraries. These funds supported the acquisition of books and materials, a portion of an authorized staff of 4 librarians (2 full- and 2 part-time) holding master's degrees in Library and Information Services and support staffs of 10 part-time employees. Both libraries serve approximately 30,000 visitors per year. Budgeted Town aid for fiscal 2021 is \$171,531 for the Manton Free Public Library and \$205,822 for the Harmony Library. Together, both libraries circulate 74,274 items per year, a per capita circulation of 7.4.

Harmony Library and Glocester Manton Free Public Library have a total of 2,632 registered borrowers. In addition, Glocester Manton Free Library offered 262 programs that were attended by 4,595 people. Harmony Library offered 257 programs that were attended by 3,867 people. Both libraries offer public use computers, hand-held devices, wireless printing, and wi-fi access. The Glocester Manton Free Public Library has 8 public-use computers, one hand-held device, wireless printing, and Wi-Fi access. Harmony Library offers 12 computers for public use and four hand-held devices. During the 2019 fiscal year, Harmony Library had 1,381 users of public computers and 3,620 wireless sessions. Glocester Manton had 2,579 users of public computers and 5,420 wireless sessions.

Human Services: The Human Services department provides transportation for Town residents to doctor offices, medical facilities, and for shopping trips for senior citizens and citizens with disabilities. It also operates a food bank and provides information assistance and emergency energy funds for residents in need. Fiscal 2020 expenditures totaled \$28,572. The Human Services department has \$37,655 budgeted for fiscal 2021.

Senior Center: Social services including a lunch-time meal-site and various daily activities and programs are provided to the Town’s seniors at our senior center building. Fiscal 2020 expenditures totaled \$157,680 (page 133). The town has \$206,691 budgeted for fiscal 2021. The senior center membership consists of Gloucester residents as well seniors from nearby towns. Neighboring Burrillville residents make up a significant number of members at the Gloucester senior center. Acknowledging the service provided to their residents, Burrillville has made a contribution towards operations since 2016. They have pledged to continue to do so in the Fiscal 2021 budget.

***Physical Resources***

Planning and Community Development: The Town Planner provides guidance on the physical development of the Town. The budget for the Town Planner is included in the Central Administration total budget. Fiscal 2019 expenditures for the Town Planner’s Office totaled \$146,132 (page 127). For fiscal 2020, \$158,935 is budgeted for the planning department.

Public Works: An authorized staff of 15 full-time and 2 part-time employee maintains 97.6 the Town’s 148.8 miles of roads [38.3 miles of the 148.8 miles are state roads] and 3 bridges, monitors the disposal operations of 2,496 tons of trash and 1,476 tons of recyclables per year, maintains the Town’s vehicles and equipment, and maintains 10 buildings. During fiscal 2020, the Department expended \$1,797,719. For fiscal 2021, \$2,081,103 has been allocated for public works.

Water and Sewer: There are no Town water or sewer systems. Homes and businesses are served by private wells and septic systems.

**Economic Conditions and Outlook**

**Population**

The table below (source: U.S. Census Bureau) shows the Town's population trends.

<u>Year</u>	<u>Population</u>	<u>Year</u>	<u>Population</u>
1930	1,693	2000	9,948
1940	2,099	2010	9,746
1950	2,682	2012	9,746
1960	3,397	2014	9,746
1970	5,160	2015	9,931
1980	7,550	2019	10,323
1990	9,227		

### Income Levels

According to the U.S. Census, the median family incomes for the Town and the State of Rhode Island were as follows for the census years listed:

Census year	Glocester			State of Rhode Island		
	Median family income	Increase from prior census	% increase from prior census	Median family income	Increase from prior census	% increase from prior census
2000	\$62,679	\$19,612	45.5%	\$52,781	\$24,439	86.2%
2010	\$86,044	\$23,365	37.3%	\$62,790	\$10,009	19.0%
2019	\$89,391	\$3,347	3.80%	\$62,843	\$53.00	0.0844%

### Housing

According to the U.S. Census, the number of dwelling units in the Town were as follows for the census years listed:

Census year	Number of dwelling units	Increase from prior census	% increase from prior census
1990	3,460		
2000	3,786	336	9.4%
2010	4,025	239	6.3%

### Employment

The census bureau provides information based on (NAICS) industry code for the Town. Based on reported information for 2017, Glocester had 266 private business and industrial firms subject to the payment of employment security taxes based on the RI Secretary of State (\*sos.ri.gov/divisions/business-portal/business-data-hub). The information provided for 2017 is from this source and the governmental census data is provided in the past may be of a different format for comparison.

Industry	<u>Number of units</u>			
	2017 *	2016	2013	2012
Agriculture, forestry, fishing & hunting	8	n/a	2	1
Construction	57	n/a	45	48
Manufacturing	10	6	4	4
Wholesale trade	6	n/a	1	1
Retail trade	26	21	19	19

Transportation & warehousing	12	9	6	5
Information	n/a	4	2	2
Finance & insurance	8	7	5	5
Real estate & rental & leasing	67	4	4	3
Professional & technical services	21	11	6	6
Management of companies & enterprises	1	n/a	1	0
Administrative support & waste management	8	7	5	4
Educational services	2	4	3	3
Health care & social assistance	8	14	9	9
Arts, entertainment, & recreation	2	5	1	1
Accommodation & food services	14	17	11	9
Other services (except Public Administration)	<u>11</u>	<u>14</u>	<u>12</u>	<u>12</u>
<b>Total</b>	<b><u>261</u></b>	<b><u>123</u></b>	<b><u>137</u></b>	<b><u>132</u></b>

### **Economic Development**

*General:* Assessed values as of December 2019 for the town are \$1,107,618,664. The net assessed value has increased by \$70,397,638 from the prior year. The state has passed legislation to phase out the motor vehicle taxed by cities and towns. The state is committed to providing cities and towns the loss in revenue. The town has received the additional state revenue during 2020 and the funds are continuing during 2021. Economic growth is assisted by The Gloucester Business Association (GBA) which meets monthly engaging in an on-going effort to promote and assist new, existing and expanding businesses. This organizational presence provides an environment conducive to attracting and maintaining business type activity in the town. The increase in assessed values for all other tax categories is a positive indicator of growth within the community.

*Factory Mutual Insurance Company:* The Town's largest taxpayer, Factory Mutual Insurance Company (FMIC), headquartered in Norwood, Massachusetts, is an engineering and research testing facility for insurance providers and general businesses. FMIC occupies a 2,500-acre site in West Gloucester. FM Global entered into a 20-year payment-in-lieu-of-taxes (PILOT) agreement with the Town. Total payments from that original agreement will amount to \$27,937,500. As part of the original agreement, FMIC paid \$1,630,500 in fiscal 2014, and \$1,671,000 in fiscal 2015. Included in the agreement was the transfer to the Town of 98 acres of land valued (at that time) at \$466,884 to be used for public purposes. The company expanded their facilities again in the summer of 2009, spending another \$45 million. The project included a new "natural hazard"

testing facility (75,000 sq. ft.) which included a 10' by 10' earthquake simulation table and other natural disaster testing equipment. A new water treatment plant was constructed which allows reuse of the water used during the testing procedures. A 17,000 sq. ft. warehouse was also constructed. The number of employees increased to 96 at that time.

The company spent another \$2 million to build an addition to the hydraulics laboratory and office space. The work was completed as of April 2013. The PILOT agreement was amended to include this addition on June 20, 2013 and will provide an additional \$781,884 in tax revenue from Phase 3 from 2013 through 2021. The additional taxes received due to Phase 3 for fiscal 2019 was \$55,902. This will increase by \$55,902 for fiscal 2020 and thereafter. During 2019, FM Global began construction on a new 23,591 square foot electrical hazard laboratory, a \$17,000,000 investment. The new structure is nearing completion, expecting to be operational in early 2020. Additional revenue for this expansion will favorably impact tax revenue in future years. The town has received a total of \$2,475,703 in fiscal 2019 and has received \$2,683,833 during fiscal 2020.

*Future Projects:* There are several projects at various stages of approval underway in Glocester. The Bella Vista project is currently underway with approval for 35 residential duplexes on 36.15 acres. Spring Grove is a 36.89-acre project with plan approval for six lots. Waterview Acres, a major residential subdivision, was recently approved for 14 single family lots in 45.8 acres. In addition, Glacier Ridge has proposed a plan to create a ten-lot business park.

Chepachet village often referred to as the center of town has undergone several recent changes. The former state police barracks has been purchased by a private developer and a liquor store was completed in the village at the end of fiscal 2019. The full value of \$745,000 will be realized during 2020. The Town of Glocester constructed a new pavilion in the center of Chepachet Village. The property was donated to the town by the Kent family with the understanding a town structure would be built there. With a \$100,000 grant provided by the State of RI DEM combined with \$50,000 of town funds, the new pavilion was built. What once had been a vision by some came to fruition during fiscal 2017. While events were limited during 2020, it is anticipated that The Glocester Business Association and other organizations will continue to plan and promote events in the future.

In August 2019, Glocester was selected to receive a grant from the National Park Service for the Historic Revitalization Subgrant Program in the amount of \$250,000. The Town was one of 9 grant recipients selected out of over 100 applications nationwide and the only municipality selected as a grant recipient for a Historic Revitalization Grant. The grant is for the historic revitalization of Chepachet Village. Selection of properties to receive these funds for rehabilitation is currently underway. The Town also received a grant for \$400,000 from the Rhode Island Department of Environmental Management for significant improvements to Glocester Memorial Park including rehabilitation and reconfiguration of the basketball courts, construction of a new playground, construction of a new bocce court, additional parking spaces, and a pedestrian connection from the park to Chepachet Village. Additionally, the Town in conjunction with Civic Moxie just completed a Chepachet Village Revitalization Plan. This plan provides an inventory including each property located in Chepachet Village, utilizes the existing data from the property assessment to identify the revitalization needs and growth potential of key properties, and develops a targeted, prioritized

five-year investment plan targeting specific properties and identifying the appropriate available or anticipated funding sources and/or innovative funding strategies to complete the rehabilitation. This plan will act as a blueprint for the continued viability and economic sustainability of Gloucester.

Recently the town has seen an influx of ground mounted solar energy systems. The primary purpose is to sell electricity back to the utility company. This use has been classified as manufacturing by the State of Rhode Island therefore exempting the solar equipment from taxation. RIGL 44-5-3 does although authorize the collection of \$5 per kilowatt of nameplate capacity for any renewable energy project. These projects need an executed interconnection agreement with the electric distribution company as of January 1, 2017 or later. The town, with the assistance of the revaluation company, is working to determine the classification for taxation purposes. Gloucester follows RIGL 44-27.1 allowing for certain exemptions when considering land use classifications determining tax rates on renewable energy production in farmlands.

### **Major Initiatives**

Standard and Poor's rating service provided an upgrade to the Town of Gloucester in August 2014. The rating on the Town's general obligation debt improved from 'AA' to 'AA+' with a stable outlook. The report stated that the upgrade reflected the Town's continued strong budgetary performance and flexibility as well as a strong liquidity position. Reserves have been maintained over the last three years. The administration continues to be committed to preserving the Town's unrestricted fund balance.

At the November 2, 2004 general election, the taxpayers approved a change to the Town Charter to include a policy of maintaining an unassigned general fund balance at 12% (minimum) of proposed operating expenditure. Fiscal 2020 provided favorable results increasing the total governmental fund balance by \$985,326 over the previous year. The unassigned fund balance at June 30, 2020 is \$6,934,643. The unassigned fund balance is 23 % of general fund expenses budgeted for fiscal year 2021. This exceeds statutory requirements.

The town completed the fifth and final year of a five-year commitment to school renovation projects. The town is eligible to receive state reimbursement of a minimum of 35% for approved school improvement projects is to be used to fund the cost of the renovations. In 2015, both the town and the school department committed \$1,500,000 towards school renovations. The fund balance assignment of \$600,000 towards the estimated \$4,000,000 capital school building improvements is included in the 2020 comprehensive financial report. The town and school have each provided an appropriation of \$300,000 for the projects during 2020. The HVAC system is the first major project to be undertaken by the school capital fund in addition to critical wireless network infrastructure improvements. Building improvements enhancing school safety is a state and district priority as projects continue. The town remains steadfast to finance the projects from existing funds rather than to incur additional debt.

Annually, the Town develops a six-year Capital Improvement Plan. This plan helps identify and serves as a blueprint for major capital projects expected to be undertaken in the next six years. This long-range planning is essential in addressing the future development and growth of the Town. The Town has continually funded its capital requirements aggressively and maintains a



pay-as-you-go funding for most of its capital needs, limiting additional borrowing requests. Budgets are prepared with a minimum of a 2% set aside devoted to capital. In the most recent past additional funds have been designated to increase the amount.

The Town remains committed to preserving recreational and open space areas. The Gloucester Land Trust (presented in the government-wide financial statements as a component unit) owns a total of 2,242 acres with an estimated value of \$8,001,800 as of June 20, 2020.

The Town remains committed to maintaining the high quality of public education, allocating approximately 78% of tax revenue to education.

The Town commissioned an actuarial study as required by the Governmental Accounting Standards Board Statement # 45 [Other Post-Employment Benefits (GASB 45)]. The study was completed by USI Consulting Group. An update was prepared July 2020. Further information regarding Other Post-Employment Benefits is provided in Note 14 on pages 66 and 67 of the financial statements. The town has implemented the new GASB statement in the 2020 report. The notes have been included.

### **Financial Information**

The Town's Comprehensive Annual Financial Report provides detailed information on the Town's current financial position. Our Management Discussion and Analysis will provide additional analysis.

### **Budgetary Control**

The legal level of budgetary control is at the fund level. The Town observes the following charter procedures in establishing the General Fund budgeting data reflected in the required supplementary information:

- The Town Council appoints a Budget Board of seven members from the qualified electors of the Town.
- Each Department, Commission, Office and Agency submits a written detailed budget to the Budget Board no later than January 2nd in each year.
- The Budget Board holds budget hearings at which the various Departments, Commissions, Offices and Agencies justify their requests.
- The Budget Board submits to the Town Council, no later than the third Thursday in March, its recommendations regarding all requests for appropriations together with revenue estimates to generate the projected tax levy required to support the budget recommendation.
- The Town Council reviews recommendations of Budget Board and makes such changes as it deems appropriate.
- The Town Council holds a Public Hearing (at which taxpayers are given an opportunity to comment on the budget) on its preliminary recommended budget at least 21 days prior to the All-day referendum. The voters have the authority to approve or reject the budget questions.

- The Town Council, by affirmative vote of the majority, adopts the recommended budget for the ballot for the all-day referendum in May of each year.
- The final Budget must be approved by the voters. A Tax Levy is set by resolution by the Town Council based on the vote of the people.

Progress against both the expense and revenue operating budgets is tracked using budget-vs.-actual comparison reports. The general ledger tracks expenditures and revenues, comparing them to budgeted amounts. The comparison report calculates the amount of appropriation remaining. The Treasurer's Office monitors both spending and revenues issuing monthly reports for departments to assist them in budget management. Summary monthly reports are provided to the town council the second meeting of the following month's end. The Town's Budget Board reviews the progress against the budget quarterly and sends a report regarding its findings to the Town Council.

### **Reserves and Fund Balance**

The Town adopted a Fund Balance Policy on June 16, 2011 to comply with GASB Statement No. 54 which required new categories for fund balance. The categories are non-spendable, restricted, assigned and unassigned which are more fully described in Note 1 of the financial statements. The policy authorizes and directs the Department of Finance to prepare financial reports which accurately categorize the assigned fund balance Reserves of the unassigned fund balance continue to exceed the statutory 12% of the subsequent year's budget amount.

### **Cash Management**

Cash requirements are strictly monitored, and excess cash is invested in appropriate short-term instruments. These investments are intended to maximize investment earnings, while maintaining an appropriate level of security and liquidity.

### **Risk Management**

The Town is a member of the Rhode Island Interlocal Risk Management Trust. This organization was established as a public entity risk pool to provide insurance coverage to local municipalities. The Town of Gloucester maintains insurance coverage for property, general liability, public officials' liability, auto liability, workers compensation, and medical and dental coverage. General liability and public officials' liability coverage is \$5,000,000. Further information is provided in Note 18 on page 88 and Note 21 on page 90 of the financial statements.

### **Debt Administration**

The ratios of net debt service to budget, net bonded debt to total assessed (property) valuation and net bonded debt per capita provide useful information when evaluating the Town's financial position. These indicators were as follows on June 30, 2017, June 30, 2018, June 30, 2019 and June 30, 2020:

Net Direct	Ratio of Bonded Debt		Debt per
	<u>Bonded Debt</u>	<u>to Assessed Value</u>	<u>Capita</u>
June 30, 2017	\$1,825,000	0.17%	\$181.86
June 30, 2018	\$1,620,000	0.16%	\$161.43
June 30, 2019	\$1,405,000	0.14%	\$137.61
June 30, 2020	\$1,250,000	0.12%	\$121.09

(Please see statistical schedules 5, 9, 12 and 14 for additional information)

### **Independent Audit**

Per the Town of Glocester Charter, and the General Laws of the State of Rhode Island, an independent audit of the Town's financial statements and operations has been completed by the firm of Baxter Dansereau & Associates, LLP. Their opinion is included within this document.

### **Reporting Achievement**

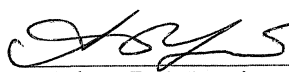
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Glocester for its comprehensive annual financial reports for the fiscal year ended June 30, 2019. This was the thirteenth consecutive year that the Town has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.


A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

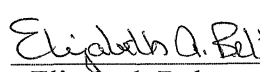
### **Acknowledgment**

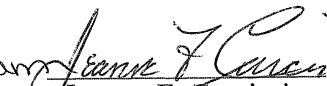
The preparation of this Comprehensive Annual Financial Report would not have been possible without the efficient and dedicated efforts of the staff of the Department of Finance and all of the employees of the Town of Glocester. Their initiative, enthusiasm and proficiency are greatly appreciated. Special thanks to Council President George M. Steere and the members of the Town Council for their support in maintaining the highest standards of professionalism in the management of the finances of the Town of Glocester.

Respectfully submitted,

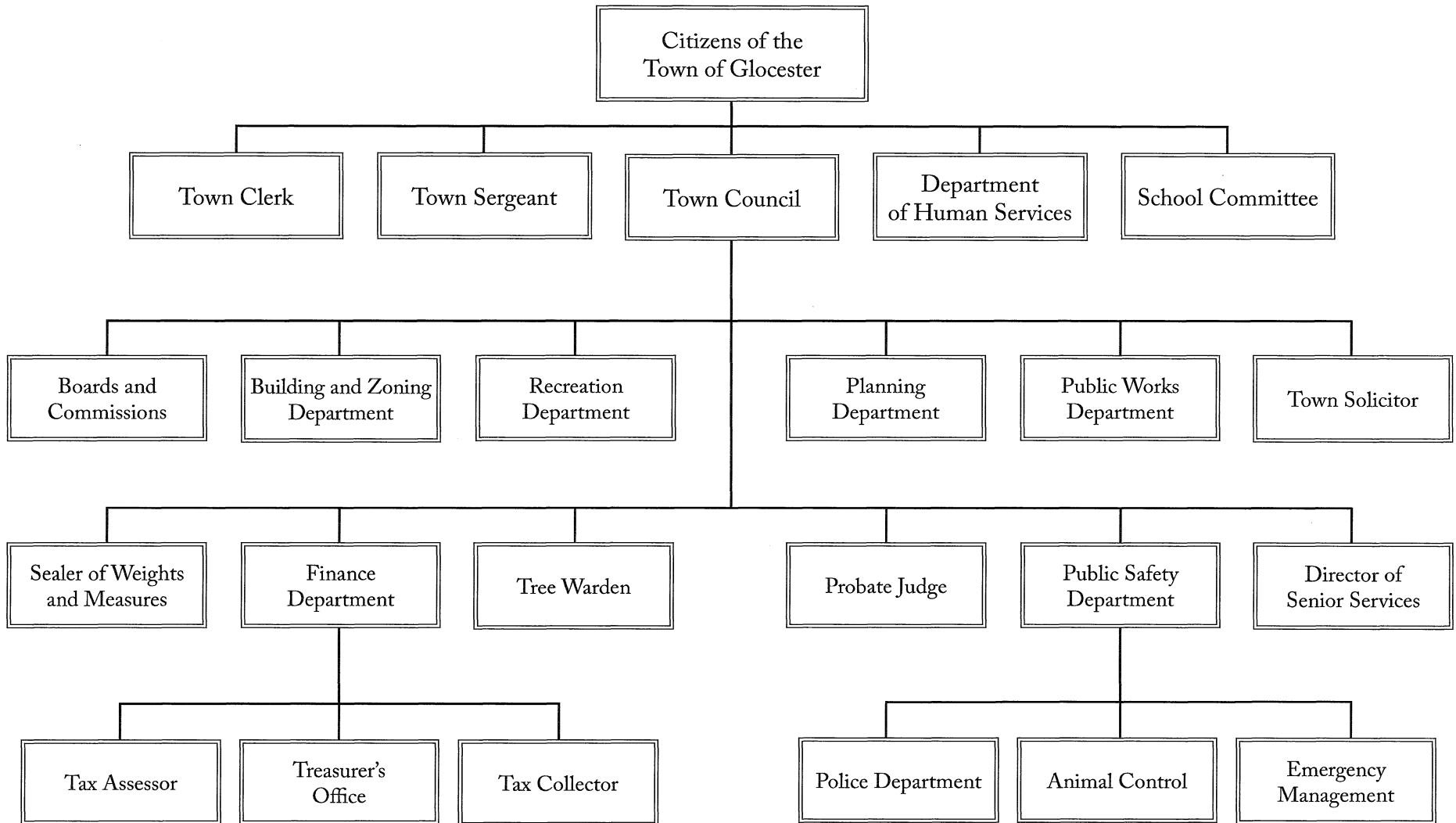
  
Adam R. Muccino  
Director of Finance

  
Kathy Sorensen  
Senior Clerk

  
Elizabeth Beltram  
Senior Accountant

  
Jeanne F. Carcieri  
Senior Clerk

# Town of Gloucester, Rhode Island Organization Chart



# **TOWN OF GLOCESTER, RHODE ISLAND**

**AS OF JUNE 30, 2020**

## **TOWN COUNCIL**

George O. Steere, Jr., President  
Walter M. O. Steere, III, Vice-President  
William E. Reichert  
Patricia Jean Henry  
Julian P. Forgue

## **DIRECTOR OF FINANCE**

Adam Muccino



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Town of Glocester  
Rhode Island**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

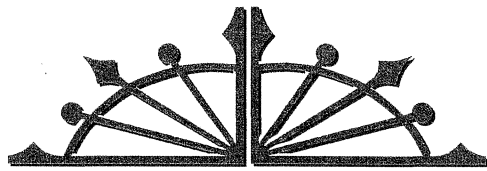
*Christopher P. Morill*

Executive Director/CEO

## **FINANCIAL SECTION**

This Section Contains the Following Subsections:

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



**BAXTER DANSEREAU & ASSOCIATES, LLP**

Accounting, Consulting & Tax Services

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*Partners*

William J. Baxter, Jr., CPA

Paul L. Dansereau, CPA

***INDEPENDENT AUDITOR'S REPORT***

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

***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Glocester, Rhode Island (Town) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

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

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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



## *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Town of Glocester, 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.

## *Other Matters*

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-19 and 92-95 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Glocester, Rhode Island's basic financial statements. The introductory section, combining nonmajor fund financial statements, other supplementary information, the Annual Supplemental Transparency Report, MTP2 and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements, other supplementary information and the Annual Supplemental Transparency Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements, the other supplementary information and the Annual Supplemental Transparency Report, MTP2 are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 28, 2021, on our consideration of the Town of Glocester, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Glocester, Rhode Island's internal control over financial reporting and compliance.



Baxter Dansereau & Associates, LLP

West Warwick, Rhode Island

January 28, 2021

## **Management's Discussion and Analysis**

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2020**  
**(Un-audited)**

Management of the Town of Glocester provides this Management's Discussion and Analysis of the Town of Glocester's Annual Financial Report for the readers of the Town's financial statements. This narrative overview and analysis of the financial statements of the Town of Glocester is for the fiscal year ended June 30, 2020. We encourage readers to consider this information in conjunction with the Town's financial statements that follow.

**Financial Highlights**

- In fiscal year 2020, the Town's General Fund's revenues and other financing sources of funds exceeded expenditures and other uses of funds by \$437,021. The School Unrestricted expenditures and other financing uses exceeded revenues and other financing sources by \$710,180 during fiscal ended June 30, 2020.
- As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$16,187,404. The general fund unassigned fund balance of \$6,559,643 represents 41% of this total.
- On a government-wide basis, the assets and deferred outflows of the governmental activities exceeded its liabilities and deferred inflows at June 30, 2020 by \$22,287,849.
- There was a decrease in net position of \$22,772 in the governmental activities. This was mostly due to increases in pension cost and changes in deferred outflows. The net position of the Town's component unit decreased by \$902 to \$7,643,367. The net position of business type activities decreased by \$50,446 to a cumulative deficit of \$2,748.
- The Town's Government-wide operating expenses were \$30,782,068. This was a \$979,372 increase from the prior year. The changes are due to the focus of long-term economic conditions that are included in the statement. These changes are illustrated in note 10 of the notes to financial statements found on page 53.

**Overview of the Financial Statements**

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

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2020**  
**(Un-audited)**

In addition to the basic financial statements, this report also contains other supplementary information and a statistical section. The statistical provides comparisons of selected information for the last 10 fiscal years. The Town's basic financial statements and other supplementary financial information provide information about all of the Town's activities. They provide both a short-term and a long-term view of the Town's financial health as well as information about activities for which the Town acts solely as a trustee for the benefit of those outside of the Town's government.

**Government-wide financial statements** - are designed to provide readers with a broad overview of the Town's finances in a manner similar to that of private-sector businesses. All of the resources the Town has at its disposal are shown, including major assets such as buildings and infrastructure. The statement of net position includes all of the government's assets, deferred outflows of resources, liabilities and deferred inflow of resources. A thorough accounting of the cost of government is rendered because the statements present all costs, regardless of when cash is received or paid. They provide both long-term and short-term information about the Town's overall financial status. They are presented on the accrual basis of accounting where revenues and expenditures are recognized in the period they occur as opposed to the period in which they are collected or paid.

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

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

The *Statement of Activities* distinguishes functions of the Town which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all, or a significant portion, of their costs through user fees and charges (business-type activities). The Town's governmental activities include general government and administration, public safety, public works, education, social services and recreational services. The Town's one component unit is the Gloucester Land Trust. The Gloucester Schools lunch program is the Town's only business type activity.

The government-wide financial statements are reported on pages 20 through 21.

**Fund financial statements** – A *fund* is a grouping and self-balancing set 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. With the exception of the School Lunch Fund, which is a proprietary fund, all of the funds of the Town are governmental funds.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2020**  
**(Un-audited)**

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

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

Information is presented separately in the *Governmental Fund Balance Sheet* and in the *Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances* for the General Fund, the School Unrestricted Special Revenue Fund, and the Capital Reserve Fund, which are considered major funds. Data from all 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 on pages 102 through 119 in this report. The individual funds within the component unit have been summarized into the data presented.

**Proprietary Funds** – The Town charges customers for services it provides, whether to outside customers or to other units within the Town. These services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The School Lunch Fund is the Town's sole proprietary fund.

**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 statements because resources of those funds are *not* available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

**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 found on pages 30 through 91.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2020**  
**(Un-audited)**

**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 92 through 101.

**Government-wide Financial Analysis**

The Town adopted the provisions of Governmental Accounting Standards Board Statement No. 34 – *Basic financial statements and management's discussion and analysis for State and Local Governments* as of July 1, 2001, one year ahead of the required deadline and four years ahead of the deadline for reporting major general infrastructure assets. The decision to choose early implementation also included financial information regarding our component unit the Gloucester Land Trust. Comparative data for the current and prior years is presented on the following pages in this report.

**Analysis of the Town of Gloucester's Net Position**

The Town's net position may be a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. On a government-wide basis, the assets and deferred outflows of the Towns governmental activities exceeded its liabilities and deferred inflows at June 30, 2020 by \$22,287,849 a decrease of \$22,772 or .15% from the prior year. The most significant changes were due to increases in pension cost, depreciation expense and changes in deferred outflows of resources.

*Current assets* increased by \$339,344 or 2%, from 2019.

*Net Capital assets* increased by \$315,591 due to annual additions being more than depreciation costs.

*Other liabilities* increased by \$185,871 or 1.6% from 2019.

*Long-term liabilities* in the current year decreased by \$201,649 from 2019. This was due mostly to the decreases in bonds payable and reductions in pension related liabilities. See note 9 to the financial statements for additional detail.

*Net investment in capital assets* increased from the prior year by \$470,591.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2020**  
**(Un-audited)**

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

*Town of Gloucester*  
*Net Position*

	<i>June 30, 2019</i>				<i>June 30, 2020</i>			
	Govern- mental Activities	Business Type Activities	Total	Component Unit	Govern- mental Activities	Business Type Activities	Total	Component Unit
Current and Other Assets	\$ 18,563,177	\$ 47,698	\$ 18,610,875	433,684	\$ 19,136,140	\$ (2,748)	\$ 19,133,392	\$ 423,682
Capital assets	18,319,197	-	18,319,197	7,213,538	18,634,788	-	18,634,788	7,228,191
Total Assets	<u>36,882,374</u>	<u>47,698</u>	<u>36,930,072</u>	<u>7,647,222</u>	<u>37,770,928</u>	<u>(2,748)</u>	<u>37,768,180</u>	<u>7,651,873</u>
Deferred Outflow of Resources	4,126,881	-	4,126,881	-	3,340,936	-	3,340,936	-
Other Liabilities	1,151,969	-	1,151,969	2,953	1,337,840	-	1,337,840	8,506
Long-Term Liabilities	15,614,886	-	15,614,886	-	15,413,237	-	15,413,237	-
Total Liabilities	<u>16,766,855</u>	<u>-</u>	<u>16,766,855</u>	<u>2,953</u>	<u>16,751,077</u>	<u>-</u>	<u>16,751,077</u>	<u>8,506</u>
Deferred inflow of Resources	1,931,779	-	1,931,779	-	2,072,938	-	2,072,938	-
Net Position:								
Net investment in capital assets	16,914,197	-	16,914,197	7,213,538	17,384,788	-	17,384,788	7,228,191
Restricted	2,371,088	-	2,371,088	-	3,291,089	-	3,291,089	-
Unrestricted	3,025,336	47,698	3,073,034	430,731	1,611,972	(2,748)	1,609,224	415,176
Total Net Position	<u>\$ 22,310,621</u>	<u>\$ 47,698</u>	<u>\$ 22,358,319</u>	<u>\$ 7,644,269</u>	<u>\$ 22,287,849</u>	<u>\$ (2,748)</u>	<u>\$ 22,285,101</u>	<u>\$ 7,643,367</u>

The largest portion, \$17,384,788 or 78%, of the Town's net position consists of its investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure, less any outstanding debt used to acquire these assets. The Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's investment in its capital assets are 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.



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An additional portion \$3,279,523 of the Town's net position represents resources that are subject to external restriction on how they may be used. The remaining balance of the Town's unrestricted net position may be used to meet the government's ongoing obligations to its citizens and creditors.

As of June 30, 2020, the Town of Gloucester reports positive balances in all three categories of Net Position for the government as a whole.

**Analysis of the Town of Gloucester's Operations**

The following analysis provides a summary of the Town's operations for the year ended June 30, 2020.

Governmental activities decreased the net position by \$22,772 in the current period.

Business type activities decreased by \$50,446. This is the school food service program.

The Town's component unit activities decreased by \$902. The Gloucester Land Trust is the sole component unit for the Town of Gloucester.

*Total revenues of the governmental activities* saw an increase of \$1,191,342 from 2019.

*Operating Grants and Contributions* were \$221,866 more than 2019.

*Total expenses* of the governmental activities increased by \$974,478 from 2019.

- *Business type activities*, the School Lunch program, net position decreased by \$50,446 due to operations.
- The town's *component unit*, The Gloucester Land Trust, net position increased by \$902.

The schedule on the following page represents comparative activity for the changes in net position.

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*Town of Gloucester, Rhode Island*  
*Change in Net Position*

	June 30, 2019				June 30, 2020			
	Govern- mental Activities	Business Type Activities	Total	Component Unit	Govern- mental Activities	Business Type Activities	Total	Component Unit
<i>Revenues</i>								
<i>Program revenues</i>								
Charges for services	\$ 628,861	\$ 105,080	\$ 733,941	\$ -	\$ 664,185	\$ 52,598	\$ 716,783	\$ -
Operating grants	4,237,638	46,065	4,283,703	85,664	4,471,070	31,237	4,502,307	92,316
Capital grants	302,473	-	302,473	-	161,774	-	161,774	-
<i>General Revenues</i>								
Property taxes	24,055,522	-	24,055,522	-	24,777,714	-	24,777,714	-
Investment earnings	146,803	-	146,803	8	164,141	-	164,141	3
Gain (loss)	62,376	-	62,376	-	386,131	-	386,131	-
Total revenues	<u>29,433,673</u>	<u>151,145</u>	<u>29,584,818</u>	<u>85,672</u>	<u>30,625,015</u>	<u>83,835</u>	<u>30,708,850</u>	<u>92,319</u>
<i>Expenses</i>								
Administration	1,336,195	-	1,336,195	-	1,537,816	-	1,537,816	-
Finance	736,814	-	736,814	-	940,712	-	940,712	-
Public Safety	2,561,902	-	2,561,902	-	2,468,866	-	2,468,866	-
Public Works	2,517,830	-	2,517,830	-	2,411,683	-	2,411,683	-
Recreation and senior center	579,415	-	579,415	-	430,246	-	430,246	-
Social Services	232,505	-	232,505	-	467,376	-	467,376	-
Operational expenses	505,481	-	505,481	-	511,142	-	511,142	-
Aid Requests	368,380	-	368,380	-	380,918	-	380,918	-
Education	20,745,428	-	20,745,428	-	21,443,761	-	21,443,761	-
Interest	65,339	-	65,339	-	55,267	-	55,267	-
School Lunch Program	-	153,407	153,407	-	-	134,281	134,281	-
Gloucester Land Trust	-	-	-	89,466	-	-	-	93,221
Total expenses	<u>29,649,289</u>	<u>153,407</u>	<u>29,802,696</u>	<u>89,466</u>	<u>30,647,787</u>	<u>134,281</u>	<u>30,782,068</u>	<u>93,221</u>
Change in net position	(215,616)	(2,262)	(217,878)	(3,794)	(22,772)	(50,446)	(73,218)	(902)
Net position beginning	22,526,237	49,960	22,576,197	7,648,063	22,310,621	47,698	22,358,319	7,644,269
Net position ending	<u>\$ 22,310,621</u>	<u>\$ 47,698</u>	<u>\$ 22,358,319</u>	<u>\$ 7,644,269</u>	<u>\$ 22,287,849</u>	<u>\$ (2,748)</u>	<u>\$ 22,285,101</u>	<u>\$ 7,643,367</u>

**TOWN OF GLOCESTER, RHODE ISLAND**  
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**Financial Analysis of the Town of Gloucester's Funds**

**Governmental Funds**

The Town implemented the provisions of Governmental Accounting Standards Board Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54) in fiscal year 2012. GASB 54 establishes criteria for classifying fund balances into specifically defined classifications and clarifies the definitions for governmental funds. GASB 54 defines the following five categories of fund balance:

Nonspendable – items that cannot be spent because they are not in a spendable form or legally or contractually required to be maintained intact..

Restricted – items that are restricted by external parties or imposed by grants, laws or legislation.

Committed – items that have been committed by formal action by the entity's highest level of decision-making authority.

Assigned – items that have been allocated by committee action where the government's intent is to use the funds for a specific purpose.

Unassigned – items that have no restrictions placed on them.

The focus of the Town of Gloucester'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. The Fund Balance section of the Balance Sheet for Governmental Funds is presented in the format required by GASB Statement 54.

**General Fund**

The total fund balance has increased by \$437,021. The category breakdown of the fund balance is listed below.

Committed

- *Education*: The town has committed \$380,000 for an anticipated loss of local state education aid for Gloucester Public Schools (GPS). The town has committed \$215,000 towards future proration increases for the regional school department costs for Gloucester students. The formula used to determine district costs to Gloucester and Foster has caused fluctuations in local appropriations from year to year.
- *Capital Projects*: The Town has committed \$300,000 towards school building renovations and improvements in fiscal year 2020.

**TOWN OF GLOCESTER, RHODE ISLAND**  
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Assigned

- *Administration:* The assignment for Revaluation Reserve decreased by \$32,471 from \$274,266 in 2019 to \$241,795 in 2020 and the Professional services/Comprehensive Plan reserves decreased by \$988 from \$32,614 in 2019 to \$31,626 in 2020. Future technology decreased by \$6,312 to \$192,610 from \$198,922 in 2019. No change in the assignment of \$1,008 for Tree Planting from 2019 to 2020.
- *Public safety:* The assignment for Radio Equipment remains at \$71,657. The assignment for Police Equipment Maintenance remains at \$47,362 for 2020. An assignment of \$43,000 for mobile radios and \$36,800 for portable radios is to plan for future technology upgrades for public safety. The Town self-insures for damage to police equipment and maintenance on radio towers.
- *Public Works:* The assignment for Storm Related Services remains at \$242,896 for the fiscal year ended June 30, 2020.
- *Recreation:* The assignment for Senior Center Dues decreased by \$1,178 from \$1,826 in 2019 to \$648 in 2020. Amounts are to supplement activities and events at the Senior Center
- *Matching state grant funds:* The \$50,000 reserve for grant matches remains unchanged.
- *2021 Budget:* The town has assigned \$200,000 of its fund balance for the 2021 budget.
- *Contractual obligations:* The assignment for Accrued Compensated Absences decreased by \$42,611 from \$420,853 in 2019 to \$378,242 in 2020. The assignment for OPEB obligations increased by 5 to 228,830 in 2020 from 228,825 in 2019.
- *Employee benefits:* The amount assigned for Health Insurance remained the same at \$387,477 in 2020. This amount is to smooth fluctuations of health insurance costs. Working rates are derived through the RI Interlocal Risk Management Trust operating a self-insurance health program for the Town of Gloucester.
- *Education:* The Town assigned \$300,000 for school building renovations and improvements. This is for the remaining two years of a five-year project funded by the school and the town with funds set aside. These projects have preliminary approval from the Rhode Island Department of Education for reimbursement from school housing aid funds for at least 35% of the costs. Total cost estimates are \$4,200,000. The school will assign the remaining balance from their cumulative fund balance towards the plan as well. The voters passed the fiscal 2020 budget committing an \$300,000 on the town side and the school side towards the plan.

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Unassigned

The General Fund Unassigned fund balance in 2020 is \$6,559,643. This is an increase of \$610,326 from the unassigned fund balance of \$5,949,317 in 2019. The unassigned fund balance is 21% of the fiscal 2021 budget.

**School Unrestricted**

Non-spendable

- *Health benefits:* The school department is self-insured for the health care benefits it provides for its employees. This amount of \$ 1,058,142 represents the excess reserves it has as of the fiscal year ended June 30, 2020 with WB Community Health.

Restricted

- *Education:* This amount increased by \$787,793 from \$362,164 in 2019 to \$1,149,957 in 2020. Restricted funds are for educational use only and the reduction is due to use of the restricted for operations in 2020.

Assigned

- *Contractual obligations:* The assigned amount of \$150,929 remains unchanged from 2019 to 2020.
- *Employee benefits:* The assigned amount for benefits is for school employee's pay-out, if eligible, when they leave employment. This year the amount was reduced to 0.00 from \$324,326 for 2020.
- *Medicaid expenditures:* This amount decreased by \$150,333 to 0.00 in FY20.
- *Education:* The \$1,149,957 amount is for operational expenditures for fiscal 2021. The \$600,000 balance in Capital Expenitures is for the capital costs of school building improvements and renovations for years four (2020) and five (2021). This commitment was made by the town and the school over a five-year period.

**Capital Reserve Fund**

Committed

*Capital projects:* This restricted fund balance increased by \$218,521 from \$925,449 in 2019 to \$1,143,970 in 2020.

**TOWN OF GLOCESTER, RHODE ISLAND**  
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**Other Governmental Funds**

Non-Spendable

*Perpetual care:* The amount of non-spendable reserves remained the same at \$3,100 for the fiscal year ended 2020.

Restricted

- *Administration:* The total administration has increase to \$29,096 in 2020. This is an increase of \$3,455 from the amount of \$25,641 in 2019. The historic records make up the majority of the administration group.
- *Public safety:* The amount restricted in *Public safety* is \$14,365 for 2020. This is an increase of \$2,779 from 2019. The MEDS/EMA program, the animal shelter, DARE, and the Bramley funds make up the balance.
- *Recreation:* The restricted amount decreased by \$9,414 from the amount in 2019. The total restricted portion of the recreation category is \$84,235 for 2020.
- *Social Services:* The social service restricted amount for 2020 is \$527,244. This is an increase of \$61,427 from 2019. The change is most notably due to a \$46,341 increase in the CDBG program for retired loan repayments.
- *Education:* This restricted fund balance for 2020 is \$31,037. This represents a decrease of \$3,649 from \$34,686 in 2019. The change is largely due to the use of a private grant from Intel during 2020.
- *Capital Projects:* This restricted fund balance increased by \$77,608 from 2019 to \$1,442,962 in 2020. Capital improvements are reported in this category. The change is largely due to the progress of roads and school projects.
- *Perpetual Care:* This restricted amount is \$9,093 in 2020. This is to maintain cemetery property.

**TOWN OF GLOCESTER, RHODE ISLAND**  
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*Town of Gloucester*  
*Fund Balances*

	<u>June 30, 2019</u>	<u>June 30, 2020</u>	
	Total Governmental Funds	Total Governmental Funds	Increase (Decrease)
Nonspendable	1,323,287	1,066,492	(256,795)
Restricted	2,367,988	3,287,989	920,001
Committed	2,095,449	2,413,970	318,521
Assigned	4,419,363	2,904,880	(1,514,483)
Unassigned	5,946,738	6,514,073	567,335
<b>Total</b>	<u><u>16,152,825</u></u>	<u><u>16,187,404</u></u>	<u><u>34,579</u></u>

**General Fund Budgetary Highlights**

**Revenues**

*Total revenues* reported in 2020 were more than budgeted amounts by \$714,721 or 2.75 %.

*General Property Taxes* collected exceeded budget by \$355,725 or 1.46%. Included in taxes collected was \$2,681,832 from Factory Mutual Insurance Company from a payment-in-lieu-of-taxes (PILOT) agreement, which commenced in 2003.

Revenues from *licenses, fees and fines* were \$505,745 or \$165,345 over the budget amount. This is primarily due to favorable revenue from building permits and realty tax collections

*Interest and investment income* was greater than budget by \$49,399 due to additional revenue from interest on taxes.

**Expenditures**

*Total expenditures and other financing uses* in the Town's General Fund were less than the amount budgeted by \$1,215,576. Other Expense savings made up the most significant savings in each area. These include savings in *central administration* of \$75,042; *financial administration* savings of \$52,198; *public safety* net savings of \$135,044; *public works* net savings of \$265,488; *recreation* \$27,567; *human services* of \$6,243; *other operational expenditures* savings of \$57,811.

**TOWN OF GLOCESTER, RHODE ISLAND**  
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**The Town of Gloucester's Capital Assets**

The Town of Gloucester's investment in capital assets for its governmental activities amounts to \$18,634,788 net of accumulated depreciation at June 30, 2020. Included are land, buildings and improvements, construction in progress, motor vehicles, furniture, machinery and equipment, and infrastructure.

Additional information on the Town of Gloucester's capital assets is located in notes 6 & 7 on pages 46 through 47 of the notes to the financial statements.

*Town of Gloucester*  
**Capital Assets (Net of Accumulated Depreciation)**

	June 30, 2019		June 30, 2020	
	Govern- mental Activities	Component Unit	Govern- mental Activities	Component Unit
Land	\$ 2,022,814	\$ 7,120,112	\$ 2,022,814	\$ 7,120,112
Historical Building	-	93,426	-	93,426
Land Improvements	1,296,998	-	1,226,472	-
Buildings & Improvements	11,288,509	-	11,792,698	-
Motor Vehicles	636,558	-	563,937	-
Office Furniture/Equipment	41,094	-	60,682	-
Machinery & Equipment	408,982	-	395,202	14,653
Infrastructure	2,624,242	-	2,572,983	-
Total	\$ 18,319,197	\$ 7,213,538	\$ 18,634,788	\$ 7,228,191

The \$70,526 decrease in *Land Improvements* was due to depreciation.

The \$504,189 increase in *Buildings & Improvements* was due building renovations.

The \$72,621 decrease in *Motor Vehicles* was due to depreciation expense being greater than vehicle additions.

The \$19,588 increase in *Office Furniture/Equipment* was additions being greater than depreciation costs.



**TOWN OF GLOCESTER, RHODE ISLAND**  
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The \$13,780 decrease in *Machinery & Equipment* was the due depreciation expense being greater than purchases.

The \$51,259 decrease in *Infrastructure* was due to the road paving costs as compared to depreciation.

***The Town of Gloucester's Debt Administration***

The Town did not issue any new bonded debt in 2020. The Town made payments on debt principal of \$155,000. The outstanding General Obligation debt decreased to a total of \$1,250,000 at June 30, 2020. All outstanding debt is backed by the full faith and credit of the government, including the Town's power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt was approved by a vote of the citizens.

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

***Town of Gloucester***  
***Outstanding Debt***  
***General Obligation Debt***

	<i>June 30, 2019</i>	<i>June 30, 2020</i>
	Govern- mental Activities	Govern- mental Activities
Senior Center	1,125,000	1,005,000
Fogarty Elementary School Roof	280,000	245,000
Totals	\$ 1,405,000	\$ 1,250,000

Standard & Poor's has rated the Town's general obligation debt at AA+' with a stable outlook. Standard & Poor has noted strong budgetary performance and flexibility, a strong liquidity position, low overall debt, and strong management practices of maintaining a minimum 12% fund balance reserve as factors contributing to the upgrade.

Except as provided below, under Section 45-12-2 of the General Laws of Rhode Island, the Town may not, without special statutory authorization, incur any debt, which would increase its aggregate indebtedness not otherwise excepted by law to an amount greater than 3% of the taxable property of the Town. Deducted from the computation of aggregated indebtedness is the amount of any borrowing in anticipation of taxes authorized by law and the amount of any sinking funds maintained by the Town. The 3% debt limit of the Town for 2020 was \$31,116,631 [based on the net assessed valuation at December 31, 2018 of \$1,037,221,027]. As of June 30, 2020, the Town had \$1,250,000 in outstanding bonds and notes issued within the 3% debt limit leaving a borrowing capacity of \$29,866,631.

**TOWN OF GLOCESTER, RHODE ISLAND**  
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The State legislature may, by special act, permit the Town to incur indebtedness outside the limitations imposed by the 3% debt limit. Special legislation adopted by the Legislature authorizing the Town to incur debt is subject to referendum by the electors of the Town. As of June 30, 2020, the town has no outstanding debt outside the 3% debt limit.

In addition to debt authorized within the 3% debt limit and debt authorized by special act of the Legislature, Rhode Island General Law 45-12-11 authorizes the Rhode Island State Director of Administration, upon petition by a municipality, to authorize such municipality to incur indebtedness in excess of the 3% debt limit whenever the Director shall determine that the sums appropriated by the municipality or its funds available are insufficient to pay the necessary expenses of the municipality. The Town has never requested the State Director of Administration to authorize indebtedness of the Town under section 45-12-11.

Under Rhode Island law, the Town may borrow in each fiscal year in anticipation of the receipt of the proceeds of the property tax due in such fiscal year, an amount that shall not exceed the total tax levy of the then current fiscal year. Tax Anticipation Notes must be payable not later than one year from the date of issuance. The Town has not issued Tax Anticipation Notes since fiscal year 1999.

Additional information on the Town of Glocester's long-term debt can be found in footnote 8 of the financial statements on pages 48-49.

**Economic Factors and Next Year's Budgets and Rates**

- Unemployment rates for 2020 are listed below : ([www.census.gov](http://www.census.gov)) ([www.dlt.ri.gov](http://www.dlt.ri.gov))

<u>6/30/2017</u>	<u>6/30/2018</u>	<u>6/30/2019</u>	<u>6/30/2020</u>	
3.2%	3.0%	3.6%	7.7%	Town of Glocester
4.2%	4.3%	3.6%	12.6%	State of Rhode Island
4.4%	4.4%	3.7%	11.1%	United States

- Below are the rates of inflation taken from the Consumer Price Index, Bureau of Labor Statistics Data:

<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>	<u>6/30/2019</u>	
.7%	1.5%	1.6%	1.3%	Northeast Urban area
1.0%	1.6 %	2.9%	1.6%	United States

- The estimated median household income for Glocester is \$89,391 compared to the State's median income of \$62,843 for the 2019 period. ([www.dlt.ri.gov](http://www.dlt.ri.gov))
- The median house or condo value in 2017 is \$280,581 for Glocester. This compares to the state median value of \$257,800 for the same period. ([www.city-data.com](http://www.city-data.com))
- Glocester ranks 30th in population among Rhode Island's 39 cities and towns. The listed population is 10,323 ([www.census.gov](http://www.census.gov)).

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Management's Discussion and Analysis**  
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The Town's total general fund budget for fiscal year 2021 amounts to \$30,742,121. The portion for education is \$18,408,943 or 60%, and \$12,333,178 or 40%, for general fund activities.

- The unassigned fund balance in the general fund increased in 2020 due to positive operating results. The unassigned fund balance is 21% of proposed expenditures for 2021, which is above the 12% minimum required by the Town Charter.
- Since December 2000, per Rhode Island General Law 44-5-11.6, municipalities in Rhode Island are required to perform full revaluations on all "ratable" property every nine years and statistical revaluations every three years for the years in-between. A full revaluation was performed as of December 31, 2019, for the 2020 tax roll which affected fiscal year 2021.
- Net assessed values for fiscal year 2021 are \$1,107,618,664 an increase of \$70,397,638 over 2020. In fiscal year 2020, the total assessed values were \$1,037,221,027. General state revenue sharing is to supplement cities and towns for the "lost" tax revenue for motor vehicles as a mandated reduction in value has been applied to vehicles. The change in assessed value for all other tax categories is an increase of \$3,109,733 from 2019 to 2020.
- The State of Rhode Island has a 4% tax cap for all municipalities. Gloucester's tax rate was below the allowable rate cap increase. The decrease for 2020 is 10.86%. The Town's tax rates for 2019, 2020 and 2021 are listed below. The tax on *Motor vehicles* has been frozen by the State of Rhode Island at \$24.37. Rates are per \$1,000 of valuation.

Tax Rates

	<u>Fiscal</u> <u>2018-19</u>	<u>Fiscal</u> <u>2019-20</u>	<u>Fiscal</u> <u>2020-21</u>	<u>Change</u> <u>from prior year</u>
Residential	\$20.00	\$20.44	\$18.22	\$(2.22)
Commercial	24.00	24.53	21.86	(2.67)
Motor vehicle	24.37	24.37	24.37	-
Tangible	40.00	40.88	36.44	(4.44)

**Request for Information**

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the Town's finances and to show the Town's accountability for the tax dollars received. If you have questions about this report or need additional financial information, please send your inquiries to the Finance Office, Town of Gloucester, 1145 Putnam Pike, PO Drawer B, Chepachet, RI 02814, call (401) 568-6206, extension 5, or visit the Town of Gloucester website at [www.glocesterri.org](http://www.glocesterri.org).

Adam Muccino,  
Finance Director

## **BASIC FINANCIAL STATEMENTS**

Government-Wide Financial Statements

*Fund Financial Statements*

Governmental Funds

Proprietary Funds

Fiduciary Funds

## **Government-Wide Financial Statements**

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Net Position**  
**June 30, 2020**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Glocester Land Trust
<b>ASSETS</b>				
Cash and cash equivalents	\$ 15,274,437	\$ 921	\$ 15,275,358	\$ 403,742
<b>Accounts receivable:</b>				
Taxes receivable - net	788,824	-	788,824	-
Loans receivables	623,910	-	623,910	-
Due from other governments	700	-	700	-
Other receivables	414,414	-	414,414	-
Prepays	5,250	-	5,250	-
Internal balances	3,669	(3,669)	-	-
Other Assets - net	1,058,142	-	1,058,142	19,940
<b>Capital assets:</b>				
Property, plant and equipment - net	16,611,974	-	16,611,974	14,653
Non-depreciable	2,022,814	-	2,022,814	7,213,538
<b>Total capital assets</b>	18,634,788	-	18,634,788	7,228,191
Net pension asset	966,794	-	966,794	-
<b>TOTAL ASSETS</b>	37,770,928	(2,748)	37,768,180	7,651,873
<b>Deferred Outflows of Resources</b>	3,340,936	-	3,340,936	-
<b>LIABILITIES</b>				
Accounts payable	218,530	-	218,530	7,806
Accrued expenses	712,795	-	712,795	-
Due to other governments	-	-	-	700
Other liabilities	107,599	-	107,599	-
<b>Long-term liabilities:</b>				
Due within one year	298,916	-	298,916	-
<b>Due in more than one year</b>				
Net OPEB liability	1,746,134	-	1,746,134	-
Net pension liability	11,431,809	-	11,431,809	-
Other long-term liabilities	2,235,294	-	2,235,294	-
<b>Total liabilities</b>	16,751,077	-	16,751,077	8,506
<b>Deferred Inflows of Resources</b>	2,072,938	-	2,072,938	-
<b>NET POSITION</b>				
Net investment in capital assets	17,384,788	-	17,384,788	7,228,191
Restricted for:				
Administration	29,096	-	29,096	-
Public safety	14,365	-	14,365	-
Recreation	84,235	-	84,235	-
Social services	527,244	-	527,244	-
Capital projects	1,442,962	-	1,442,962	-
Educational programs	1,180,994	-	1,180,994	-
Perpetual care	9,093	-	9,093	-
Nonexpendable	3,100	-	3,100	-
Unrestricted	1,611,972	(2,748)	1,609,224	415,176
<b>Total net position</b>	\$ 22,287,849	\$ (2,748)	\$ 22,285,101	\$ 7,643,367

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2020**

Functions/ Programs	Expenses	Program revenues			Net (Expense) Revenue and Changes in Net Assets			Component Unit Glocester Land Trust
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
<b>Primary government</b>								
Governmental activities:								
Administration	\$ 1,537,816	\$ 14,940	\$ -	\$ -	\$ (1,522,876)		\$ (1,522,876)	
Finance	940,712	505,745	-	-	(434,967)		(434,967)	
Public safety	2,468,866	-	135,675	-	(2,333,191)		(2,333,191)	
Public works	2,411,683	-	92,323	-	(2,319,360)		(2,319,360)	
Recreation and senior center	430,246	3,200	-	-	(427,046)		(427,046)	
Social services	467,376	23,803	162,784	-	(280,789)		(280,789)	
Operational expenses	511,142	-	1,139,228	-	628,086		628,086	
Aid requests	380,918	-	-	-	(380,918)		(380,918)	
Education	21,443,761	116,497	2,941,060	161,774	(18,224,430)		(18,224,430)	
Interest	55,267	-	-	-	(55,267)		(55,267)	
<b>Total governmental activities</b>	<u>30,647,787</u>	<u>664,185</u>	<u>4,471,070</u>	<u>161,774</u>	<u>(25,350,758)</u>		<u>(25,350,758)</u>	
<b>Business type activities:</b>								
School Lunch	134,281	52,598	31,237	-	-	\$ (50,446)	(50,446)	
<b>Total business-type activities</b>	<u>134,281</u>	<u>52,598</u>	<u>31,237</u>	<u>-</u>	<u>-</u>	<u>(50,446)</u>	<u>(50,446)</u>	
<b>Total primary government</b>	<u>\$ 30,782,068</u>	<u>\$ 716,783</u>	<u>\$ 4,502,307</u>	<u>\$ 161,774</u>	<u>(25,350,758)</u>	<u>(50,446)</u>	<u>(25,401,204)</u>	
<b>Component Unit</b>								
Glocester Land Trust	\$ 93,221	\$ -	\$ 92,316	\$ -				\$ (905)
<b>General revenues:</b>								
Taxes:								
Property taxes, levied for general purposes					24,777,714	-	24,777,714	-
Unrestricted investment earnings					164,141	-	164,141	3
Miscellaneous					386,131	-	386,131	-
Total general revenues					25,327,986	-	25,327,986	3
<b>Change in net position</b>					<u>(22,772)</u>	<u>(50,446)</u>	<u>(73,218)</u>	<u>(902)</u>
Net position-beginning					22,310,621	47,698	22,358,319	7,644,269
Net position-ending					<u>\$ 22,287,849</u>	<u>\$ (2,748)</u>	<u>\$ 22,285,101</u>	<u>\$ 7,643,367</u>

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

## **Fund Financial Statements**

Governmental Funds  
Proprietary Funds  
Fiduciary Funds



**TOWN OF GLOCESTER, RHODE ISLAND**

**Balance Sheet  
Governmental Funds  
June 30, 2020**

	General Fund	School Unrestricted	Capital Reserve Fund	Other Non-Major Governmental Funds	Total Governmental Funds
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 10,410,859	\$ 2,235,773	\$ 1,348,935	\$ 1,278,870	\$ 15,274,437
<b>Accounts receivable:</b>					
Taxes, net of allowance of \$378,000	788,824	-	-	-	788,824
Loans	-	-	-	623,910	623,910
Other	251,055	163,359	-	-	414,414
Prepays	5,250	-	-	-	5,250
Other assets	-	1,058,142	-	-	1,058,142
Due from other funds	110,168	196,867	85,112	945,511	1,337,658
Due from other governments	700	-	-	-	700
<b>TOTAL ASSETS</b>	<u>\$ 11,566,856</u>	<u>\$ 3,654,141</u>	<u>\$ 1,434,047</u>	<u>\$ 2,848,291</u>	<u>\$ 19,503,335</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 102,077	\$ 107,370	\$ 1,708	\$ 7,375	\$ 218,530
Accrued payroll and benefits	238,372	459,882	-	7,505	705,759
Due to other funds	460,824	427,861	288,369	156,935	1,333,989
Unearned revenue	-	-	-	580,914	580,914
Other liabilities	107,599	-	-	-	107,599
<b>TOTAL LIABILITIES</b>	<u>908,872</u>	<u>995,113</u>	<u>290,077</u>	<u>752,729</u>	<u>2,946,791</u>
<b>Deferred Inflows of Resources</b>	<u>369,140</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>369,140</u>
<b>FUND BALANCES:</b>					
<b>Nonspendable for:</b>					
Perpetual care	-	-	-	3,100	3,100
Deposits held for Health and Dental Benefits	-	1,058,142	-	-	1,058,142
Prepaid	5,250	-	-	-	5,250
<b>Restricted for:</b>					
Administration	-	-	-	29,096	29,096
Public safety	-	-	-	14,365	14,365
Recreation	-	-	-	84,235	84,235
Social services	-	-	-	527,244	527,244
Capital projects	-	-	-	1,442,962	1,442,962
Educational programs	-	1,149,957	-	31,037	1,180,994
Perpetual care	-	-	-	9,093	9,093
<b>Committed for:</b>					
Education	670,000	-	-	-	670,000
Capital projects	600,000	-	1,143,970	-	1,743,970
<b>Assigned for:</b>					
Administration	467,039	-	-	-	467,039
Public safety	198,819	-	-	-	198,819
Public works programs	242,896	-	-	-	242,896
Recreation	648	-	-	-	648
Matching grant funds	50,000	-	-	-	50,000
2021 budget	200,000	300,000	-	-	500,000
Employee benefits	387,477	-	-	-	387,477
Contractual obligations	607,072	150,929	-	-	758,001
Education	300,000	-	-	-	300,000
<b>Unassigned:</b>	6,559,643	-	-	(45,570)	6,514,073
<b>TOTAL FUND BALANCES</b>	<u>10,288,844</u>	<u>2,659,028</u>	<u>1,143,970</u>	<u>2,095,562</u>	<u>16,187,404</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 11,566,856</u>	<u>\$ 3,654,141</u>	<u>\$ 1,434,047</u>	<u>\$ 2,848,291</u>	

**Amounts reported for governmental activities in the Statement of Net Position are different because:**

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. (Note 9)	18,634,788
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. (Note 9)	931,017
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. (Note 9)	(13,465,360)
<b>Net position of governmental activities</b>	<u>\$ 22,287,849</u>

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Revenues, Expenditures, Other Financing Sources (Uses),**  
**and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2020**

	General Fund	School Unrestricted	Capital Reserve Fund	Other Non-Major Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>					
Property tax	\$ 24,758,774	\$ -	\$ -	\$ -	\$ 24,758,774
Intergovernmental and departmental revenue	1,139,228	2,534,146	-	681,375	4,354,749
Federal revenue - Medicaid reimbursement	-	88,939	-	-	88,939
Tuitions	-	12,770	-	-	12,770
Licenses, fees, and fines	505,745	-	-	-	505,745
Investment Income	148,767	8,715	156	6,363	164,001
Other	280,838	14,788	140	320,038	615,804
<b>TOTAL REVENUES</b>	<b>26,833,352</b>	<b>2,659,358</b>	<b>296</b>	<b>1,007,776</b>	<b>30,500,782</b>
<b>EXPENDITURES:</b>					
<b>Current:</b>					
Administration	933,315	-	-	31,754	965,069
Finance	940,712	-	-	-	940,712
Public safety	2,505,763	-	-	18,504	2,524,267
Public works	1,797,719	-	7,605	40,296	1,845,620
Recreation & senior center	284,192	-	5,630	47,118	336,940
Social services	28,572	-	-	432,760	461,332
Operational expenses	511,142	-	-	-	511,142
Aid requests	380,918	-	-	-	380,918
Education	10,828,290	9,803,460	-	434,011	21,065,761
<b>Debt service:</b>					
Principal	155,000	-	-	67,534	222,534
Interest	55,486	-	-	-	55,486
<b>Capital:</b>					
Capital outlay	-	-	389,840	950,220	1,340,060
<b>TOTAL EXPENDITURES</b>	<b>18,421,109</b>	<b>9,803,460</b>	<b>403,075</b>	<b>2,022,197</b>	<b>30,649,841</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>					
<b>BEFORE OTHER FINANCING SOURCES (USES)</b>	<b>8,412,243</b>	<b>(7,144,102)</b>	<b>(402,779)</b>	<b>(1,014,421)</b>	<b>(149,059)</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	-	6,733,922	921,300	920,000	8,575,222
Transfers out	(7,975,222)	(300,000)	(300,000)	-	(8,575,222)
Issuance of debt	-	-	-	183,638	183,638
<b>NET OTHER FINANCING SOURCES (USES)</b>	<b>(7,975,222)</b>	<b>6,433,922</b>	<b>621,300</b>	<b>1,103,638</b>	<b>183,638</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>437,021</b>	<b>(710,180)</b>	<b>218,521</b>	<b>89,217</b>	<b>34,579</b>
<b>FUND BALANCES - BEGINNING -RESTATED</b>	<b>9,851,823</b>	<b>3,369,208</b>	<b>925,449</b>	<b>2,006,345</b>	<b>16,152,825</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 10,288,844</b>	<b>\$ 2,659,028</b>	<b>\$ 1,143,970</b>	<b>\$ 2,095,562</b>	<b>\$ 16,187,404</b>

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2020**

Net change in fund balances-total governmental funds \$ 34,579

Amounts reported for governmental activities in the statement of activities are different from the amounts reported as fund expenditures because:

Governmental funds reported capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital additions exceed depreciation expense in the current period.

Capital Outlay	\$ 1,502,309	
Depreciation Expense	<u>(1,182,552)</u>	319,757

Loss on disposal of capital asset (4,166)

Reductions in deferred revenue that provide current financial resources to governmental funds are not reported as revenues in the statement of activities. 124,233

Some expenditures reported in the governmental funds that require the use of current financial resources are not reported as expenditures in the statement of activities. This is the net effect of those activities. 219

Changes in the Town's Net Pension Assets, Deferred Outflows of Resources related to pension plans or Net Pension Liability and Deferred Inflows of Resources related to pension plans result in an increase or decrease to the pension expense reported in the Statement of Activities.

Also, under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the full accrual basis, expenses and liabilities are recorded regardless of when financial resources are available.

Net increase in compensated absences	\$ 33,929	
Net increase in OPEB obligation	60,475	
Principal payments on long term debt	232,234	
Issuance of debt	(183,638)	
Net (increase)/decrease in net pension liability	53,649	
Net increase/(decrease) in net pension asset	222,053	
Net increase/(decrease) in deferred outflows	(785,945)	
Net (increase)/decrease in deferred inflows	<u>(130,151)</u>	
		<u>(497,394)</u>

Change in net position of governmental activities \$ (22,772)

*Please see Note 9 for a more detailed explanation of the differences between the Government-Wide Financial Statements and the Fund Financial Statements*

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2020**

	<b>School Lunch</b>
<b>ASSETS:</b>	
<i>Current assets:</i>	
Cash and cash equivalents	\$ 921
Accounts receivable	
Due from other funds	7,282
<b>Total current assets</b>	<b>8,203</b>
 <b>TOTAL ASSETS</b>	 <b>8,203</b>
 <b>LIABILITIES:</b>	
<i>Current liabilities:</i>	
Due to other funds	10,951
<b>Total current liabilities</b>	<b>10,951</b>
 <b>TOTAL LIABILITIES</b>	 <b>10,951</b>
 <b>NET POSITION:</b>	
Unrestricted	(2,748)
<b>TOTAL NET POSITION</b>	<b>\$ (2,748)</b>

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2020**

	<b>School Lunch</b>
<b><i>OPERATING REVENUES:</i></b>	
Charges for usage and service	\$ 52,598
<b><i>Total operating revenues</i></b>	<b>52,598</b>
<b><i>OPERATING EXPENSES:</i></b>	
Operations	134,281
<b><i>Total operating expenses</i></b>	<b>134,281</b>
<b><i>OPERATING INCOME (LOSS)</i></b>	<b>(81,683)</b>
<b><i>NON-OPERATING REVENUES:</i></b>	
Intergovernmental	31,237
<b><i>Total non-operating revenues</i></b>	<b>31,237</b>
<b><i>CHANGE IN NET POSITION</i></b>	<b>(50,446)</b>
<b><i>TOTAL NET POSITION - BEGINNING</i></b>	<b>47,698</b>
<b><i>TOTAL NET POSITION - ENDING</i></b>	<b>\$ (2,748)</b>

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2020**

	<b>School Lunch</b>
<b><i>CASH FLOWS FROM OPERATING ACTIVITIES:</i></b>	
Cash received from customers	\$ 52,598
Cash payments to suppliers	(134,281)
<b><i>Net cash provided by (used for) operating activities</i></b>	<b>(81,683)</b>
<b><i>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</i></b>	
Non-operating grants received	31,237
Increase in due from other funds	50,867
<b><i>Net cash provided (used for) non-capital and related financing activities</i></b>	<b>82,104</b>
<b><i>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</i></b>	421
<b><i>CASH AND CASH EQUIVALENTS - BEGINNING</i></b>	500
<b><i>CASH AND CASH EQUIVALENTS - ENDING</i></b>	<b>\$ 921</b>
<b><i>Reconciliation of operating income to net cash provided by operating activities:</i></b>	
Operating income (Loss)	\$ (81,683)
<b><i>Changes in assets and liabilities:</i></b>	
(Increase) decrease in accounts receivable	-
Increase (decrease) in accounts payable	-
<b><i>Total adjustments</i></b>	<b>-</b>
<b><i>Net cash provided by (used for) operating activities</i></b>	<b>\$ (81,683)</b>

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2020**

	<u>OPEB Trust Fund</u>
<b>ASSETS</b>	
Cash	\$ -
Investments, at fair value:	
Mutual funds	499,350
Total investments	<u>499,350</u>
<b>Total Assets</b>	<u>499,350</u>
 <b>NET POSITION</b>	
<b>Restricted for:</b>	
Employee OPEB benefits	<u>\$ 499,350</u>

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Fiscal Year Ended June 30, 2020**

	<b>OPEB Trust Fund</b>
<b>Additions</b>	
Contributions	
Employer	\$ 60,461
Total contributions	60,461
<b>Investment earnings</b>	
Net increase/(decrease) in fair value of investments	31,789
Total investment earnings	31,789
<b>Total additions</b>	<b>92,250</b>
<b>Deductions</b>	
Benefits paid	60,461
Plan cost	1,198
Total deductions	61,659
Change in net position	30,591
Net position beginning of year	468,759
<b>Net position end of year</b>	<b>\$ 499,350</b>

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



## **Notes to Financial Statements**

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Town of Glocester, Rhode Island (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America as applicable to governmental entities. In certain circumstances, summaries of the Town's significant accounting policies have been presented throughout the notes to the basic financial statements in conjunction with other disclosures to which they relate.

The Town complies with generally accepted accounting principles (GAAP). Generally accepted accounting principles (GAAP) include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide Statement of Net Position and Statement of Activities, Financial Accounting Standards Board (FASB) pronouncements have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Proprietary funds also apply the same principles. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

***Reporting Entity***

The Town of Glocester was incorporated in 1731. The Town is governed under a Home Rule Charter adopted in November 1991. The Town operates under a Town Council form of government with a five-member Town Council headed by a Council President.

A six-member School committee, all elected at large, is vested with legislative authority over the public-school system. The Superintendent of Schools, appointed by the School Committee, is the chief executive officer for the school system. The school system provides elementary education to Town residents.

The accompanying financial statements present the government and its component unit. In evaluating the inclusion of other separate and distinct legal entities as component units within its financial reporting structure, the Town applied the criteria prescribed by GASB Statement No. 14, as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units." and by GASB Statement No. 61 "The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34". A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable or for which the nature and significance of its relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Town's discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the Town. Through the application of GASB Statement No. 61, GASB Statement No. 39 and No. 14 criteria, the Glocester Land Trust (the Land Trust) has been presented as a component unit of the Town, hereinafter referred to as a "component unit", in the accompanying government-wide financial statements. The Land Trust is included in the Town's reporting entity because of the significance of its operational and financial relationships with the Town.

**Discretely Presented Component Unit Disclosure** – The Glocester Land Trust is a component unit and is reported in a separate column to emphasize that it is legally separate from the Town but is included because the Town is financially accountable for and is able to impose its will on the organization. There is a financial benefit or burden relationship to the primary government. The Town of Glocester is able to impose its will in the component unit as the Town appoints all seven trustees of the Glocester Land Trust and can also remove them. Unless otherwise indicated, the notes to the basic financial statements pertain only to the primary government because certain disclosures of the component unit are not significant relative to the primary government. A description of the component unit and its relationship with the Town is as follows:

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Reporting Entity (Continued)***

Glocester Land Trust (the Land Trust) – Established on July 1, 1987 – The purpose of the Land Trust is to acquire, hold and manage real property and interests in real property situated in the Town of Glocester, consisting of open space and agricultural property. Upon termination or dissolution of the Land Trust, title to all remaining funds, land and land rights will vest with the Town. The Land Trust does not issue separate financial statements and has a June 30 fiscal year.

***Recently Issued Accounting Standards***

On May 8, 2020, the Government Accounting Standards Board (GASB) which is the standard setter for governmental financial reporting released Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance. This statement is intended to provide relief to governments and other stakeholders in light of the COVID-19 pandemic. The guidance postpones by one year the effective dates of certain provisions in the following pronouncements. Statement 95 and how it relates to these provisions is available on the GASB website, [www.gasb.org](http://www.gasb.org).

***Basis of Presentation***

***Government – Wide Financial Statements***

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for component units that are fiduciary in nature. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard to inter-fund activities, receivables, and payables.

***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, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Town or meets the following criteria:

- a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b) Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

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**1. *SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)***

The funds of the financial reporting entity are described below:

***Governmental Funds***

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 restricted to expenditures for certain purposes.

Capital Project Funds

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

***Basis of Presentation (Continued)***

Permanent Funds

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

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.

Fiduciary Funds

Fiduciary Funds include a Statement of Net Position and a Statement of Changes in Net Position. The Town's Fiduciary Funds include an OPEB Trust Fund. Fiduciary Funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or other governments. The Fiduciary Funds are accounted for on an "economic resources" measurement focus and the accrual basis of accounting.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Major and Non-Major Funds**

The funds are further classified as major or non-major as follows:

<u>Fund</u>	<u>Brief Description</u>
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**Major:**

General Fund:	See above for description
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Special Revenue:	School Unrestricted - This fund accounts for the operation and maintenance of the West Glocester and Fogarty Memorial Elementary Schools. Revenue Sources: Town funded appropriation State of Rhode Island: Annual aid to education
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Capital Project:	Capital Reserve Fund - This fund accounts for monies utilized for capital improvements set forth in the Capital Program approved at the Financial Town Meeting.
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Proprietary:	School Lunch - This fund is used to account for the activities of the lunch programs at the West Glocester and Fogarty Memorial Elementary Schools.
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**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Basis of Presentation (Continued)***

***Major and Non-Major Funds***

The funds are further classified as major or non-major as follows:

***Major:***

Fiduciary Funds: OPEB Trust Fund – This fund accounts for monies contributed by the town and held in a fiduciary capacity for other post-employment benefits to retired employees.

***Non-Major:***

Special Revenue: Town Funds:

Bramley Bill, The Meds Plan, Bullet Proof Vest, Public Library Grant, July 4th Parade, MHRH Grant, National Grid Community Grant, Emergency Energy, Grass Roots, Pollard Mimosa Trees, Central Police Legislative Grant, Blue Rip Tide Grant, Historic Records Trust, Senior Center Donations, Food Bank, Animal Shelter, Community Septic System Loan Program, EMA, DARE, Community Development Block Grant, LEJA Field, DEA, Jag Tech and Substance Abuse.

Capital Projects: Chepachet River Park, Roads, Senior Center Fund, Chepachet River Cleanup, Chepachet Wastewater, School Project, Geothermal Project, School Capital Improvement, and Recreation Land.

School Funds:

Rural Education Grant, Donations Library, Technology, IDEA Preschool, Professional Development, Title I, Title II, West Bay Grant, IDEA Part B, and Title IV.

Permanent: Perpetual Care Fund.

***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 in item (b) below, and utilize the accrual basis of accounting.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Measurement Focus (Continued)***

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

- a) All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities 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, franchise taxes, licenses, and interest as available if they are collected within 60 days after year-end. Substantially all other revenue of the governmental funds is recognized utilizing the modified accrual method of accounting, and as such, it is recognized as earned.
- b) The proprietary fund utilizes 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 liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

***Basis of Accounting***

In the government wide financial statements, the Statement of Net Position and Statement of Activities (governmental and business-type activities) are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expense, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from exchange and exchange-like transactions should be recognized when the exchange takes place. . Revenues, expense, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from non-exchange transactions should be recognized in accordance with the requirements of Section N50.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay current liabilities. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

All proprietary 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 licenses, fees, goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Basis of Accounting***

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal operation. The principal operating revenues of the enterprise funds are charges for services provided in accordance with the fund's purpose. Operating expenses for the enterprise funds include the costs of providing the services, including administration and depreciation on capital assets. All other revenue and expense items not meeting these criteria are reported as non-operating revenues and expenses.

***Accounts Receivable***

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based on historical trends and the periodic aging of accounts receivable. The allowance for uncollectible accounts totaled \$360,000 for property taxes. Business-type activities report usage fees as its major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property taxes and grants and other similar intergovernmental revenues since they are usually both measurable and available. 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 material receivables consist of all revenues earned at year-end but not yet received. Allowances for uncollectible receivables are based upon historical trends and the periodic aging of accounts receivable.

***Deposits and Investments***

Cash and cash equivalents are carried at cost. 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. Substantially, all of the Town's cash and cash equivalents are held in public deposit institutions or collateralized government investment pools, which are available on a daily basis.

Investments are stated at fair value. Investment income is recorded in the fund which it was earned.

***Prepaid Items***

Prepaid items, where applicable, are accounted for under the allocation method whereby a prepaid asset is established at the date of payment and subsequently amortized over the accounting periods expected to benefit from the initial payment. Prepaid expenditures recorded in governmental funds do not reflect current appropriated resources, resulting in non-spendable fund balance.



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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Property, Plant, and Equipment***

**Property, Plant and Equipment**

The accounting treatment over property, plant and equipment (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.

**Government-Wide Statements**

In the government-wide financial statements, long-lived assets are accounted for as capital assets. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value. The capitalization threshold is any individual item with a total cost of greater than \$5,000.

Infrastructure assets include primarily roads and bridges. All known infrastructure assets are included in this report and there are no infrastructure assets reported using the modified approach.

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:

<u>Classes</u>	<u>Useful Life</u>
Land improvements	5 - 30 years
Buildings and improvements	5-100 years
Motor vehicles	4-20 years
Machinery and equipment	5-30 years
Office furniture and equipment	3-20 years
Infrastructure (roads and bridges)	3-40 years

**Fund Financial Statements**

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Accrued Compensated Absences***

Under the terms of various contracts and policies, Town employees are granted vacation and sick leave based on length of service. The amount recorded is the unused days earned at the current rate of pay. The Town's policy is to recognize the cost of vacation and sick leave in governmental funds when paid and on the accrual basis in proprietary funds. Since the Town's policy is to pay certain accrued compensated absences when employees separate from service with the Town, the amount of earned but unpaid vacation and sick leave relating to governmental fund employees is recorded as a long-term liability in the government-wide financial statements.

***Use of Estimates***

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Actual results could differ from those estimates.

***Short-Term Inter-fund Receivables/Payables***

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

***Interfund Transfers***

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

***Bond Issuance Costs***

In the governmental fund financial statements, bond issuance costs are treated as period costs in the year of issue and shown as expenditure.

***Deferred Outflows of Resources***

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

***Deferred Inflows of Resources***

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

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Equity Classifications***

**Government-Wide Statements**

Equity is classified as net position and displayed in three components:

- a) Net Investment in capital assets - Consists of capital assets (including restricted capital assets) net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b) Restricted - Consists of net positions 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.
- c) Unrestricted - All other net positions that do not meet the definition of "restricted" or "Net investment in capital assets".

**Fund Financial Statements**

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

- ***Non-spendable*** – are balances that are not in a spendable form or are legally or contractually required to be maintained intact or are permanently precluded from conversion to cash. Examples are prepaid amounts, inventories, endowments and permanent funds.
- ***Restricted*** – requires that inflows and outflows of resources and balances be constrained to a specific purpose of enabling legislation, external parties or constitutional provisions.
- ***Committed*** – are balances with constraints imposed by the government using the highest level of decision-making authority. These constraints can only be removed or changed by the same decision making authority taking the same type of action.
- ***Assigned*** – are balances intended for a specific purpose and are constrained by the government's management but are neither restricted nor committed.
- ***Unassigned*** – is the amount of fund balance in the General Fund that has not been restricted, committed, or assigned to a specific purpose within the General Fund. It includes spendable amounts not subject to any intended use or constraint. It is the residual classification for general fund and is available for any purpose. The balance is not precluded by a management decision, law or constitutional provision in the general fund.

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

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Fund Financial Statements (Continued)**

The Town adopted a Fund Balance policy on June 16, 2011. The Gloucester School Department adopted a Fund Balance policy on May 17, 2011. Both set classification policies and procedures for the above noted level of fund balance reporting for the funds for which they are responsible.

As a result of the passage of a charter review, the Town of Gloucester general fund budget is approved at an all-day referendum. At this time, the voters are also asked to vote to commit funds for specified purposes from the fund balance. Each item to be committed is addressed as an individual question to be approved by a majority vote of the people which in turn is creates a resolution. The summary below details the procedure for the budget as it relates to the fund balance categories as defined by GASB.

- a) For committed fund balances, the referendum is the highest level of authority to designate or undesignated committed funds or to modify or rescind committed funds. A vote by the residents is needed to commit or to un-commit funds.
- b) For assigned fund balances in the General Fund: The Town Council is authorized to assign amounts to a purpose and under the same authority remove the assignment. For assigned fund balances in the School Unrestricted Fund: The Gloucester School Committee is authorized to assign amounts to a purpose and under the same authority remove the assignment..
- c) Order of expenditure of funds by classifications: Expenditures may be incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available. Composition of the ending fund balance is determined by applying the following: In those instances where both restricted and unrestricted amounts are available, restricted amounts will be considered to have been spent first [as allowed and in compliance with stated and specified terms or requirements], followed by committed amounts, followed by assigned amounts, and then unassigned amounts.
- d) Minimum unassigned fund balance: An adequate level of unassigned fund balance is essential to mitigate current and future risks and to ensure service levels. Specifically, amounts are and will be held in unassigned fund balance for:
  - Economic uncertainty (i.e., to cushion the Town against fluctuations in revenues and costs due to economic conditions),
  - Extreme events (i.e., allows the Town to respond quickly and decisively to events such as natural disasters, catastrophic accidents, etc.)
  - Working capital (i.e., to cushion the Town against revenue shortfalls or expenditure fluctuations associated with routine Town business) (e.g., property tax revenues are received quarterly, but the Town delivers police services year-round).

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Fund Financial Statements (Continued)**

Per the Town's Home Rule Charter, Article VIII, Financial Procedures, Section C8-13 Minimum cash reserve: "The minimum unreserved general fund balance the Town shall maintain shall be not less than 12% of the total annual Town proposed expenditures for the next fiscal year."

It is anticipated that this is a level sufficient to provide for the required resources to ensure short-term cash availability when revenue is unavailable or unanticipated expenditures (including emergencies) occur. If the unassigned fund balance falls below the minimum parameter, the Town Council will adopt a plan and a time frame in which to bring the unassigned fund balance into compliance with the Town's Home Rule Charter.

**Pensions**

For purposes of measuring the net pension liability, net pension asset, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town of Glocester, Rhode Island's various pension plans (described in more detail in Note 12) and additions to/deductions from the pension plans fiduciary net position have been determined on the same basis as they have been reported by the pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**2. BUDGETARY PROCESS**

**(a) Adoption**

The Town has formally established budgetary accounting control for its General Fund and the School Unrestricted Fund, which is a Special Revenue Fund. It is the responsibility of the Town Budget Board to: a) Receive and examine all requests for capital and operating expenditures submitted by the Departments, Commissions, Offices and Agencies of Town government, including the School Department; b) Hold such hearings as may be necessary to provide the opportunity for all Department Heads, Town Officials and Agencies submitting estimates to appear before the Board to explain and justify their requests. The Board shall provide opportunity for any citizen who desires to do so to address the Board on any pertinent matter consistent with the procedural rules established by the Board; and c) Submit to the Council no later than the third Thursday in March its recommendations regarding all requests for appropriations which have been submitted for its review together with revenue estimates and the projected tax levy required to support the budget recommendation. The Council shall review the recommendations of the Budget Board and make such changes in the various expenditure requests as it sees fit, provided, however, that the Council shall not have the authority to change any item in the School department expenditure request except the overall total amount. The Council shall hold a Public Hearing on its preliminary recommended budget prior to its adoption, which hearing must be at least 21 days prior to the all-day referendum. The Council shall adopt a recommended budget for presentation to the all-day referendum, not later than 15 days preceding its date. The recommended budget is approved or rejected by the voters at the all-day referendum.

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

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**2. BUDGETARY PROCESS (Continued)**

**(a) Adoption (Continued)**

The General Fund and School Unrestricted Fund annual operating budget 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. The legal level of control for the General Fund is at the fund level and the School Unrestricted Fund is at the fund level. Amendments that would change the total appropriation must be approved by the voters at the all-day referendum. There were no supplemental budgetary appropriations in fiscal year 2020. Appropriations which are not expended or encumbered lapse at year end. As a result of the passage of a charter review, the Town of Glocester general fund budget is approved at an all-day referendum. The first vote was on May 21, 2019 for the fiscal 2020 budget.

**(b) Reconciliation - Budgetary to GAAP**

The Town Charter requires annual budgets for the General Fund and Special Revenue - General School Activities. The practices used in the preparation of the 2020 budget differ in certain respects from the presentation of the actual results of operations prepared in accordance with GAAP. The actual results of operations, for purposes of the Statement of Revenues, Expenditures, Other Financing Sources (Uses) Budget and Actual on a Budgetary Basis -General Fund, and Special Revenue Fund -School Unrestricted Fund, have been adjusted to a basis consistent with the Town's budget for 2020. See Pages 94 through 95.

**3. DEPOSITS AND INVESTMENTS**

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

Investments: Investment of all idle funds is made through national banks or trust companies, providing that the financial conditions and integrity of the institution or 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. All investments are made as would be done by prudent men of discretion and intelligence in such matters who are seeking a reasonable income and preservation of their capital.

Interest Rate Risk: The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Town minimizes its exposure to interest rate risk by investing in short-term, highly liquid investments.

Concentrations: The Town practice is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity.

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

**3. DEPOSITS AND INVESTMENTS (Continued)**

**Custodial Credit Risk**

*Deposits:* This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2020, \$ -0- of the Town's bank balance of \$15,815,941 was uninsured and uncollateralized.

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

Cash and investments of the Town consist of the following at June 30, 2020:

<b><i>Cash and Cash Equivalents</i></b>	
Deposits with financial institutions	\$ 15,679,100
Total cash and cash equivalents	15,679,100
<b><i>Investments</i></b>	
Institutional Mutual Funds	499,350
Total Investments	499,350
<b><i>Total Cash and Investments</i></b>	<b>\$ 16,178,450</b>

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

<b><i>Statement of Net Position</i></b>	
Cash and cash equivalents	\$ 15,679,100
<b><i>Fiduciary Funds</i></b>	
Investments	499,350
<b><i>Total Cash and Investments</i></b>	<b>\$ 16,178,450</b>

*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. The town does not have any investments that are subject to interest rate risk for the fiscal year ended June 30, 2020.

*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 did not have any debt type investments that were exposed to credit risk as defined by GASB 40 as of June 30, 2020.

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

**3. DEPOSITS AND INVESTMENTS (Continued)**

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:

	<u>June 30,</u> <u>2020</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments by fair value level:				
Mutual Funds	\$ 499,350	\$ 499,350	\$ -	\$ -
Total investments by fair value level	<u>\$ 499,350</u>	<u>\$ 499,350</u>	<u>\$ -</u>	<u>\$ -</u>

**4. TAXES RECEIVABLE AND UNEARNED REVENUE**

The Town's property tax is levied each July 1, for its next fiscal year on the assessed values listed as of the prior December 31 (lien date), for all real property, tangible property, and motor vehicles located in the Town. Assessed values of real property and tangible personal property were established by the Town Assessor's office at 100% of appraised market value as of December 31, 2018. The assessed value of motor vehicles is determined annually at 100% as established by the State Vehicle Value Commission.

An automatic lien is placed on the taxpayer's property if payment has not been received by the due date. Interest is charged on past due accounts at a rate of 8% per annum calculated on the unpaid portion of the total tax. Taxes are due in full by August 1, or at the option of the taxpayer they may be paid in quarterly installments on the first working day of August, November, February, and May following the levy date.

Net property taxes levied at the May 21, 2019 all day referendum for the fiscal year 2020 were based on a net assessed value of approximately \$1,037,221,027 at December 31, 2018 and amounted to \$22,087,099.

The Town recognizes property tax revenues in accordance with Section P70, "Property Taxes" of the Codification of Governmental Accounting and Financial Reporting Standards. Unpaid property taxes as of June 30, 2020 (\$788,824) are recorded as a receivable, net of an allowance for uncollectible property taxes of \$383,000. Those net property taxes receivable which were not collected within the 60 days immediately following June 30, 2020 are recorded as deferred inflow and amounted to \$369,140 at June 30, 2020. Property taxes recognized as revenue for the fiscal year ended June 30, 2020 (due to their collection within the 60 days immediately following June 30, 2020) amounted to \$417,487.

In the government-wide financial statements, deferred revenues represent funds received in advance of being earned, or receivables which will be collected and included in revenues of future fiscal years.



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

**5. INTERFUND BALANCES**

Inter-fund balances represent loans to various funds for use in operations when funds are either not available through operations or funding is being requested through other funding sources. These amounts are expected to be repaid at certain future dates. Below are the balances as of June 30, 2020:

Interfund receivable and payable balances at June 30, 2020 are as follows:

	<b>Due From Other Funds</b>	<b>Due To Other Funds</b>
<i>Governmental Activities:</i>		
<i>Major Funds:</i>		
General Fund	\$ 110,168	\$ 460,824
School Unrestricted Fund	196,867	427,861
Capital Reserve Fund	85,112	288,369
<i>Non-major Funds:</i>		
Town Special Revenue Funds	241,794	50,641
School Special Revenue Funds	45,824	30,718
Capital Projects Funds	657,893	75,376
Permanent Funds	-	200
<i>Total Governmental Activities</i>	1,337,658	1,333,989
<i>Business Type Activities:</i>		
School Lunch	7,282	10,951
<i>Total Business Type Activities</i>	7,282	10,951
<b>TOTALS</b>	\$ 1,344,940	\$ 1,344,940

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

**6. CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2020 was as follows:

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 2,022,814	\$ -	\$ -	\$ 2,022,814
Total capital assets not being depreciated	<u>2,022,814</u>	<u>-</u>	<u>-</u>	<u>2,022,814</u>
Other capital assets:				
Land improvements	2,149,785	15,016	-	2,164,801
Buildings and improvements	17,721,943	948,406	-	18,670,349
Infrastructure	9,521,088	370,559	-	9,891,647
Machinery and equipment	1,683,931	59,758	(5,375)	1,738,314
Motor vehicles	2,445,289	69,258	(113,639)	2,400,908
Office furniture and equipment	694,488	39,312	-	733,800
Total other capital assets at historical cost	<u>34,216,524</u>	<u>1,502,309</u>	<u>(119,014)</u>	<u>35,599,819</u>
Less accumulated depreciation for:				
Land improvements	852,787	85,542	-	938,329
Buildings and improvements	6,433,434	444,217	-	6,877,651
Infrastructure	6,896,846	421,818	-	7,318,664
Machinery and equipment	1,274,949	69,372	(1,209)	1,343,112
Motor vehicles	1,808,731	141,879	(113,639)	1,836,971
Office furniture and equipment	653,394	19,724	-	673,118
Total accumulated depreciation	<u>17,920,141</u>	<u>1,182,552</u>	<u>(114,848)</u>	<u>18,987,845</u>
Governmental activities capital assets, net	<u>\$ 18,319,197</u>	<u>\$ 319,757</u>	<u>\$ (4,166)</u>	<u>\$ 18,634,788</u>

Depreciation expense was charged to functions as follows:

Governmental activities:

Administration	\$ 125,782
Public safety	103,857
Public works	574,588
Recreation	93,306
Finance	3,106
Social Service	6,044
Public education	<u>275,869</u>
Total governmental activities depreciation expense	<u>\$ 1,182,552</u>

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

**7. CAPITAL ASSETS (Continued)**

Capital asset activity for the fiscal year ended June 30, 2020 was as follows:

	Discretely Presented Component Unit			
	Beginning Balance	Increases	Decreases	Ending Balance
<b>Discretely presented component unit:</b>				
Capital assets not being depreciated:				
Historical building	\$ 93,426	\$ -	\$ -	\$ 93,426
Land	7,120,112	-	-	7,120,112
Total capital assets not being depreciated	7,213,538	-	-	7,213,538
Other capital assets:				
Machinery and equipment	31,500	18,316	-	49,816
Total other capital assets at historical cost	31,500	18,316	-	49,816
Less accumulated depreciation for:				
Machinery and equipment	31,500	3,663	-	35,163
Total accumulated depreciation	31,500	3,663	-	35,163
Business-type activities capital assets, net	\$ 7,213,538	\$ 14,653	\$ -	\$ 7,228,191

Depreciation expense was charged to functions as follows:

Discretely presented component unit

Depreciation expense	\$ 3,663
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**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**8. LONG-TERM LIABILITIES**

*(a) Long-Term Liability Activity*

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

	Balance			Balance	Amounts
	July 1, 2019	Additions	Retirements	June 30, 2020	Due within
					One Year
<b>Governmental Activities</b>					
General obligation debt	\$ 1,405,000	\$ -	\$ 155,000	\$ 1,250,000	\$ 160,000
Loans payable	322,636	183,638	67,534	438,740	85,000
Total debt	<u>1,727,636</u>	<u>183,638</u>	<u>222,534</u>	<u>1,688,740</u>	<u>245,000</u>
<b>Other liabilities:</b>					
Accrued compensated absences	695,099	916,066	949,995	661,170	44,216
Net OPEB Liability	1,806,609	-	60,475	1,746,134	-
Net Pension Liability	11,485,458	(53,649)	-	11,431,809	-
Landfill post-closure costs	194,000	-	9,700	184,300	9,700
Total other liabilities	<u>14,181,166</u>	<u>862,417</u>	<u>1,020,170</u>	<u>14,023,413</u>	<u>53,916</u>
Governmental Activities long-term liabilities	<u>\$ 15,908,802</u>	<u>\$ 1,046,055</u>	<u>\$ 1,242,704</u>	<u>\$ 15,712,153</u>	<u>\$ 298,916</u>

The following schedule summarizes the Town's bonds and notes:

	Interest Rates	Principal	Due Dates
Governmental bonds and notes payable	2.58% - 5.50%	\$ 1,250,000	2021-2027
<b>Total All Funds</b>		<u>\$ 1,250,000</u>	

The Town is not obligated in any way for special assessment debt. Neither is there any outstanding special assessment debt.

Payments on bonds are made from the general fund. Payments on the loan are made from the Community Septic System Loan Program. Payments on the capital leases are made from the General Fund. Payments to liquidate the Net Pension Liability and the Postemployment Obligation are made from the General Fund. Accrued compensated absences are paid from the General Fund and the School Unrestricted Fund. Payments on the landfill post-closure care costs are made from the General Fund.

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

**8. LONG-TERM LIABILITIES (Continued)**

**(b) Bonds Outstanding**

The Town's Government Activities bonds payable are comprised of the following as of June 30, 2020:

	DATE OF ISSUANCE	INTEREST RATE	DATE OF MATURITY	AUTHORIZED AND ISSUED	OUTSTANDING July 1, 2019	ADDITIONS	MATURITIES DURING YEAR	OUTSTANDING June 30, 2020
GENERAL OBLIGATION BONDS PAYABLE								
Senior center	10/1/2006	3.50-5.00%	10/1/2026	\$ 2,215,000	\$ 1,125,000	\$ -	\$ 120,000	\$ 1,005,000
School roof	5/15/2007	4.00-5.50%	4/1/2027	750,000	280,000	-	35,000	245,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				2,965,000	1,405,000	-	155,000	1,250,000
TOTAL BONDS PAYABLE - GOVERNMENTAL ACTIVITIES				\$ 2,965,000	\$ 1,405,000	\$ -	\$ 155,000	\$ 1,250,000

In fiscal year 2007 the Town issued the \$750,000 School roof bond issue under 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. The Town is not obligated in any manner for special assessment debt, nor is there any special assessment debt outstanding.

**(c) Loan Payable**

The Town entered into a loan agreement with RI Clean Water Finance Agency in the amount of \$250,000 on February 22, 2001 and \$300,000 on October 7, 2010 of which all was completely drawn down by April 1, 2018. The loans are used to establish the Community Septic System Loan Program through which the Town provides subsequent loans to homeowners for the repair or replacement of failed septic systems. Loans are serviced on behalf of the Town by the RI Housing Mortgage Finance Corporation. The loans to the homeowners bear interest of 4% and 2% respectively of which RI Clean Water Finance Agency and RI Housing Mortgage Finance Corporation both receive a 1.5% service fee.

The Town entered into another loan agreement with RI Clean Water Finance Agency in the amount of \$300,000 on February 2, 2017 to further fund the Community Septic System Loan Program. Loans are serviced on behalf of the Town by the RI Housing Mortgage Finance Corporation. The loans to the homeowners bear interest of 0% of which RI Clean Water Finance Agency receives a 1% service fee. The loan must be completely drawn down by April 1, 2027.

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

**8. LONG-TERM LIABILITIES (Continued)**

**(c) Loan Payable (Continued)**

Payments of principal and service fees are made to RI Clean Water Finance Agency quarterly from the funds collected from the repayment of loans to homeowners less the service fee due to RI Housing Mortgage Finance Corporation. As a result, there is no debt service schedule and the debt service to maturity information has not been provided.

The loans are not a general obligation of the Town and are subject to and dependent upon appropriations being made by the Town for such purposes.

**(d) Loan Payable**

The town entered into a promissory note agreement with individuals to purchase property located at 1605 Snake Hill Road, Glocester RI in the amount of \$200,000.00 on July 8, 2016. The total purchase price of the property was \$325,000. The loan will be paid in five installments of \$40,000.00 starting on July 8, 2017. The note is interest free unless borrower is in default in the event of default a rate of 7% per annum is charged on the unpaid principal.

**Governmental Activities**

Annual principal and interest requirements on general obligation bonds for the year ending June 30, 2020 are as follows:

<b>Fiscal Year Ended <u>June 30</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2021	160,000	48,988	208,988
2022	165,000	42,138	207,138
2023	170,000	35,438	205,438
2024	180,000	28,088	208,088
2025	185,000	20,438	205,438
2026	190,000	12,763	202,763
2027	200,000	4,788	204,788
<b>TOTALS</b>	<b><u>\$ 1,250,000</u></b>	<b><u>\$ 192,641</u></b>	<b><u>\$ 1,442,641</u></b>

**TOWN OF GLOCESTER**  
**NOTES TO FINANCIAL STATEMENTS**  
*June 30, 2020*

**NOTE 9: DIFFERENCES BETWEEN GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION**

"Total fund balances" of the town's governmental funds \$16,187,404 differs from "net position" of governmental activities \$22,287,489 reported in the statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. The effect of the differences is illustrated below.

**Balance Sheet/Statement of Net Position**

	<b>Total Governmental Funds</b>	<b>Long-term Assets/ Liabilities (1)</b>	<b>Reclassifications and Eliminations</b>	<b>Statement Net Position Totals</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 15,274,437	\$ -	\$ -	\$ 15,274,437
<b>Accounts receivable:</b>				
Taxes receivable net	788,824	-	-	788,824
Loans receivable	623,910	-	-	623,910
Other receivables	414,414	-	-	414,414
Prepaid expenses	5,250	-	-	5,250
Other assets	1,058,142	-	-	1,058,142
Due from other governments	700	-	-	700
Internal balances	1,337,658	-	(1,333,989)	3,669
Capital assets - net	-	18,634,788	-	18,634,788
Net pension asset	-	966,794	-	966,794
<b>Total assets</b>	<u>19,503,335</u>	<u>19,601,582</u>	<u>(1,333,989)</u>	<u>37,770,928</u>
<b>Deferred outflows of resources</b>	-	3,340,936	-	3,340,936
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	218,530	-	-	218,530
Accrued expenses	705,759	7,036	-	712,795
Internal balances	1,333,989	-	(1,333,989)	-
Unearned revenue	580,914	(580,914)	-	-
Other liabilities	107,599	-	-	107,599
Current portion of long-term liabilities	-	298,916	-	298,916
Long-term liabilities				
Net OPEB liability	-	1,746,134	-	1,746,134
Net pension liability	-	11,431,809	-	11,431,809
Other long-term liabilities	-	2,235,294	-	2,235,294
<b>Total liabilities</b>	<u>2,946,791</u>	<u>15,138,275</u>	<u>(1,333,989)</u>	<u>16,751,077</u>
<b>Deferred inflows of resources</b>	369,140	1,703,798	-	2,072,938
<b>Fund Balances/Net Position</b>				
Total fund balances/net position	16,187,404	6,100,445	-	22,287,849
Total liabilities and fund balances/net position	<u>\$ 19,503,335</u>	<u>\$ 22,942,518</u>	<u>\$ (1,333,989)</u>	<u>\$ 41,111,864</u>

**TOWN OF GLOCESTER**  
**NOTES TO FINANCIAL STATEMENTS**  
*June 30, 2020*

**NOTE 9: DIFFERENCES BETWEEN GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION**

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

Cost of capital assets	\$ 37,622,633
Accumulated depreciation	(18,987,845)
	<u>\$ 18,634,788</u>

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

Accrued interest	\$ (7,036)
Unearned revenue	580,914
Adjustment of deferred inflow	357,139
	<u>\$ 931,017</u>

Long-term liabilities applicable to the town's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term are reported in the statement of net position.

Bonds & loans payable	\$ 1,688,740
Landfill post-closure costs	184,300
Accrued compensated absences	661,170
Net OPEB liability	1,746,134
Net pension liability	11,431,809
	<u>\$ 15,712,153</u>

The Teachers Survivors Benefit plan has a net pension asset balance at the end of the year.

Net pension asset	\$ 966,794
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Deferred inflows and outflows of resources are amounts used under GASB 68 in developing the annual pension expense. Deferred inflows and outflows arise with differences between expected and actual experiences and changes of assumptions. The portion of these amounts not included in pension expense should be included as deferred outflows or inflows to be recognized in future periods.

Deferred inflows of resources - pensions	\$ (2,060,937)
Deferred outflows of resources - pensions	\$ 3,340,936



**TOWN OF GLOCESTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**10. DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES**

The "net change in the fund balances" for governmental funds \$34,579 differs from the "change in net position" for governmental activities of \$(22,772) reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities verses the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

<b>Statement of Revenues, Expenditures, and Changes in Fund Balances/Statement of Activities</b>					
	<b>Total Governmental Funds</b>	<b>Long-term Revenues/ Expenses (1)</b>	<b>Capital- related Items (2)</b>	<b>Long-term Debt Transactions (3)</b>	<b>Statement of Activities Totals</b>
<b>Revenues</b>					
General property tax	\$ 24,758,774	\$ 18,940	\$ -	\$ -	\$ 24,777,714
Intergovernmental and departmental revenues	4,354,749	-	-	-	4,354,749
Federal revenue - State fiscal stabilization	88,939	-	-	-	88,939
Tuitions	12,770	-	-	-	12,770
License and permits	505,745	-	-	-	505,745
Interest on investments	164,001	-	-	-	164,001
Other revenues	615,804	105,293	-	-	721,097
<b>Total revenues</b>	<b>30,500,782</b>	<b>124,233</b>	<b>-</b>	<b>-</b>	<b>30,625,015</b>
<b>Expenditures</b>					
<b>Current:</b>					
Administration	965,069	514,309	128,888	(70,450)	1,537,816
Finance	940,712	-	-	-	940,712
Public safety	2,524,267	-	(45,701)	(9,700)	2,468,866
Public works	1,845,620	-	566,063	-	2,411,683
Recreation and senior center	336,940	-	93,306	-	430,246
Social services	461,332	-	6,044	-	467,376
Operational expenses	511,142	-	-	-	511,142
Aid requests	380,918	-	-	-	380,918
Education	21,065,761	401,787	275,869	(299,656)	21,443,761
Capital outlay	1,340,060	-	(1,340,060)	-	-
<b>Debt service:</b>					
Principal	222,534	-	-	(222,534)	-
Interest	55,486	-	-	(219)	55,267
<b>Total expenditures</b>	<b>30,649,841</b>	<b>916,096</b>	<b>(315,591)</b>	<b>(602,559)</b>	<b>30,647,787</b>
<b>Other financing uses/changes in net position</b>					
Issuance of debt	183,638	-	-	(183,638)	-
<b>Net change for the year</b>	<b>\$ 34,579</b>	<b>\$ (791,863)</b>	<b>\$ 315,591</b>	<b>\$ 418,921</b>	<b>\$ (22,772)</b>

**TOWN OF GLOCESTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**10. DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES (Continued)**

- (1) Because some property taxes will not be collected for several months after the town's fiscal year ends, they are not considered as "available" revenues in the governmental funds. Also, non-monetary transaction such as Town acquisition of tax sale properties are not recorded on the fund statements but are recorded in the statement of activities.

Property taxes	\$	18,940
		<u>105,293</u>
		<u>\$ 124,233</u>

Interest expense in the statement of activities differs from the amount reported in the governmental funds because interest payments are recognized as an expenditure when paid in the governmental funds while in the statement of activities they are recognized when accrued.

Accrued interest		219
		<u>\$ 219</u>

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

Capital outlay	\$	1,502,309
Depreciation expense		<u>(1,182,552)</u>
Difference		<u>\$ 319,757</u>

When a loss is realized for the disposal of capital assets the gain is not recognized on the governmental funds and is only recorded on the statement of activities.

Gain on disposal		(4,166)
		<u>\$ (4,166)</u>

- (3) Repayment of bond principal is reported as an expenditure in the governmental funds and, thus, has the effect of reducing fund balance because current financial resources have been used. For the town as a whole, however, the principal payments reduce the liabilities in the statement of net position and do not result in an expense in the statement of activities. Cost associated with the refinancing of debt are expensed in the fund financials but are long-term assets and liabilities in the statement of activities

Landfill post-closure costs		9,700
New loan proceeds		(183,638)
Principal payments on bonds and loans		<u>222,534</u>
		<u>\$ 48,596</u>

Certain accrued expenditures that do not use current financial resources are not reported in the fund financial statements. However, in the in the statement of activities these accrued expenses are recognized and charged to current activities.

Net (increase)/decrease in compensated absences	\$	33,929
(Increase)/decrease in the OPEB liability		60,475
Net (increase)/decrease in net pension liability		53,649
Net increase/(decrease) in net pension asset		222,053
Net increase/(decrease) in deferred outflows		(785,945)
Net (increase)/decrease in deferred inflows		<u>(130,151)</u>
Change		<u>\$ (545,990)</u>

(Continued)

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

**11. FUND EQUITY**

**(a) Fund Balance Constraints**

The constraints on fund balance as listed in the aggregate in the Governmental Funds Balance Sheet are detailed according to balance classification and fund.

	<b>General Fund</b>	<b>School Unrestricted</b>	<b>Capital Reserve Fund</b>	<b>Other Non-Major Governmental Funds</b>	<b>Total Governmental Funds</b>
<b><i>Nonspendable for:</i></b>					
Perpetual care cemetery	\$ -	\$ -	\$ -	\$ 3,100	\$ 3,100
Deposits held for health and dental benefits	-	1,058,142	-	-	1,058,142
Prepays	5,250	-	-	-	5,250
<b><i>Restricted for:</i></b>					
Administration - historic records, recycling trees	-	-	-	29,096	29,096
Public safety - meds plans, drug education	-	-	-	14,365	14,365
Recreation - parades, senior center, recreation programs	-	-	-	84,235	84,235
Social services- septic and other loan programs, food bank	-	-	-	527,244	527,244
Capital projects- school & town	-	-	-	1,442,962	1,442,962
Educational programs- federal programs	-	1,149,957	-	31,037	1,180,994
Perpetual care cemetery care funds	-	-	-	9,093	9,093
<b><i>Committed to:</i></b>					
Education- future funding for school region	670,000	-	-	-	670,000
Capital projects- capital projects, school renovations	600,000	-	1,143,970	-	1,743,970
<b><i>Assigned for:</i></b>					
Administration - comprehensive plan, revaluation	467,039	-	-	-	467,039
Public safety- radio maintenance & replacements	198,819	-	-	-	198,819
Public works- storm fund	242,896	-	-	-	242,896
Recreation- senior center dues reserve	648	-	-	-	648
Matching grant funds	50,000	-	-	-	50,000
2021 budget	200,000	300,000	-	-	500,000
Employee benefits -healthcare reserves sick day buyout	387,477	-	-	-	387,477
Contractual obligations- compensated absences & OPEB	607,072	150,929	-	-	758,001
Education- school renovation & improvements	300,000	-	-	-	300,000
<b><i>Unassigned:</i></b>	<b>6,559,643</b>	<b>-</b>	<b>-</b>	<b>(45,570)</b>	<b>6,514,073</b>
<b>TOTAL FUND BALANCES</b>	<b>\$ 10,288,844</b>	<b>\$ 2,659,028</b>	<b>\$ 1,143,970</b>	<b>\$ 2,095,562</b>	<b>\$ 16,187,404</b>

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS**

**(a) Municipal Employees' Retirement System of Rhode Island**

**Summary of Significant Accounting Policies**

**General Information about the Pension Plan**

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

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

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

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

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

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

**General Information about the Pension Plan**

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

**General Employees**

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

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

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

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

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

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

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

**General Employees**

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

**Police and Fire Employees**

Members are eligible to retire when they are at least 50 years old and have a minimum of 25 years of contributing service or if they have 27 years of contributing service at any age. Members with less than 25 years of contributing service are eligible for retirement on or after their Social Security normal retirement age.

Members who, as of June 30, 2012, had at least 10 years of contributing service, had attained age 45, and had a prior Retirement Date before age 52 may retire at age 52.

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

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

Prior to July 1, 2012, members designated as police officers or firefighters were eligible for retirement at or after age 55 with credit for at least 10 years of service or at any age with credit for 25 or more years of service. Members were also eligible to retire and receive a reduced benefit if they are at least age 50 and have at least 20 years of service. If the municipality elected to adopt the 20-year retirement provisions for police officers and/or firefighters, then such a member was eligible to retire at any age with 20 or more years of service. Members eligible to retire before July 1, 2012 were not impacted by the changes to retirement eligibility above.

A monthly benefit is paid equal to 2.00% of the member's monthly FAC for each year of service, up to 37.5 years (75% of FAC maximum).

If the optional 20-year retirement provisions were adopted by the municipality prior to July 1, 2012: benefits are based on 2.50% of the member's FAC for each year of service prior to July 1, 2012 and 2.00% of the member's FAC for each year of service after July 1, 2012. The benefit cannot exceed 75% of the member's FAC.

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

**Police and Fire Employees**

Active members (including future hires), members who retire after July 1, 2015 and after attaining age 57 with 30 years of service will have a benefit equal to the greater of their current benefit described in (a) and (b) above and one calculated based on a 2.25% multiplier for all years of service.

**Other Benefit Provisions**

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

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

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

a. The COLA will be suspended for any unit whose funding level is less than 80%; however, an interim COLA may be granted in four-year intervals while the COLA is suspended. The first interim COLA may begin January 1, 2018.

b. Effective July 1, 2015, the COLA is determined based on 50% of the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%, plus 50% of the lesser of 3.0% or last year's CPI-U increase for a total maximum increase of 3.50%. Previously, it was the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%.

c. The COLA will be limited to the first \$25,000 of the member's annual pension benefit. For retirees and beneficiaries who retired on or before July 1, 2015, years in which a COLA is payable based on the every fourth year provision described in (i) above will be limited to the first \$30,000. These limits will be indexed annually to increase in the same manner as COLAs, with the known values of \$25,000 for 2013, \$25,000 for 2014, \$25,168 for 2015, \$25,855 for 2016, and \$26,098 for 2017.

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

**Employees covered by benefit terms**

At the June 30, 2019 valuation date, the following employees were covered by the benefit terms:

Town General Employees:

Retirees and Beneficiaries	44
Inactive, Nonretired Members	35
Active Members	65
Total	144

Police Employees:

Retirees and Beneficiaries	14
Inactive, Nonretired Members	1
Active Members	15
Total	30

**Contributions** - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012 are required to contribute 1% of their salaries (2% if the employer opted to provide a COLA). General employees with more than 20 years of service as of June 30, 2012 are required to contribute 8.25%. Public safety employees are required to contribute 9% of their salaries (10% if the employer opted to provide a COLA). The Town of Gloucester contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The Town of Gloucester contributed \$304,988 to their general employees MERS plan in the year ended June 30, 2020 which was 10.97% of annual covered payroll and contributed \$270,871 to their Police employee MERS plan in the year ended June 30, 2020 which was 23.49% of annual covered payroll.

**Net Pension Liability (Asset)** - The total pension liability was determined by actuarial valuations performed as of June 30, 2018 and rolled forward to June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement.



**TOWN OF GLOCESTER, RHODE ISLAND  
NOTES TO BASIC FINANCIAL STATEMENTS  
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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the June 30, 2019 measurement date (June 30, 2018 valuation rolled forward to June 30, 2019)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Actuarial Assumptions	
Investment Rate of Return	7.00%
Projected Salary Increases	General Employees - 3.5% to 7.5% ; Police & Fire Employees - 4.0% to 14.0%
Inflation	2.50%
Mortality	Mortality - variants of the RP-2014 mortality tables - for the improvement scale, update to ultimate rates of the MP-2016 projection scale.
Cost of Living Adjustments	A 2% COLA is assumed after January 1, 2014.

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.

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:

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

Asset Class	Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
<b>GROWTH</b>		
<b>Global Equity</b>		
US Equity	22.10%	6.16%
International Development Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
<b>Sub-total</b>	<b>40.00%</b>	
<b>Private Growth</b>		
Private Equity	11.25%	9.81%
Non-Core Real Estate	2.25%	5.51%
Opportunistic Private Credit	1.50%	9.81%
<b>Sub-total</b>	<b>15.00%</b>	
<b>INCOME</b>		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
<b>Sub-total</b>	<b>8.00%</b>	
<b>STABILITY</b>		
<b>Crisis Protection Class</b>		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
<b>Sub-total</b>	<b>8.00%</b>	
<b>Inflation Protection</b>		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIP's	1.00%	1.37%
Natural Resources	1.00%	3.76%
<b>Sub-total</b>	<b>8.00%</b>	
<b>Volatility Protection</b>		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
<b>Sub-total</b>	<b>21.00%</b>	
<b>TOTAL</b>	<b>100.00%</b>	

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

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

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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

**Changes in Net Pension Liability (Asset) - Town Employees**

	Increase (Decrease)		Net Pension Liability (a) - (b)
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	
<b>Balances as of June 30, 2018</b>	\$ 11,127,438	\$ 9,080,175	\$ 2,047,263
<b>Changes for the Year</b>			
Service Cost	247,792	-	247,792
Interest on the total pension liability	766,275	-	766,275
Difference between expected and actual experience	(188,107)	-	(188,107)
Changes in assumptions	-	-	-
Employer contributions	-	294,649	(294,649)
Employee contributions	-	81,269	(81,269)
Net investment income	-	588,393	(588,393)
Benefit payments, including employee refunds	(609,098)	(609,098)	-
Administrative expense	-	(9,208)	9,208
Other changes	-	3,541	(3,541)
<b>Net changes</b>	<u>216,862</u>	<u>349,546</u>	<u>(132,684)</u>
<b>Balances as of June 30, 2019</b>	<u>\$ 11,344,300</u>	<u>\$ 9,429,721</u>	<u>\$ 1,914,579</u>

**Changes in Net Pension Liability (Asset) - Police Employees**

	Increase (Decrease)		Net Pension Liability (a) - (b)
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	
<b>Balances as of June 30, 2018</b>	\$ 9,188,563	\$ 6,931,808	\$ 2,256,755
<b>Changes for the Year</b>			
Service Cost	242,568	-	242,568
Interest on the total pension liability	638,055	-	638,055
Difference between expected and actual experience	74,437	-	74,437
Change in assumptions	-	-	-
Employer contributions	-	233,562	(233,562)
Employee contributions	-	113,988	(113,988)
Net investment income	-	458,041	(458,041)
Benefit payments, including employee refunds	(389,561)	(389,561)	-
Administrative expense	-	(7,168)	7,168
Other changes	-	(1)	1
<b>Net changes</b>	<u>565,499</u>	<u>408,861</u>	<u>156,638</u>
<b>Balances as of June 30, 2019</b>	<u>\$ 9,754,062</u>	<u>\$ 7,340,669</u>	<u>\$ 2,413,393</u>

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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

**Sensitivity of the Net Pension Liability to changes in the discount rate.** The following presents the net pension liability (asset) of the employers calculated using the discount rate of 7.0 percent, as well as what the employers' 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.

Plan:	1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
Town	3,111,905	1,914,579	934,597
Police	3,428,527	2,413,393	1,582,645

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

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

For the year ended June 30, 2020 the employer recognized pension expense of \$519,591 for Town employees and \$478,587 for Police employees. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Town Employees</u>		<u>Police Employees</u>	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to measurement date	\$ 304,988	\$ -	\$ 270,871	\$ -
Difference between expected and actual experience	-	155,538	190,976	38,037
Changes in assumptions	160,588	-	175,233	7,700
Net difference between projected and actual earnings on pension plan investments	-	27,922	-	34,602
<b>Total</b>	<u>\$ 465,576</u>	<u>\$ 183,460</u>	<u>\$ 637,080</u>	<u>\$ 80,339</u>

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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(a) Municipal Employees' Retirement System of Rhode Island**

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

\$575,859 is reported as deferred outflows of resources related to pensions resulting from the Town of Gloucester contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period.

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

Town Employees		Police Employees	
Year Ending June 30	Net Deferred (outflows)/inflows of resources	Year Ending June 30	Net Deferred (outflows)/inflows of resources
2021	\$ 105,293	2021	\$ 130,398
2022	(68,937)	2022	70,625
2023	(50,721)	2023	62,896
2024	(8,507)	2024	21,951
2025	-	2025	-
Thereafter	-	Thereafter	-
Total	<u>\$ (22,872)</u>	Total	<u>\$ 285,870</u>

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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(b) Defined Contribution Plan**

**Plan Description:**

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

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

The Town of Gloucester recognized pension expense of \$99,680 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>.

	EE contribution	ER contribution
<b>ERS members</b>		
ERS - Teachers - contribute to Social Security - less than 20 years of service at 7/1/2012	5%	1% to 1.5% depending on years of service
ERS - Teachers - do not contribute to Social Security - less than 20 years of service at 7/1/2012	7%	3% to 3.5% depending on years of service
ERS - Teachers - more than 20 years of service at 7/1/2012	NO DC plan contributions (ee and er) after July 1, 2015	

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(c) Employees' Retirement System of Rhode Island**

**General Information about the Pension Plan**

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

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

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

The plan provides for survivor 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 ending June 30, 2016.

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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(c) Employees' Retirement System of Rhode Island (continued)**

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 2019, the Gloucester School Department 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 Gloucester School Department are required to contribute at an actuarially determined rate, 40% of which is to be paid by the state and the remaining 60% is to be paid by Gloucester School Department; the rates were 10.06% and 13.45% of annual covered payroll for the fiscal year ended June 30, 2020 for the state and Gloucester School Department, respectively. The Gloucester School Department contributed \$602,566, \$561,924, and \$540,147 for the fiscal years ended June 30, 2020, 2019 and 2018, respectively, equal to 100% of the required contributions for each year. The state's share of the contribution for fiscal 2020 was \$430,415 and is reported as on-behalf payments and are 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 Gloucester School Department reported a liability of \$7,103,837 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the Gloucester School Department 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 Gloucester School Department were as follows:

Gloucester School Department's proportionate share of the net pension liability	\$ 7,103,837
State's proportionate share of the net pension liability associated with the Gloucester School Department	<u>5,321,510</u>
Total net pension liability	<u><u>\$ 12,425,347</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 Gloucester School Department's proportion of the net pension liability was based on a projection of the Department's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the state, actuarially determined. At June 30, 2019 the Gloucester School Department's proportion was .22263717%.



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

**RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(c) Employees' Retirement System of Rhode Island (continued)**

For the year ended June 30, 2020 the Gloucester School Department recognized gross pension expense of \$1,322,051 and revenue of \$590,354 for support provided by the State. At June 30, 2020 the Gloucester School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred outflows of resources:</b>	
Difference between expected and actual experience	\$ 86,506
Change of Assumptions	415,687
Changes in proportion and differences between employer contributions and proportionate share of contributions	168,994
Contributions made subsequent to the measurement date	<u>602,566</u>
<b>Total</b>	<u><u>1,273,753</u></u>
 <b>Deferred inflows of resources:</b>	
Differences between actual and expected and actual experience	\$ 118,634
Change of Assumptions	56,066
Net difference between projected and actual investment earnings	11,178
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>403,895</u>
<b>Total</b>	<u><u>\$ 589,773</u></u>

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(c) Employees' Retirement System of Rhode Island**

\$602,566 reported as deferred outflows of resources related to pensions resulting from the Glocester School Department's 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. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2021	\$ 87,399
2022	\$ (35,766)
2023	\$ 18,791
2024	\$ 43,921
2025	\$ (15,127)
thereafter	<u>\$ (17,804)</u>
	<u>\$ 81,414</u>

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

Inflation	2.5%
Salary increases	3.0% to 13.0%
Investment rate of return	7.0%

Mortality – variants of the RP – 2014 mortality tables – for the improvement scale, updated 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.

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:

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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(c) Employees' Retirement System of Rhode Island**

Asset Class	Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
<b>GROWTH</b>		
<b>Global Equity</b>		
US Equity	22.10%	6.16%
International Development Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
<b>Sub-total</b>	<b>40.00%</b>	
<b>Private Growth</b>		
Private Equity	11.25%	9.81%
Non-Core Real Estate	2.25%	5.51%
Opportunistic Private Credit	1.50%	9.81%
<b>Sub-total</b>	<b>15.00%</b>	
<b>INCOME</b>		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
<b>Sub-total</b>	<b>8.00%</b>	
<b>STABILITY</b>		
<b>Crisis Protection Class</b>		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
<b>Sub-total</b>	<b>8.00%</b>	
<b>Inflation Protection</b>		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIP's	1.00%	1.37%
Natural Resources	1.00%	3.76%
<b>Sub-total</b>	<b>8.00%</b>	
<b>Volatility Protection</b>		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
<b>Sub-total</b>	<b>21.00%</b>	
<b>TOTAL</b>	<b>100.00%</b>	

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

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(c) Employees' Retirement System of Rhode Island**

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ 8,779,136	\$ 7,103,837	\$ 5,732,437

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

**(d) Teachers Survivor's Benefit Plan**

**General Information about the Pension Plan**

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

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

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

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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(d) Teachers Survivor's Benefit Plan**

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

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

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

<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:

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

**Contributions** - The contribution requirements of active employees and the participating school districts were established under Chapter 16-16 of the Rhode Island General Laws, which may be amended by the General Assembly. The cost of the benefits provided by the plan are two percent (2%) of the member's annual salary up to but not exceeding an annual salary of \$11,500; 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 Gloucester School Department contributed \$6,291, \$6,356, and \$6,210 for the fiscal years ended June 30, 2020, 2019 and 2018, respectively, equal to 100% of the required contributions for each year.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(d) Teachers Survivor's Benefit Plan**

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

At June 30, 2020 the Gloucester School Department reported an asset of \$966,794 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 Gloucester School Department's 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 proportion was 0.85220717%.

For the year ended June 30, 2020 the Gloucester School Department recognized pension expense credit of \$6,202 – an increase in the net pension asset. At June 30, 2020 the Gloucester School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred Outflows of resources</b>	
Differences between expected and actual experience	\$ 105,359
Changes in assumptions	84,241
Changes in proportion and differences between employer contributions and proportionate share of contributions	130,120
Contributions subsequent to the measurement date	6,291
<b>Total</b>	<u><u>\$ 326,011</u></u>
 <b>Deferred inflows of resources</b>	
Differences between expected and actual experience	\$ 256,762
Net difference between projected and actual investment earnings	9,520
Changes in proportion and differences between employer contributions and proportionate share of contributions	126,617
<b>Total</b>	<u><u>\$ 392,899</u></u>

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

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**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

**(d) Teachers Survivor's Benefit Plan**

\$6,291 reported as deferred outflows of resources related to pensions resulting from the Gloucester School Department 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:

Year ended June 30:	
2021	10,861
2022	(26,319)
2023	(5,725)
2024	(577)
2025	(18,498)
Thereafter	(32,921)
	(73,179)

**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	3.0% to 13.0%
Investment rate of return	7.0%

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.

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:

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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12. **RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)**

(d) **Teachers Survivor's Benefit Plan**

Asset Class	Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
<b>GROWTH</b>		
<b>Global Equity</b>		
US Equity	22.10%	6.16%
International Development Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
<b>Sub-total</b>	<b>40.00%</b>	
<b>Private Growth</b>		
Private Equity	11.25%	9.81%
Non-Core Real Estate	2.25%	5.51%
Opportunistic Private Credit	1.50%	9.81%
<b>Sub-total</b>	<b>15.00%</b>	
<b>INCOME</b>		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
<b>Sub-total</b>	<b>8.00%</b>	
<b>STABILITY</b>		
<b>Crisis Protection Class</b>		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
<b>Sub-total</b>	<b>8.00%</b>	
<b>Inflation Protection</b>		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIP's	1.00%	1.37%
Natural Resources	1.00%	3.76%
<b>Sub-total</b>	<b>8.00%</b>	
<b>Volatility Protection</b>		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
<b>Sub-total</b>	<b>21.00%</b>	
<b>TOTAL</b>	<b>100.00%</b>	

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



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

**12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)**

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

**(d) Teachers Survivor's Benefit Plan**

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ (745,003)	\$ (966,794)	\$ (1,131,933)

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

**13. CONTINGENT LIABILITIES**

**Grants**

Under the terms of federal and state grants, periodic compliance audits by the grantors or their representatives are required and, consequently, certain costs may be questioned as not being appropriate, and result in reimbursement to the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies could not be determined at this time. Town officials believe that such disallowances, if any, would not be material.

**Self-Insurance**

The Town has elected to pay unemployment compensation on a claims-made basis rather than as a percentage of payroll. No accrual has been made for claims expected to arise from service related to fiscal 2020 because Town officials are of the opinion that any claims relating to this period will be immaterial.

**Litigation**

The Town is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Town's attorneys, the resolution of these matters will not have a materially adverse effect on the financial condition of the Town.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS**

***OPEB Trust (the Trust)***

**Plan Description**

The Town of Glocester has established an irrevocable exclusive benefit trust solely to fund retiree health care benefits. The OPEB trust fund has been established in accordance with Section 115 of the Internal Revenue Code. Eligible town employees are town clerks, town police, and town non-contract employees. The benefit provisions and further eligibility conditions are as listed on subsequent sections of this note.

At this time school certified and non-certified employees are not part of the plan. It is expected the consideration of an irrevocable trust for this group will be passed in the near future.

The cost of postemployment health care benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in future years when it will be paid. The Town adopted the requirements of GASB No. 75 Accounting for Postemployment Benefit Plans Other than Pension Plans during the year ended June 30, 2020 and recognizes the cost of postemployment healthcare in the year when the employee services are rendered, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows.

**Summary of Significant Accounting**

***Benefit Provisions and Contributions***

***Funding Policy***

The town currently provides OPEB benefits on a pay as you go plan. Annual appropriations are made in the budget. Past practice has been that funds not spent in the year appropriated are assigned for the intended use of post-employment future costs. The town will continue with this practice until such time as the plan is fully funded. Contractual language dictates those employees eligible for such benefits. The terms and conditions vary with each group.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

***Benefit Provisions and Contributions***

The Town offers individual or family health insurance to its retirees. Employees vest for OPEB when they vest for pension benefits. Employees can choose individual or family health coverage when they are actively employed. These benefits are described by employee group:

**School -Teachers and Administrators**

Eligibility: If vested prior to July 1, 2005 with 28 years of service or at age 60 with 10 years of contributing service. If vested after July 1, 2005, at age 59 with 29 years of service or at age 62 (receiving Social Security) with 10 years of service. Benefits cease at age 65 or when the retiree is eligible for Medicare, whichever occurs first. Employees hired after July 10, 2010 are not eligible.

Plan Type: Medical – HealthMate.

**Teachers: Benefit/Cost Sharing**

- a) Individuals who retired before 7/1/2006 do not contribute.
- b) Individuals who retired after 6/30/2006, but on or before 6/30/2010, pay \$600 annually for single coverage.
- c) Individuals who retired after 6/30/2010, but on or before 6/30/2011, pay 20% of the cost of a single plan up to a maximum of \$1,296 for each year of coverage
- d) Individuals who retire after 6/30/2011, but on or before 6/30/2012, pay 20% of the cost of a single plan up to a maximum of \$1,400 for each year of coverage
- e) Individuals who retire on or after 7/1/2012 pay the same co-payment of medical insurance premiums as then current employees for each year of coverage up to a maximum of six years.

**School - Educational Support**

Eligibility: Employees with 10 years of service who have reached age 60. Benefits cease at age 65 or when the retiree is eligible for Medicare, whichever occurs first. New hires after January 1, 2009 are not eligible.

Plan type: Medical HealthMate, Dental: RI Delta Dental

Benefit/Cost Sharing: For employees retired as of January 1, 2009 the Town of Gloucester School Department pays 100% of the premium cost of individual coverage until the retiree reaches age 65 or is eligible for Medicare, whichever comes first. Employees retiring after January 1, 2009 pay the same co-payment as current employees until Medicare eligible.

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

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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

***Benefit Provisions and Contributions***

**Town – Clerks**

Eligibility: Employees with 10 years of service who have reached age 62. Benefits cease at age 65 or when the retiree becomes eligible for Medicare, whichever occurs first. New hires after December 15, 2011 are ineligible.

Plan type: - Medical - Healthmate

Benefit/Cost Sharing: The Town pays 100% of the premium cost of individual medical care coverage until the retiree reaches age 65 or is eligible for Medicare, whichever occurs first.

**Town – Police**

Eligibility: Members hired before July 1, 2001 must have at least 20 years of service. Members hired after July 1, 2001 must have 25 years of service. Benefits cease at age 65 or when the retiree becomes eligible for Medicare, whichever occurs first. If the spouse becomes eligible for Medicare or reaches age 65 before the retiree, the retiree continues to be eligible for coverage.

Plan type:       Medical - Healthmate  
                      Dental - Rhode Island Delta Dental

Benefit/Cost Sharing: The Town pays 100% of the premium cost of individual medical care and dental coverage until the retiree reaches age 65 or is eligible for Medicare, whichever occurs first.

**Town – Non-contract**

Eligibility: Employees with 10 years of service who have reached age 62. Benefits cease at age 65 or when the retiree becomes eligible for Medicare, whichever occurs first. New hires after July 1, 2009 are not eligible.

Plan type: Healthmate

Benefit/Cost Sharing: The Town pays 100% of the premium cost of individual medical care coverage until the retiree reaches age 65 or is eligible for Medicare, whichever occurs first.

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

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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

***Benefit Provisions and Contributions***

**All Employee Groups**

Retirees can purchase health insurance for their spouses at their own expense. The Plan does not provide a "surviving spouse benefit" for any of its Plan members.

***Classes of Employees Covered***

As of July 1, 2019, membership data was as follows.

Active Employees	88
Retirees	<u>12</u>
Total Plan Members	<u>100</u>

**Plan Description**

*Plan administration:* The Town of Gloucester administers the Gloucester Retiree Benefits Plan (OPEB) – a single employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB) for all permanent full-time general and public safety employees of the Town.

*Benefits provided:* For Town and public safety employees, the Town provides 100% of the medical and dental premium cost of individual health care coverage until they are Medicare eligible. For teachers who retired prior to July 1, 2006 the Town pays 100% of the medical premium costs of the individual health care coverage. For those who retired on or after July 1, 2006 but before July 1, 2010 the retiree contributes \$600 annually for the costs of individual medical coverage. For those teachers who retired on or after July 1, 2010 but before July 1, 2011 the retiree contributes 20% of the cost of individual coverage, up to a maximum of \$1,296 annually. For those teachers who retired on or after July 1, 2011 but before July 1, 2012, the retiree contributes 20% of the cost of individual coverage, up to a maximum of \$1,400 annually. For those teachers who retired on or after July 1, 2012 the retiree contributes the same amount as they were contributing during their final year of service for coverage up to a maximum of six years. For educational support staff who retired prior to July 1, 2009 the Town pays 100% of the premium cost of the individual health care coverage until they are Medicare eligible. For those staff who retired on or after July 1, 2009 the retiree contributes the same amount as they were contributing during their final year of service until they are Medicare eligible. Benefits are provided through a third-party insurer.

*Contributions:* The Town charter grants the authority to establish and amended the contribution requirements of the Town and plan members to the Trustees. The Board establishes rates based on an actuarially determined rate.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

**Investments**

*Investment policy:* The Board's policy in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The Board's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of June 30, 2020:

*Rate of Return:* For the year ended June 30, 2020, the annual money-weighted rate of return on investments, net of investment expense, was 6.53%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Net OPEB Liability of the Town**

The components of the net OPEB liability of the Town at June 30, 2020, were as follows:

Total OPEB liability	\$	2,245,484
Plan fiduciary net position		<u>(499,350)</u>
Town's net OPEB liability	\$	<u><u>1,746,134</u></u>
Plan fiduciary net position as a percentage of the total OPEB liability		22.24%

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	N/A	N/A
International Equity	N/A	N/A
Domestic Bond	N/A	N/A
International Bond	N/A	N/A
Alternatives	N/A	N/A
Vanguard Conservative Strategy	100%	100.00%
	<u>100%</u>	<u>100%</u>

**TOWN OF GLOCESTER, RHODE ISLAND  
NOTES TO BASIC FINANCIAL STATEMENTS  
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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

*Actuarial assumptions:* The total OPEB liability was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

<b>Summary of Actuarial Assumptions Used in the Valuations to determine the Net OPEB Liability at the June 30, 2020 measurement date</b>	
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent of Payroll
Equivalent Single Remaining Amortization Period	28 Years
Actuarial Assumptions	
Investment Rate of Return	5.10%
Healthcare Trend Rates	7.5.0% in 2019, decreasing to an ultimate rate of 4.50% in 2025
Payroll Growth	2.50%
Discount rate	2.27%
Projected Salary Increases	3.50% annually
Inflation	1.60% annually
Average assumed Retirement Age	63
Participation Rate	It is assumed 100% of current active employees would enroll
Mortality	RPH-2014 Total Dataset Headcount-Weighted mortality table, adjusted back to 2006 base rates, then projected generationally with Scale MP-2019.

**Discount Rate**

The discount rate used to measure the Town's total OPEB liability was 2.27%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plans 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 investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

**Changes in Net Opeb Liability**

	Increase (Decrease)		Net OPEB Liability (a) - (b)
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	
<b>Balances as of June 30, 2019</b>	\$ 2,275,367	\$ 468,758	\$ 1,806,609
<b>Changes for the Year</b>			
Service Cost	108,034	-	108,034
Interest on the total OPEB liability	79,306	-	79,306
Difference between expected and actual experience	(274,044)	13,247	(287,291)
Changes in assumptions	117,282	-	117,282
Employer contributions	-	60,461	(60,461)
Net investment income	-	17,345	(17,345)
Benefit payments, including employee refunds	(60,461)	(60,461)	-
<b>Net changes</b>	<u>(29,883)</u>	<u>30,592</u>	<u>(60,475)</u>
<b>Balances as of June 30, 2020</b>	<u>\$ 2,245,484</u>	<u>\$ 499,350</u>	<u>\$ 1,746,134</u>

*Sensitivity of the 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 (1.27%) or 1 percentage point higher (3.27%) than the current discount rate:

1.00% Decrease (1.27%)	Current Discount Rate (2.27%)	1.00% Increase (3.27%)
\$ 1,832,521	\$ 1,746,134	\$ 1,659,947



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

**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

*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 what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (6.5% decreasing to 3.50%) or 1 percentage point higher (8.50% decreasing to 5.50%) than the current healthcare trend rates:

1% Decrease (6.50% decreasing to 3.50%)	Current Trend Rate (7.50% decreasing to 4.50%)	1% Increase (8.50% decreasing to 5.50%)
\$ 1,558,890	\$ 1,746,134	\$ 1,959,386

**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 \$102,683. 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 Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 35,425	\$ 236,863
Changes of assumptions	131,133	85,830
Net difference between projected and actual earnings on OPEB plan investments	-	19,815
Total	<u>\$ 166,558</u>	<u>\$ 342,508</u>

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

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

<u>OPEB Plan</u>	
Year Ending June 30	Net Deferred (outflows)/inflows of resources
2021	\$ (48,257)
2022	(45,806)
2023	(40,091)
2024	(26,621)
2025	(8,300)
Thereafter	(6,875)
Total	<u>\$ (175,950)</u>

**15. AGGREGATED PENSION AND OPEB INFORMATION**

The town recognized the following amounts related to pension and OPEB plans as of and for the year ended June 30, 2020.

	<u>Deferred Outflows of Resources Pension/OPEB Amounts</u>	<u>Deferred Inflows of Resources Pension/OPEB Amounts</u>	<u>Net Pension/OPEB Liability</u>	<u>Net Pension/OPEB Asset</u>	<u>Pension/OPEB Expense</u>
Employees' Retirement System of RI	2,796,974	1,274,137	11,431,809	966,794	2,314,027
OPEB	170,838	346,788	1,746,134	-	102,683
Total	<u>\$ 2,967,812</u>	<u>\$ 1,620,925</u>	<u>\$ 13,177,943</u>	<u>\$ 966,794</u>	<u>\$ 2,416,710</u>

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

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**16. MAJOR REVENUE SOURCE**

The Town has a tax treaty and agreement with Factory Mutual Insurance Company (FM), which requires FM to pay the Town annual fixed payments in lieu of taxes according to the following schedule:

<u>June 30,</u>		
2021	.....	2,598,524
2022	.....	<u>2,655,758</u>
Total		<u>\$ 5,254,282</u>

During fiscal year ending June 30, 2020 the Town received \$2,541,290 in payments from FM.

**17. FOSTER-GLOCESTER REGIONAL SCHOOL DISTRICT**

The Foster-Glocester Regional School District (Regional School) was created to include the high school (Grades 9-12) and middle schools (Grades 6-8) for the Towns of Foster and Glocester (the Towns). The Regional School is a separate legal entity from the Towns. The voters of the participating Towns elect their respective School Committee members who are also ex-officio School Committee members for the Regional School District. The Regional School cannot assess and levy property taxes. Revenues are derived principally from the participating Towns of the Regional School, which contribute funds according to a financial formula based upon each Town's enrollment and from the State of Rhode Island. The Town of Glocester's budgeted contribution for the fiscal year ended June 30, 2020 was \$10,828,290. Financial statements for the Regional School are issued separately and may be obtained from the Foster-Glocester Regional School District Business Office, Central Administration Office, 91 Anan Wade Road, North Scituate, Rhode Island 02857.

**18. RISK MANAGEMENT**

The Town of Glocester and Glocester School Department are exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors; omissions; injuries to employees; and natural disasters. As a result, the Town and School Department participate in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) which provides coverage for property/liability claims and workers' compensation claims. Upon joining the Trust on October 1, 1986, the Town and School Department signed a participation agreement which outlines the rights and responsibilities of both the Trust and the Town and School Department. The agreement states that for premiums paid by the Town or School Department, the Trust will assume financial responsibility for the losses up to the maximum amount of insurance purchased, minus the deductible amounts. 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 for losses that are above the Trust's self-insured retention. Under the participation agreement, the Town is insured for general liability for a maximum of \$5,000,000 per occurrence and the School Department for a maximum of \$3,000,000 per occurrence. There have been no reductions in insurance coverage from coverage in the previous year. Settled claims resulting from these risks have not exceeded the Trust Coverage.

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

**18. RISK MANAGEMENT** *(continued)*

The Trust is obligated to make payments on the Town's behalf without any further obligation of the Town, unless the Town's applicable limit of liability was exhausted by the size of the loss or the nature of the loss would fall outside the parameters of the Trust policy. As of June 30, 2020, the Town believes there is minimal, if any, potential exposure for outstanding claims which would fall outside the parameter of the Trust policy.

**Self-insurance:**

The School Department participates in a multi-employer cost reimbursement healthcare self-insurance risk pool managed by WB Community Health (WBCH). The School Department pays WBCH monthly premiums based upon "working rates" that are periodically adjusted to reflect changes in actual costs. Funds on deposit with WBCH are made available to pay claims, claim reserves and administrative costs. As of June 30, 2020, the reported claims exceeded deposits by \$275,170. Net incurred but not reported (IBNR) claims, of \$(77,425) resulted in a \$1,045,016 balance in the net adjusted reserve which includes other required reserves WB Health and Blue Cross.

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 \$175,000.

Changes in the deposit balances for the past fiscal year are as follows:

	School - Health Year ended <u>June 30, 2020</u>	School - Dental Year ended <u>June 30, 2020</u>
Beginning cumulative surplus (deficit)	\$ 1,126,645	\$ 100,695
Premium deposits	1,620,667	75,837
Incurred claims (excluding IBNR)	(2,160,135)	(45,379)
Administrative fees	(858)	(3,304)
Ending cash deposit balance	<u>586,319</u>	<u>127,849</u>
Change in Estimated IBNR (three month estimate)	<u>238,002</u>	<u>(1,203)</u>
Net adjusted reserve	<u>\$ 824,321</u>	<u>\$ 127,849</u>

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

**19. INTERFUND TRANSFERS**

Transfers are made to provide revenue for annual expenditures of various funds. Transfers are not expected to be repaid to the originating (source) fund. Listed below is the transfer activity for fiscal year ended June 30, 2020.

Governmental Activities

<u>Major Funds</u>	<u>Transfers in</u>	<u>Transfers out</u>
General Fund	\$ -	\$ 7,975,222
School Unrestricted Fund	6,733,922	300,000
Capital Projects Fund	900,000	-
Capital Reserve-Major Fund	921,300	300,000
Non-Major Funds	20,000	-
Total Governmental Activities	<u>\$ 8,575,222</u>	<u>\$ 8,575,222</u>

**20. LANDFILL POSTCLOSURE CARE COSTS**

The Rhode Island Department of Environmental Management (RIDEM) has identified the Town's former landfill located off Chestnut Hill Road as a Site Remediation Program. RIDEM performed a Site Investigation in April 2005 and issued their report in May 2005.

The Town complied with RIDEM's remediation requirements by capping the landfill with two feet of clean fill and subsequently stabilizing it by planting grass. A plastic membrane was not deemed necessary. The work on the project is complete. The total cost was \$246,000. RIDEM has reviewed the Closure Certification Report and determined that it is in substantial compliance with Rule 2.1.09(C) of the Solid Waste Regulation NO.2.

RIDEM regulations require that post-closure monitoring be performed for a period of at least 30 years after the landfill is closed. Monitoring consists of analyzing groundwater samples and measuring landfill gas levels. Other tasks required are mowing the grass twice per year and field inspections to ascertain whether erosion is occurring and that no trees are growing. Annual monitoring is expected to cost \$9,700 per year. Actual costs may be higher due to inflation, changes in technology or changes in regulation. After the first few years of monitoring following final acceptance, the Town will request that RIDEM relax these requirements if monitoring results are in substantial compliance with the regulations.

The Town has landfill post closure care costs as follows:

<u>Town Landfill</u>	<u>Year of Closure</u>	<u>Capping Cost (Estimate)</u>	<u>Monitoring Costs (Estimate)</u>	<u>Years Remaining</u>	<u>Projected Liability</u>	<u>Short-Term Liability</u>	<u>Long-Term Liability</u>
Chestnut Hill Rd.	1979	\$ -	\$ 9,700	20	\$ 194,000	\$ 9,700	\$ 184,300

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

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**21. PUBLIC ENTITY RISK POOL**

***The Health Pool***

The Town participates in a public entity risk pool through the Rhode Island Interlocal Risk Management Trust (the Trust) entitled the Health Pool (the Pool). The Pool is part of a not-for-profit organization (the Trust) formed to provide programs of liability, workers compensation, and health insurance coverage to Rhode Island cities, towns and other governmental units. The Pool is governed by the Trust Board of Trustees (Board).

Upon joining the Pool, members execute a member agreement. That document, pursuant to which the Pool was established and operates, outlines the rights and responsibilities of both the members and the Pool. Members of the Pool participate in the Pool's health insurance plan administered through the Trust, Blue Cross Blue Shield of Rhode Island for medical coverage and CVS for pharmacy coverage.

Using the rate calculations prepared by The Trust, The Trust sets annual contribution rates for the subscribers of each member for each program offered. The Pool agreement requires that those contribution rates be set:

1. At a level sufficient, in the aggregate, to satisfy the funding requirements of the Pool, and
2. With the intent that over the long term each member is contributing its fair share.

The contributions of each member are used to pay for claims, reinsurance and all administrative expenses. The Pool agreement provides for an annual independent audit of its financial statements.

A member's share of surplus or deficit is equal to the ratio of the member's subscribers (employees and retirees) participating in the Pool's plan for each month of a policy year divided by the sum of all subscribers in the Pool for the same period.

The Pool agreement provides the Trust's Board a discretionary, fully allocable assessment feature with respect to specified circumstances.

After it has been a member of the Pool for an initial three-year period, a member may withdraw from participation in the Pool at its discretion, but a withdrawal may only be effective on June 30<sup>th</sup> of any year. Any election to terminate participation in the Pool requires a written notification to the Trust of such intent to withdraw no later than May 1<sup>st</sup> or two (2) months prior to the policy expiration date, whichever date is earlier. Liquidated damages would be assessed at the time of departure prior to the initial three-year period. The Trust may terminate a member's coverage for failure to pay amounts due.

For the year ended June 30, 2020, unaudited results indicate that the Pool generated \$145,198,787 in revenues and had a change in net position, revenues less expenses, of \$6,163,861. The Pool had \$64,207,648 in total assets and \$39,089,324 in total equity as of June 30, 2020.

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

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**21. PUBLIC ENTITY RISK POOL** *(continued)*

***The Health Pool***

The Pool retains certain levels of insurance risk. Specific losses in excess of \$1 million to a limit of \$2 million are covered by a Health Excess Claims Stoploss Account internal to the Trust that is funded by annual Stoploss Account payments from the Health Pool. As of June 30, 2020, the Pool's membership consisted of 47 cities, towns, or other governmental units.

Separate financial statements are available at the RI Interlocal Risk Management Trust, 501 Wampanoag Trail, Suite 301, East Providence, RI 02915.

**22. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES**

**Federally Assisted Programs - Compliance Audits**

The Town participates in a number of federally assisted programs. The audits of these programs through the year ended June 30, 2020 were audited in connection with the accompanying financial statements under the Single Audit Uniform Guidance Concept. The Town used the current standards of that guidance to determine that a Single Audit was not required for the fiscal year ended June 30, 2020.

**23. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through January 28, 2021 the date the financial statements were available to be issued. As a result of this review no material subsequent events were noted.

## **REQUIRED SUPPLEMENTARY INFORMATION**

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

Such information includes:

Budgetary Comparison Schedules – General Fund  
And Gloucester School General Fund

Pension Fund Disclosures

OPEB Fund Disclosures



**REQUIRED SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - General Fund**  
**Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)**  
**For the Fiscal Year Ended June 30, 2020**

	<b>GENERAL FUND</b>			
	<b>Original Adopted Budget</b>	<b>Final Approved Budget</b>	<b>Actual (Budgetary Basis)</b>	<b>Variance</b>
<b>REVENUES:</b>				
Property tax	\$ 24,403,049	\$ 24,403,049	\$ 24,758,774	\$ 355,725
General state aid	911,847	911,847	1,004,701	92,854
License, fees and fines	340,400	340,400	505,745	165,345
Interest and investment income	92,500	92,500	141,899	49,399
Other revenues	215,900	215,900	267,298	51,398
<b>TOTAL REVENUES</b>	<u>25,963,696</u>	<u>25,963,696</u>	<u>26,678,417</u>	<u>714,721</u>
<b>EXPENDITURES:</b>				
<i>Current:</i>				
Central administration	954,011	954,011	878,969	75,042
Financial administration	832,692	832,692	780,494	52,198
Public safety	2,640,807	2,640,807	2,505,763	135,044
Public works	2,063,207	2,063,207	1,797,719	265,488
Recreation and senior center	331,037	331,037	260,266	70,771
Social services	34,815	34,815	28,572	6,243
Other operational expenses	564,059	564,059	511,142	52,917
Aid requests	380,918	380,918	380,918	-
Education	10,828,290	10,828,290	10,828,290	-
<i>Debt service:</i>				
Principal	155,000	155,000	155,000	-
Interest	55,638	55,638	55,486	152
<b>TOTAL EXPENDITURES</b>	<u>18,840,474</u>	<u>18,840,474</u>	<u>18,182,619</u>	<u>657,855</u>
<b>Excess of revenues over (under) expenditures before other financing sources (uses)</b>	<u>7,123,222</u>	<u>7,123,222</u>	<u>8,495,798</u>	<u>1,372,576</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Appropriated fund balance	1,070,000	1,070,000	1,070,000	-
Transfers to other funds	(8,193,222)	(8,193,222)	(8,350,222)	(157,000)
<b>TOTAL OTHER FINANCING USES</b>	<u>(7,123,222)</u>	<u>(7,123,222)</u>	<u>(7,280,222)</u>	<u>(157,000)</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,215,576</u>	<u>\$ 1,215,576</u>
Less: appropriated fund balance			(1,070,000)	
Add: excess of revenues and other sources over expenditures and other uses of funds classified with the Glocester General Fund for purposes of GASB Statement No. 54			291,445	
<b>Fund Balance, beginning of year</b>			<u>9,851,823</u>	
<b>Fund Balance, end of year</b>			<u>\$ 10,288,844</u>	

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - School Department Operations**  
**Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
<b>REVENUES:</b>				
State aid	\$ 2,203,084	\$ 2,203,084	\$ 2,103,731	\$ (99,353)
Federal revenue - Medicaid reimbursement	60,000	60,000	88,939	28,939
Tuitions	75,598	75,598	12,770	(62,828)
Earnings on investments	1,500	1,500	8,715	7,215
Other	2,350	2,350	14,788	12,438
<b>TOTAL REVENUES</b>	<u>2,342,532</u>	<u>2,342,532</u>	<u>2,228,943</u>	<u>(113,589)</u>
<b>EXPENDITURES:</b>				
Fogarty Memorial	119,225	120,225	103,122	17,103
West Glocester	95,300	96,300	75,657	20,643
Central administration	309,333	307,333	274,358	32,975
System-wide	1,770,040	1,770,040	1,321,059	448,981
Salaries and fringes	7,288,829	7,288,829	7,598,849	(310,020)
<b>TOTAL EXPENDITURES</b>	<u>9,582,727</u>	<u>9,582,727</u>	<u>9,373,045</u>	<u>209,682</u>
<b>Excess of revenues over (under) expenditures before other financing sources (uses)</b>	<u>(7,240,195)</u>	<u>(7,240,195)</u>	<u>(7,144,102)</u>	<u>96,093</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers from Town	6,733,922	6,733,922	6,733,922	-
Appropriated fund balance	806,273	806,273	806,273	-
Transfers to other funds	(300,000)	(300,000)	(300,000)	-
<b>NET OTHER FINANCING SOURCES</b>	<u>7,240,195</u>	<u>7,240,195</u>	<u>7,240,195</u>	<u>-</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96,093</u>	<u>\$ 96,093</u>
Less: appropriated fund balance			(806,273)	
<b>Fund Balance, beginning of year</b>			<u>3,369,208</u>	
<b>Fund Balance, end of year</b>			<u>\$ 2,659,028</u>	

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

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

***Budgetary to GAAP basis reconciliation***

The following reconciliation summarizes the differences for the Town's General Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2020:

Excess of revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis).....	\$ 1,215,576
Fund balance reappropriated.....	(1,070,000)
Excess of revenues and other sources over expenditures and other uses of funds classified with the General Fund for purposes of GASB Statement No. 54.....	291,445
Excess of revenues and other sources over expenditures and other uses (GAAP).....	\$ 437,021

The adjustments necessary to reconcile actual revenues reported on a budgetary basis to actual revenues reported in accordance with generally accepted accounting principles are as follows:

A reconciliation of the General Fund's revenues and expenditures and other financing sources (uses) is presented below.

	Revenues and Transfers	Expenditures and Transfers
<b><i>General Fund:</i></b>		
<b><i>Schedule of Revenues, Expenditures and Other Financing Sources</i></b>		
<b><i>(Non-GAAP Budgetary Basis) Budget and Actual</i></b> .....	\$ 27,748,417	\$ 26,532,841
Fund balance reappropriated.....	(1,070,000)	-
Revenues and other sources and expenditures and other uses of funds classified with the General Fund for purposes of GASB Statement No. 54.....	529,935	238,490
<b><i>Statement of Revenues, Expenditures and Changes in Fund Balances</i></b> .....	\$ 27,208,352	\$ 26,771,331

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

***NOTES TO REQUIRED SUPPLEMENTARY INFORMATION***

***Budgetary to GAAP basis reconciliation***

The following reconciliation summarizes the differences for the School Unrestricted Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2020:

Excess of revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis).....	\$ 96,093
Fund balance reappropriated.....	(806,273)
Excess of revenues and other sources over expenditures and other uses (GAAP).....	<u>\$ (710,180)</u>

The adjustments necessary to reconcile actual revenues reported on a budgetary basis to actual revenues reported in accordance with generally accepted accounting principles are as follows:

A reconciliation of the School Unrestricted Fund's revenues and expenditures and other financing sources (uses) is presented below.

	Revenues and Transfers	Expenditures and Transfers
<b><i>School Unrestricted Fund:</i></b>		
<b><i>Schedule of Revenues, Expenditures and Other Financing Sources</i></b>		
<b><i>(Non-GAAP Budgetary Basis) Budget and Actual</i></b> .....	\$ 9,769,138	\$ 9,673,045
Fund balance reappropriated.....	(806,273)	-
Adjustment for pension contribution made by State of Rhode Island on behalf of employees.....	430,415	430,415
 <b><i>Statement of Revenues, Expenditures and Changes in Fund</i></b>		
<b><i>Balances</i></b> .....	<u>\$ 9,393,280</u>	<u>\$ 10,103,460</u>

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2020**

Town of Gloucester, Rhode Island Municipal Employee's Retirement System  
Schedule of Changes in the Town of Gloucester's Net Pension Liability and Related Ratios  
Last 10 Fiscal Years

	Measurement Date Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>A. Total pension liability</b>										
1. Service Cost	\$ 247,792	\$ 243,113	\$ 229,791	\$ 231,650	\$ 220,834	\$ 231,786	\$ -	\$ -	\$ -	\$ -
2. Interest on the Total Pension Liability	766,275	739,584	726,734	702,082	650,675	613,211	-	-	-	-
3. Changes of benefit terms	-	-	-	-	157,189	-	-	-	-	-
4. Difference between expected and actual experience of the Total Pension Liability	(188,107)	(2,247)	(2,434)	(63,549)	130,426	-	-	-	-	-
5. Changes of assumptions	-	-	491,857	-	-	89,708	-	-	-	-
6. Benefit payments, including refunds of employee contributions	(609,098)	(593,895)	(559,908)	(521,212)	(437,012)	(422,389)	-	-	-	-
7. Net change in total pension liability	216,862	386,555	886,040	348,971	722,112	512,316	-	-	-	-
8. Total pension liability – beginning	11,127,438	10,740,883	9,854,843	9,505,872	8,783,760	8,271,444	-	-	-	-
9. Total pension liability – ending (a)	\$ 11,344,300	\$ 11,127,438	\$ 10,740,883	\$ 9,854,843	\$ 9,505,872	\$ 8,783,760	\$ -	\$ -	\$ -	\$ -
<b>B. Plan fiduciary net position</b>										
1. Contributions – employer	\$ 294,649	\$ 272,162	\$ 271,384	\$ 245,813	\$ 245,541	\$ 228,215	\$ -	\$ -	\$ -	\$ -
2. Contributions – employee	81,269	77,574	76,176	74,933	49,257	46,244	-	-	-	-
3. Net investment income	588,393	679,452	936,878	(1,132)	193,700	1,097,653	-	-	-	-
4. Benefit payments, including refunds of employee contributions	(609,098)	(593,895)	(559,908)	(521,212)	(437,012)	(422,389)	-	-	-	-
5. Pension Plan Administrative Expense	(9,208)	(9,045)	(8,851)	(9,185)	(7,771)	(6,873)	-	-	-	-
6. Other	3,541	(168,184)	51,836	-	(19,664)	(4,809)	-	-	-	-
7. Net change in plan fiduciary net position	349,546	258,064	767,515	(210,783)	24,051	938,041	-	-	-	-
8. Plan fiduciary net position – beginning	9,080,175	8,822,111	8,054,596	8,265,379	8,241,328	7,303,287	-	-	-	-
9. Plan fiduciary net position – ending (b)	\$ 9,429,721	\$ 9,080,175	\$ 8,822,111	\$ 8,054,596	\$ 8,265,379	\$ 8,241,328	-	-	-	-
<b>C. Net pension liability - ending (a) - (b)</b>	1,914,579	2,047,263	1,918,772	1,800,247	1,240,493	542,432	-	-	-	-
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	83.12%	81.60%	82.14%	81.73%	86.95%	93.82%	-	-	-	-
<b>E. Covered payroll</b>	\$ 2,756,307	\$ 2,616,930	\$ 2,547,571	\$ 2,507,034	\$ 2,467,418	2,409,421	-	-	-	-
<b>F. Net pension liability as a percentage of covered payroll</b>	69.46%	78.23%	75.32%	71.81%	50.27%	22.51%	-	-	-	-

Schedule of Town of Gloucester's Contributions  
Last 10 Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 304,988	\$ 294,649	\$ 272,162	\$ 271,384	\$ 245,813	\$ 245,541	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	304,988	294,649	272,162	271,384	245,813	245,541	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 2,780,194	\$ 2,756,307	\$ 2,616,930	\$ 2,547,571	\$ 2,507,034	\$ 2,467,418	\$ -	\$ -	\$ -	\$ -
Contributions as a percentage of covered payroll	10.97%	10.69%	10.40%	10.65%	9.80%	9.95%	0.00%	0.00%	0.00%	0.00%

**Notes:**

- 1.) Employers participating in the Municipal Employee's Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.
- 2.) These schedules are intended to show information for 10 years - additional years will be displayed as they become available.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2020**

**Town of Gloucester, Rhode Island Municipal Employee's Retirement System**  
**Schedule of Changes in the Town of Gloucester's Police Plan Net Pension Liability and Related Ratios**  
**Last 10 Fiscal Years**

	Measurement Date Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>A. Total pension liability</b>										
1. Service Cost	\$ 242,568	\$ 251,182	\$ 216,602	\$ 198,987	\$ 183,789	\$ 171,293	\$ -	\$ -	\$ -	\$ -
2. Interest on the Total Pension Liability	638,055	598,918	568,947	526,978	492,184	468,506	-	-	-	-
3. Changes of benefit terms	-	-	-	-	292,640	-	-	-	-	-
4. Difference between expected and actual experience of the Total Pension Liability	74,437	83,437	103,626	126,494	(213,417)	-	-	-	-	-
5. Changes of assumptions	-	-	390,303	-	-	(53,558)	-	-	-	-
6. Benefit payments, including refunds of employee contributions	(389,561)	(350,714)	(302,803)	(300,537)	(297,222)	(256,354)	-	-	-	-
7. Net change in total pension liability	565,499	582,823	976,675	551,922	457,974	329,887	-	-	-	-
8. Total pension liability – beginning	9,188,563	8,605,740	7,629,065	7,077,143	6,619,169	6,289,282	-	-	-	-
9. Total pension liability – ending (a)	<u>\$ 9,754,062</u>	<u>\$ 9,188,563</u>	<u>\$ 8,605,740</u>	<u>\$ 7,629,065</u>	<u>\$ 7,077,143</u>	<u>\$ 6,619,169</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>B. Plan fiduciary net position</b>										
1. Contributions – employer	\$ 233,562	\$ 211,498	\$ 190,473	\$ 188,452	\$ 184,094	\$ 150,971	\$ -	\$ -	\$ -	\$ -
2. Contributions – employee	113,988	115,699	109,784	104,610	81,099	77,420	-	-	-	-
3. Net investment income	458,041	518,694	684,281	(2,002)	135,529	757,189	-	-	-	-
4. Benefit payments, including refunds of employee contributions	(389,561)	(350,714)	(302,803)	(300,537)	(297,222)	(256,354)	-	-	-	-
5. Pension Plan Administrative Expense	(7,168)	(6,905)	(6,465)	(5,386)	(5,437)	(4,741)	-	-	-	-
6. Other	(1)	(1)	(14)	-	-	480	-	-	-	-
7. Net change in plan fiduciary net position	408,861	488,271	675,256	(14,863)	98,063	724,965	-	-	-	-
8. Plan fiduciary net position – beginning	6,931,808	6,443,537	5,768,281	5,783,144	5,685,081	4,960,116	-	-	-	-
9. Plan fiduciary net position – ending (b)	<u>\$ 7,340,669</u>	<u>\$ 6,931,808</u>	<u>\$ 6,443,537</u>	<u>\$ 5,768,281</u>	<u>\$ 5,783,144</u>	<u>\$ 5,685,081</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>C. Net pension liability - ending (a) - (b)</b>	2,413,393	2,256,755	2,162,203	1,860,784	1,293,999	934,088	-	-	-	-
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	75.26%	75.44%	74.87%	75.61%	81.72%	85.89%	-	-	-	-
<b>E. Covered payroll</b>	\$ 1,139,886	\$ 1,156,988	\$ 1,097,832	\$ 1,053,397	\$ 1,013,728	967,759	-	-	-	-
<b>F. Net pension liability as a percentage of covered payroll</b>	211.72%	195.05%	196.95%	176.65%	127.65%	96.52%	-	-	-	-

**Schedule of the Town of Gloucester's Police Plan Contributions**  
**Last 10 Fiscal Years**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 270,871	\$ 233,562	\$ 211,498	\$ 190,473	\$ 188,452	\$ 184,094	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	270,871	233,562	211,498	190,473	188,452	184,094	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	1,153,133	1,139,886	1,156,988	1,097,832	1,053,397	1,013,728	-	-	-	-
Contributions as a percentage of covered payroll	23.49%	20.49%	18.28%	17.35%	17.89%	18.16%	0.00%	0.00%	0.00%	0.00%

**Notes:**  
1.) Employers participating in the Municipal Employee's Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.  
2.) This schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2020**

**Schedule of Gloucester's Contributions**  
**Last 10 Fiscal Years**  
**State of Rhode Island Employees Retirement System**

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 602,566	\$ 561,924	\$ 540,147	\$ 546,758	\$ 538,323	\$ 534,701	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	602,566	561,924	540,147	546,758	538,323	534,701	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered - payroll	4,289,216	4,129,256	4,018,941	4,141,038	3,930,408	3,923,339	-	-	-	-
Contributions as a percentage of covered payroll	14.05%	13.61%	13.44%	13.20%	13.70%	13.63%	N/A	N/A	N/A	N/A

**Notes:**

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

**Schedule of Gloucester's Proportionate Share of Net Pension Liability**  
**Last 10 Fiscal Years**  
**State of Rhode Island Employees Retirement System**

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<b>Measurement Date</b>	<b>June 30, 2019</b>	<b>June 30, 2018</b>	<b>June 30, 2017</b>	<b>June 30, 2016</b>	<b>June 30, 2015</b>	<b>June 30, 2014</b>				
Gloucester proportion of the net pension liability	0.22263717%	0.22602703%	0.23382855%	0.23865067%	0.24538533%	0.22666009%	N/A	N/A	N/A	N/A
Gloucester proportionate share of the net pension liability	\$ 7,103,837	\$ 7,181,440	\$ 7,375,155	\$ 7,120,328	\$ 6,755,465	\$ 5,516,907	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability associated with the school district	5,321,510	5,356,838	5,573,845	4,876,379	4,615,121	3,783,198	N/A	N/A	N/A	N/A
<b>Total</b>	<b>\$ 12,425,347</b>	<b>\$ 12,538,278</b>	<b>\$ 12,949,000</b>	<b>\$ 11,996,707</b>	<b>\$ 11,370,586</b>	<b>\$ 9,300,105</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Gloucester covered payroll	4,129,256	4,018,941	4,141,038	3,930,408	3,923,339	3,902,477	N/A	N/A	N/A	N/A
Gloucester proportionate share of the net pension liability as a percentage of it's covered payroll	172.04%	178.69%	178.10%	181.16%	172.19%	141.37%	N/A	N/A	N/A	N/A
Plan fiduciary net position as a % of the total pension liability	54.60%	54.30%	54.00%	54.06%	57.55%	61.40%	N/A	N/A	N/A	N/A

**Notes:**

- 1.) Employers participating in the State Employee's Retirement System are required by RI General Laws, Section 36-10-2, to contribute an actuarially determined contribution rate each year.
- 2.) This schedule is intended to show information for 10 years - additional years will be displayed as they become available.

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2020**

**Schedule of Gloucester Contributions**  
**Last 10 Fiscal Years**  
**Teachers Survivor Benefit Plan**

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Statutorily determined contribution	\$ 6,291	\$ 6,356	\$ 6,210	\$ 5,895	\$ 5,568	\$ 5,280	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	6,291	6,356	6,210	5,895	5,568	5,280	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	4,289,216	4,129,256	4,018,941	4,141,038	3,930,408	3,923,339	-	-	-	-
Contributions as a percentage of covered payroll	0.15%	0.15%	0.15%	0.14%	0.14%	0.13%	N/A	N/A	N/A	N/A

**Notes:**

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

**Schedule of Gloucester's Proportionate Share of Net Pension Asset**  
**Last 10 Fiscal Years**  
**Teachers Survivor Benefit Plan**

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<b>Measurement Date</b>	<b>June 30, 2019</b>	<b>June 30, 2018</b>	<b>June 30, 2017</b>	<b>June 30, 2016</b>	<b>June 30, 2015</b>	<b>June 30, 2014</b>				
Gloucester proportion of the net pension asset	0.85220717%	0.83463772%	0.99934829%	0.86691742%	0.87505927%	0.85099703%	N/A	N/A	N/A	N/A
Gloucester proportionate share of the net pension asset	\$ 966,794	\$ 744,741	\$ 826,725	\$ 863,206	\$ 816,917	\$ 1,057,966	\$ -	\$ -	\$ -	\$ -
Gloucester covered payroll	\$ 4,129,256	\$ 4,018,941	\$ 4,141,038	\$ 3,930,408	\$ 3,923,339	\$ 3,902,477	\$ -	\$ -	\$ -	\$ -
Gloucester proportionate share of the net pension liability as a percentage of it's covered payroll	23.41%	18.53%	19.96%	21.96%	20.82%	27.11%	N/A	N/A	N/A	N/A
Plan fiduciary net position as a % of the total pension liability	150.2%	137.4%	136.1%	153.3%	146.6%	173.3%	N/A	N/A	N/A	N/A

**Notes:**

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



**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2020**

Town of Gloucester, Rhode Island  
Schedule of Changes in the Town of Gloucester's Net OPEB Liability and Related Ratios  
Last 10 Fiscal Years

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<b>A. Total OPEB liability</b>										
1. Service Cost	\$ 108,034	\$ 116,916	\$ 130,466	\$ 126,054	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on the Total OPEB Liability	79,306	91,371	70,095	66,595	-	-	-	-	-	-
3. Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
4. Difference between expected and actual experience of the Total OPEB Liability	(274,044)	(53,993)	19,917	-	-	-	-	-	-	-
5. Changes of assumptions	117,282	38,840	(96,922)	-	-	-	-	-	-	-
6. Benefit payments, including refunds of employee contributions	(60,461)	(80,007)	(139,556)	(31,728)	-	-	-	-	-	-
7. Net change in total OPEB liability	(29,883)	113,127	(16,000)	160,921	-	-	-	-	-	-
8. Total OPEB liability – beginning	2,275,367	2,162,240	2,178,240	2,017,319	-	-	-	-	-	-
9. Total OPEB liability – ending (a)	<u>\$ 2,245,484</u>	<u>\$ 2,275,367</u>	<u>\$ 2,162,240</u>	<u>\$ 2,178,240</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>B. Plan fiduciary net position</b>										
1. Contributions – employer	\$ 60,461	\$ 80,007	\$ 139,556	\$ 31,728	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Contributions – employee	-	-	-	-	-	-	-	-	-	-
3. Net investment income	17,345	17,880	13,176	21,846	-	-	-	-	-	-
4. Benefit payments, including refunds of employee contributions	(60,461)	(80,007)	(139,556)	(31,728)	-	-	-	-	-	-
5. Difference between expected and actual experience	13,247	12,643	4,080	-	-	-	-	-	-	-
6. OPEB Plan Administrative Expense	-	-	-	-	-	-	-	-	-	-
7. Net change in plan fiduciary net position	30,592	30,523	17,256	21,846	-	-	-	-	-	-
8. Plan fiduciary net position – beginning	468,758	438,235	420,979	399,133	-	-	-	-	-	-
9. Plan fiduciary net position – ending (b)	<u>\$ 499,350</u>	<u>\$ 468,758</u>	<u>\$ 438,235</u>	<u>\$ 420,979</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>C. Net OPEB liability - ending (a) - (b)</b>	1,746,134	1,806,609	1,724,005	1,757,261	-	-	-	-	-	-
<b>D. Plan fiduciary net position as a percentage of the total OPEB liability</b>	22.24%	20.60%	20.27%	19.33%	-	-	-	-	-	-
<b>E. Covered payroll</b>	N/A	N/A	N/A	N/A	-	-	-	-	-	-
<b>F. Net OPEB liability as a percentage of covered payroll</b>	0.00%	0.00%	0.00%	0.00%	-	-	-	-	-	-

**Notes:**

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

**TOWN OF GLOCESTER, RHODE ISLAND**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2020**

**Schedule of Plan Contributions**  
**Last 10 Fiscal Years**  
**Glocester OPEB Plan**

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 163,152	\$ 171,441	\$ 174,569	\$ 201,537	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	60,461	80,007	139,556	37,820	-	-	-	-	-	-
Contribution deficiency/(excess)	102,691	91,434	35,013	163,717	-	-	-	-	-	-
Covered payroll	N/A	N/A	N/A	N/A	-	-	-	-	-	-
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	-	-	-	-	-	-

**Notes:**

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

**Schedule of Investment Returns**  
**Last 10 Fiscal Years**  
**Glocester OPEB Plan**

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Annual money-weighted rate of return, net of investment expense	6.53%	6.97%	4.10%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

## **SUPPLEMENTARY INFORMATION**

Combining Fund Financial Statements for Non-major Governmental Funds

Other Supplementary Information

**SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Combining Balance Sheet - Non-Major Governmental Funds  
JUNE 30, 2020**

	<u>Town Special Revenue Funds</u>	<u>School Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Permanent Funds</u>	<u>Totals</u>
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 399,278	\$ -	\$ 867,199	\$ 12,393	\$ 1,278,870
Loans receivable	623,910	-	-	-	623,910
Due from other funds	241,794	45,824	657,893	-	945,511
<b>TOTAL ASSETS</b>	<u>\$ 1,264,982</u>	<u>\$ 45,824</u>	<u>\$ 1,525,092</u>	<u>\$ 12,393</u>	<u>\$ 2,848,291</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>LIABILITIES:</b>					
Accounts payable	\$ 621	\$ -	\$ 6,754	\$ -	\$ 7,375
Accrued expenses	-	7,505	-	-	7,505
Due to other funds	50,641	30,718	75,376	200	156,935
Unearned revenues	580,914	-	-	-	580,914
<b>TOTAL LIABILITIES</b>	<u>632,176</u>	<u>38,223</u>	<u>82,130</u>	<u>200</u>	<u>752,729</u>
<b>FUND BALANCES (DEFICITS):</b>					
<b>Nonspendable for:</b>					
Perpetual care	-	-	-	3,100	3,100
<b>Restricted for:</b>					
Administration	29,096	-	-	-	29,096
Public safety	14,365	-	-	-	14,365
Recreation	84,235	-	-	-	84,235
Social services	527,244	-	-	-	527,244
Education	-	31,037	-	-	31,037
Capital projects	-	-	1,442,962	-	1,442,962
Perpetual care	-	-	-	9,093	9,093
<b>Assigned for:</b>					
<b>Unassigned:</b>	(22,134)	(23,436)	-	-	(45,570)
<b>FUND BALANCES (DEFICITS)</b>	<u>632,806</u>	<u>7,601</u>	<u>1,442,962</u>	<u>12,193</u>	<u>2,095,562</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,264,982</u>	<u>\$ 45,824</u>	<u>\$ 1,525,092</u>	<u>\$ 12,393</u>	<u>\$ 2,848,291</u>

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Combining Statement of Revenues, Expenditures, Other Financing Source (Uses)**  
**and Changes in Fund Balances - Non-Major Governmental Funds**  
**For the Fiscal Year Ended June 30, 2020**

	Town Special Revenue Funds	School Special Revenue Funds	Capital Projects Funds	Permanent Funds	Totals
<b>REVENUES:</b>					
Intergovernmental	\$ 112,687	\$ 406,914	\$ 161,774	\$ -	\$ 681,375
Interest on investments	-	-	6,362	1	6,363
Other	320,038	-	-	-	320,038
<b>TOTAL REVENUES</b>	<b>432,725</b>	<b>406,914</b>	<b>168,136</b>	<b>1</b>	<b>1,007,776</b>
<b>EXPENDITURES:</b>					
<b>Current:</b>					
Administration	31,754	-	-	-	31,754
Public Safety	18,504	-	-	-	18,504
Public Works	-	-	40,296	-	40,296
Recreation	47,118	-	-	-	47,118
Social Services	432,760	-	-	-	432,760
Education	-	433,999	12	-	434,011
<b>Debt service:</b>					
Principal	67,534	-	-	-	67,534
<b>Capital:</b>	<b>-</b>	<b>-</b>	<b>950,220</b>	<b>-</b>	<b>950,220</b>
<b>TOTAL EXPENDITURES</b>	<b>597,670</b>	<b>433,999</b>	<b>990,528</b>	<b>-</b>	<b>2,022,197</b>
<b>Excess of Revenues Over (Under) Expenditures</b> <b>Before Other Financing Sources (Uses)</b>	<b>(164,945)</b>	<b>(27,085)</b>	<b>(822,392)</b>	<b>1</b>	<b>(1,014,421)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	20,000	-	900,000	-	920,000
Loan proceeds	183,638	-	-	-	183,638
<b>NET OTHER FINANCING SOURCES (USES)</b>	<b>203,638</b>	<b>-</b>	<b>900,000</b>	<b>-</b>	<b>1,103,638</b>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	38,693	(27,085)	77,608	1	89,217
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>594,113</b>	<b>34,686</b>	<b>1,365,354</b>	<b>12,192</b>	<b>2,006,345</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 632,806</b>	<b>\$ 7,601</b>	<b>\$ 1,442,962</b>	<b>\$ 12,193</b>	<b>\$ 2,095,562</b>

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Special Revenue Restricted Funds - Town  
Combining Balance Sheet  
June 30, 2020

	Bramley Bill	The Meds Plan	Bullet Proof Vests	Public Library Grant	July 4th Parade	MHRH Grant	National Grid Community Grant
<b>ASSETS:</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loans receivable	-	-	-	-	-	-	-
Due from other funds	976	3,378	-	-	17,023	-	14,175
<b>TOTAL ASSETS</b>	<u>\$ 976</u>	<u>\$ 3,378</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,023</u>	<u>\$ -</u>	<u>\$ 14,175</u>
<b>LIABILITIES AND FUND BALANCE:</b>							
<b>LIABILITIES:</b>							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	228	-	-
Due to other funds	-	-	363	-	-	355	-
Unearned revenues	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>363</u>	<u>-</u>	<u>228</u>	<u>355</u>	<u>-</u>
<b>FUND BALANCE:</b>							
<b>Restricted for:</b>							
Administration	-	-	-	-	-	-	-
Public safety	976	3,378	-	-	-	-	-
Recreation	-	-	-	-	16,795	-	-
Social services	-	-	-	-	-	-	14,175
<b>Unassigned:</b>	-	-	(363)	-	-	(355)	-
<b>TOTAL FUND BALANCE</b>	<u>976</u>	<u>3,378</u>	<u>(363)</u>	<u>-</u>	<u>16,795</u>	<u>(355)</u>	<u>14,175</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 976</u>	<u>\$ 3,378</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,023</u>	<u>\$ -</u>	<u>\$ 14,175</u>

(Continued)

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Special Revenue Restricted Funds - Town  
Combining Balance Sheet  
June 30, 2020

	Emergency Energy	Grass Roots	Pollard Mimosa Trees	Central Police Legislative Grant	Blue Rip Tide Grant	Historic Records Trust
<b>ASSETS:</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loans receivable	-	-	-	-	-	-
Due from other funds	25,537	179	2,000	-	-	29,096
<b>TOTAL ASSETS</b>	<u>\$ 25,537</u>	<u>\$ 179</u>	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,096</u>
<b>LIABILITIES AND FUND BALANCE:</b>						
<b>LIABILITIES:</b>						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	1,720	-
Unearned revenues	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,720</u>	<u>-</u>
<b>FUND BALANCE:</b>						
<b>Restricted for:</b>						
Administration	-	-	-	-	-	29,096
Public safety	-	-	-	-	-	-
Recreation	-	-	2,000	-	-	-
Social services	25,537	179	-	-	-	-
<b>Unassigned:</b>	-	-	-	-	(1,720)	-
<b>TOTAL FUND BALANCE</b>	<u>25,537</u>	<u>179</u>	<u>2,000</u>	<u>-</u>	<u>(1,720)</u>	<u>29,096</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 25,537</u>	<u>\$ 179</u>	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,096</u>

(Continued)

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Special Revenue Restricted Funds - Town  
Combining Balance Sheet  
June 30, 2020

	Senior Center Donations	Food Bank	Animal Shelter Amy Angilly Fund	Community Septic System Loan Program	EMA	DARE
<b>ASSETS:</b>						
Cash and cash equivalents	\$ 60	\$ -	\$ -	\$ -	\$ -	\$ -
Loans receivable	-	-	-	359,793	-	-
Due from other funds	61,845	64,502	6,144	-	-	166
<b>TOTAL ASSETS</b>	<u>\$ 61,905</u>	<u>\$ 64,502</u>	<u>\$ 6,144</u>	<u>\$ 359,793</u>	<u>-</u>	<u>\$ 166</u>
<b>LIABILITIES AND FUND BALANCE:</b>						
<b>LIABILITIES:</b>						
Accounts payable and accrued expenses	\$ -	\$ 393	\$ -	\$ -	-	\$ -
Due to other funds	-	-	-	-	19,173	-
Unearned revenues	-	-	-	317,373	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>393</u>	<u>-</u>	<u>317,373</u>	<u>19,173</u>	<u>-</u>
<b>FUND BALANCE:</b>						
<b>Restricted for:</b>						
Administration	-	-	-	-	-	-
Public safety	-	-	6,144	-	-	166
Recreation	61,905	-	-	-	-	-
Social services	-	64,109	-	42,420	-	-
<b>Unassigned:</b>	-	-	-	-	(19,173)	-
<b>TOTAL FUND BALANCE</b>	<u>61,905</u>	<u>64,109</u>	<u>6,144</u>	<u>42,420</u>	<u>(19,173)</u>	<u>166</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 61,905</u>	<u>\$ 64,502</u>	<u>\$ 6,144</u>	<u>\$ 359,793</u>	<u>-</u>	<u>\$ 166</u>

(Continued)



SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Special Revenue Restricted Funds - Town  
Combining Balance Sheet  
June 30, 2020

	Community Development Block Grant	LEJA Field	DEA	Jag Tech	Substance Abuse	TOTAL
<b>ASSETS:</b>						
Cash and cash equivalents	\$ 399,218	\$ -	\$ -	\$ -	\$ -	\$ 399,278
Loans receivable	264,117	-	-	-	-	623,910
Due from other funds	-	6,535	-	6,537	3,701	241,794
<b>TOTAL ASSETS</b>	<u>\$ 663,335</u>	<u>\$ 6,535</u>	<u>\$ -</u>	<u>\$ 6,537</u>	<u>\$ 3,701</u>	<u>\$ 1,264,982</u>
<b>LIABILITIES AND FUND BALANCE:</b>						
<b>LIABILITIES:</b>						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 621
Due to other funds	18,970	3,000	523	6,537	-	50,641
Unearned revenues	263,541	-	-	-	-	580,914
<b>TOTAL LIABILITIES</b>	<u>282,511</u>	<u>3,000</u>	<u>523</u>	<u>6,537</u>	<u>-</u>	<u>632,176</u>
<b>FUND BALANCE:</b>						
<b>Restricted for:</b>						
Administration	-	-	-	-	-	29,096
Public safety	-	-	-	-	3,701	14,365
Recreation	-	3,535	-	-	-	84,235
Social services	380,824	-	-	-	-	527,244
<b>Unassigned:</b>	-	-	(523)	-	-	(22,134)
<b>TOTAL FUND BALANCE</b>	<u>380,824</u>	<u>3,535</u>	<u>(523)</u>	<u>-</u>	<u>3,701</u>	<u>632,806</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 663,335</u>	<u>\$ 6,535</u>	<u>\$ -</u>	<u>\$ 6,537</u>	<u>\$ 3,701</u>	<u>\$ 1,264,982</u>

(Concluded)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Special Revenue Restricted Funds - Town**  
**Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and**  
**Changes in Fund Balances**  
**For the Fiscal year Ended June 30, 2020**

	Bramley Bill	The Meds Plan	Bullet Proof Vest	Public Library Grant	July 4th Parade	MHRH Grant	National Grid Community Grant
<b>REVENUES:</b>							
Intergovernmental revenue	\$ -	\$ 2,000	\$ -	\$ 79,565	\$ 5,500	\$ 3,463	\$ -
Other revenue	-	-	-	-	3,795	-	14,175
<b>TOTAL REVENUES</b>	<u>-</u>	<u>2,000</u>	<u>-</u>	<u>79,565</u>	<u>9,295</u>	<u>3,463</u>	<u>14,175</u>
<b>EXPENDITURES:</b>							
<i>Current:</i>							
Administration	-	-	-	-	-	-	-
Public safety	-	-	363	-	-	3,258	-
Recreation	-	-	-	-	40,653	-	-
Social Services	-	-	-	79,565	-	-	-
<i>Debt service:</i>							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>363</u>	<u>79,565</u>	<u>40,653</u>	<u>3,258</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>-</u>	<u>2,000</u>	<u>(363)</u>	<u>-</u>	<u>(31,358)</u>	<u>205</u>	<u>14,175</u>
<b>OTHER FINANCING SOURCES (USES):</b>							
Transfers in	-	-	-	-	20,000	-	-
Loan proceeds	-	-	-	-	-	-	-
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>-</u>	<u>2,000</u>	<u>(363)</u>	<u>-</u>	<u>(11,358)</u>	<u>205</u>	<u>14,175</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>976</u>	<u>1,378</u>	<u>-</u>	<u>-</u>	<u>28,153</u>	<u>(560)</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 976</u>	<u>\$ 3,378</u>	<u>\$ (363)</u>	<u>\$ -</u>	<u>\$ 16,795</u>	<u>\$ (355)</u>	<u>\$ 14,175</u>

(Continued)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Special Revenue Restricted Funds - Town**  
**Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and**  
**Changes in Fund Balances**  
**For the Fiscal year Ended June 30, 2020**

	Emergency Energy	Grass Roots	Pollard Mimosa Trees	Central Police Legislative Grant	Blue Rip Tide Grant	Historic Records Trust
<b>REVENUES:</b>						
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ 1,000	\$ 2,445	\$ -
Other revenue	3,200	-	-	-	-	14,940
<b>TOTAL REVENUES</b>	<u>3,200</u>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>2,445</u>	<u>14,940</u>
<b>EXPENDITURES:</b>						
<i>Current:</i>						
Administration	-	-	-	-	-	11,485
Public safety	-	-	-	1,000	4,067	-
Recreation	-	-	-	-	-	-
Social Services	10,375	-	-	-	-	-
<i>Debt service:</i>						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>10,375</u>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>4,067</u>	<u>11,485</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>(7,175)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,622)</u>	<u>3,455</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers in	-	-	-	-	-	-
Loan proceeds	-	-	-	-	-	-
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>(7,175)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,622)</u>	<u>3,455</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>32,712</u>	<u>179</u>	<u>2,000</u>	<u>-</u>	<u>(98)</u>	<u>25,641</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 25,537</u>	<u>\$ 179</u>	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ (1,720)</u>	<u>\$ 29,096</u>

(Continued)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Special Revenue Restricted Funds - Town**  
**Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and**  
**Changes in Fund Balances**  
**For the Fiscal year Ended June 30, 2020**

	Senior Center Donations	Food Bank	Animal Shelter Amy Angilly Fund	Community Septic System Loan Program	EMA	DARE
<b>REVENUES:</b>						
Intergovernmental revenue	\$ 2,500	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenue	21,303	12,203	-	69,095	116,016	-
<b>TOTAL REVENUES</b>	<u>23,803</u>	<u>12,203</u>	<u>-</u>	<u>69,095</u>	<u>116,016</u>	<u>-</u>
<b>EXPENDITURES:</b>						
<i>Current:</i>						
Administration	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Social Services	15,394	5,677	-	183,638	138,111	-
<i>Debt service:</i>						
Principal	-	-	-	67,534	-	-
Interest	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>15,394</u>	<u>5,677</u>	<u>-</u>	<u>251,172</u>	<u>138,111</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>8,409</u>	<u>6,526</u>	<u>-</u>	<u>(182,077)</u>	<u>(22,095)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers in	-	-	-	-	-	-
Loan proceeds	-	-	-	183,638	-	-
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>183,638</u>	<u>-</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>8,409</u>	<u>6,526</u>	<u>-</u>	<u>1,561</u>	<u>(22,095)</u>	<u>-</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>53,496</u>	<u>57,583</u>	<u>6,144</u>	<u>40,859</u>	<u>2,922</u>	<u>166</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 61,905</u>	<u>\$ 64,109</u>	<u>\$ 6,144</u>	<u>\$ 42,420</u>	<u>\$ (19,173)</u>	<u>\$ 166</u>

(Continued)

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Special Revenue Restricted Funds - Town  
Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and  
Changes in Fund Balances  
For the Fiscal year Ended June 30, 2020

	Community Development Block Grant	LEJA Field	DEA	Jag Tech	Substance Abuse	TOTAL
<b>REVENUES:</b>						
Intergovernmental revenue	\$ -	\$ -	\$ 4,677	\$ 6,537	\$ 5,000	\$ 112,687
Other revenue	65,311	-	-	-	-	320,038
<b>TOTAL REVENUES</b>	<u>65,311</u>	<u>-</u>	<u>4,677</u>	<u>6,537</u>	<u>5,000</u>	<u>432,725</u>
<b>EXPENDITURES:</b>						
<i>Current:</i>						
Administration	18,970	-	-	-	1,299	31,754
Public safety	-	-	3,279	6,537	-	18,504
Recreation	-	6,465	-	-	-	47,118
Social Services	-	-	-	-	-	432,760
<i>Debt service:</i>						
Principal	-	-	-	-	-	67,534
Interest	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>18,970</u>	<u>6,465</u>	<u>3,279</u>	<u>6,537</u>	<u>1,299</u>	<u>597,670</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>46,341</u>	<u>(6,465)</u>	<u>1,398</u>	<u>-</u>	<u>3,701</u>	<u>(164,945)</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers in	-	-	-	-	-	20,000
Loan proceeds	-	-	-	-	-	183,638
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>203,638</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>46,341</u>	<u>(6,465)</u>	<u>1,398</u>	<u>-</u>	<u>3,701</u>	<u>38,693</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>334,483</u>	<u>10,000</u>	<u>(1,921)</u>	<u>-</u>	<u>-</u>	<u>594,113</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 380,824</u>	<u>\$ 3,535</u>	<u>\$ (523)</u>	<u>\$ -</u>	<u>\$ 3,701</u>	<u>\$ 632,806</u>

(Concluded)

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Special Revenue Restricted Funds - School  
Combining Balance Sheet  
June 30, 2020

	<u>Rural Education Grant</u>	<u>Donations - Library</u>	<u>Technology</u>	<u>IDEA Preschool</u>	<u>Professional Development</u>	<u>Title I</u>
<b>ASSETS:</b>						
Due from other funds	\$ -	\$ 2,349	\$ 1,694	\$ -	\$ 26,889	\$ 12,990
<b>TOTAL ASSETS</b>	<u>\$ -</u>	<u>\$ 2,349</u>	<u>\$ 1,694</u>	<u>\$ -</u>	<u>\$ 26,889</u>	<u>\$ 12,990</u>
<b>LIABILITIES AND FUND BALANCE:</b>						
<b>LIABILITIES:</b>						
Accrued expenses	\$ -	\$ -	\$ -	-	\$ -	\$ 5,604
Due to other funds	<u>22,257</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,282</u>
<b>TOTAL LIABILITIES</b>	<u>22,257</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,886</u>
<b>FUND BALANCE:</b>						
<i>Restricted for:</i>						
Education	-	2,349	1,694	-	26,889	104
<i>Unassigned:</i>	<u>(22,257)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL FUND BALANCE</b>	<u>(22,257)</u>	<u>2,349</u>	<u>1,694</u>	<u>-</u>	<u>26,889</u>	<u>104</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ -</u>	<u>\$ 2,349</u>	<u>\$ 1,694</u>	<u>\$ -</u>	<u>\$ 26,889</u>	<u>\$ 12,990</u>

(Continued)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Special Revenue Restricted Funds - School**  
**Combining Balance Sheet**  
**June 30, 2020**

	<u>Title II</u>	<u>West Bay Grant</u>	<u>IDEA Part B</u>	<u>Title IV</u>	<u>TOTAL</u>
<b>ASSETS:</b>					
Due from other funds	\$ 1,902	\$ -	\$ -	\$ -	\$ 45,824
<b>TOTAL ASSETS</b>	<u>\$ 1,902</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,824</u>
<b>LIABILITIES AND FUND BALANCE:</b>					
<b>LIABILITIES:</b>					
Accrued expenses	\$ 1,901	\$ -	\$ -	\$ -	\$ 7,505
Due to other funds	-	1,179	-	-	30,718
<b>TOTAL LIABILITIES</b>	<u>1,901</u>	<u>1,179</u>	<u>-</u>	<u>-</u>	<u>38,223</u>
<b>FUND BALANCE:</b>					
<b>Restricted for:</b>					
Education	1	-	-	-	31,037
<b>Unassigned:</b>	<u>-</u>	<u>(1,179)</u>	<u>-</u>	<u>-</u>	<u>(23,436)</u>
<b>TOTAL FUND BALANCE</b>	<u>1</u>	<u>(1,179)</u>	<u>-</u>	<u>-</u>	<u>7,601</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 1,902</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,824</u>

(Concluded)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Special Revenue Restricted Funds - School**  
**Combining Statement of Revenues, Expenditures and**  
**Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Rural Education Grant</u>	<u>Donations - Library</u>	<u>Technology</u>	<u>IDEA Preschool</u>	<u>Professional Development</u>	<u>Title I</u>
<b>REVENUES:</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ 4,010	\$ -	\$ 138,675
<b>TOTAL REVENUES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,010</u>	<u>-</u>	<u>138,675</u>
<b>EXPENDITURES:</b>						
Education	<u>22,257</u>	<u>754</u>	<u>-</u>	<u>4,010</u>	<u>3,000</u>	<u>138,571</u>
<b>TOTAL EXPENDITURES</b>	<u>22,257</u>	<u>754</u>	<u>-</u>	<u>4,010</u>	<u>3,000</u>	<u>138,571</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>(22,257)</u>	<u>(754)</u>	<u>-</u>	<u>-</u>	<u>(3,000)</u>	<u>104</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>(22,257)</u>	<u>(754)</u>	<u>-</u>	<u>-</u>	<u>(3,000)</u>	<u>104</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>-</u>	<u>3,103</u>	<u>1,694</u>	<u>-</u>	<u>29,889</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ (22,257)</u>	<u>\$ 2,349</u>	<u>\$ 1,694</u>	<u>\$ -</u>	<u>\$ 26,889</u>	<u>\$ 104</u>

(Continued)



**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Special Revenue Restricted Funds - School**  
**Combining Statement of Revenues, Expenditures and**  
**Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Title II</u>	<u>West Bay Grant</u>	<u>IDEA Part B</u>	<u>Title IV</u>	<u>TOTAL</u>
<b>REVENUES:</b>					
Intergovernmental	\$ 19,661	\$ -	\$ 232,693	\$ 11,875	\$ 406,914
<b>TOTAL REVENUES</b>	<u>19,661</u>	<u>-</u>	<u>232,693</u>	<u>11,875</u>	<u>406,914</u>
<b>EXPENDITURES:</b>					
Education	19,660	1,179	232,693	11,875	433,999
<b>TOTAL EXPENDITURES</b>	<u>19,660</u>	<u>1,179</u>	<u>232,693</u>	<u>11,875</u>	<u>433,999</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>1</u>	<u>(1,179)</u>	<u>-</u>	<u>-</u>	<u>(27,085)</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>1</u>	<u>(1,179)</u>	<u>-</u>	<u>-</u>	<u>(27,085)</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,686</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 1</u>	<u>\$ (1,179)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,601</u>

(Concluded)

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Non-Major Capital Projects Funds  
Combining Balance Sheet  
June 30, 2020

	Chepachet River Park	Roads	Senior Center Fund	Chepachet River Cleanup	Chepachet Wastewater / Stormwater Project	School Project	Geothermal Project
<b>ASSETS:</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 867,199	\$ -
Due from other funds	16,397	122,653	2,179	30,000	133,979	-	37,811
<b>TOTAL ASSETS</b>	<u>\$ 16,397</u>	<u>\$ 122,653</u>	<u>\$ 2,179</u>	<u>\$ 30,000</u>	<u>\$ 133,979</u>	<u>\$ 867,199</u>	<u>\$ 37,811</u>
<b>LIABILITIES AND FUND BALANCE:</b>							
<b>LIABILITIES:</b>							
Accounts payable	\$ -	\$ 1,579	\$ -	\$ -	\$ -	\$ 5,175	\$ -
Due to other funds	-	10,754	2,038	-	24,773	-	37,811
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>12,333</u>	<u>2,038</u>	<u>-</u>	<u>24,773</u>	<u>5,175</u>	<u>37,811</u>
<b>FUND BALANCE:</b>							
<b>Restricted for:</b>							
Capital projects	16,397	110,320	141	30,000	109,206	862,024	-
<b>TOTAL FUND BALANCE</b>	<u>16,397</u>	<u>110,320</u>	<u>141</u>	<u>30,000</u>	<u>109,206</u>	<u>862,024</u>	<u>-</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 16,397</u>	<u>\$ 122,653</u>	<u>\$ 2,179</u>	<u>\$ 30,000</u>	<u>\$ 133,979</u>	<u>\$ 867,199</u>	<u>\$ 37,811</u>

(Continued)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Non-Major Capital Projects Funds**  
**Combining Balance Sheet**  
**June 30, 2020**

	School Capital Improvement	Recreational Land	TOTAL
<b>ASSETS:</b>			
Cash and cash equivalents		\$ -	\$ 867,199
Due from other funds	231,107	83,767	657,893
<b>TOTAL ASSETS</b>	<b>\$ 231,107</b>	<b>\$ 83,767</b>	<b>\$ 1,525,092</b>
<b>LIABILITIES AND FUND BALANCE:</b>			
<b>LIABILITIES:</b>			
Accounts payable	\$ -	\$ -	\$ 6,754
Due to other funds	-	-	75,376
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>82,130</b>
<b>FUND BALANCE:</b>			
<b>Restricted for:</b>			
Capital projects	231,107	83,767	1,442,962
<b>TOTAL FUND BALANCE</b>	<b>231,107</b>	<b>83,767</b>	<b>1,442,962</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 231,107</b>	<b>\$ 83,767</b>	<b>\$ 1,525,092</b>

(Concluded)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Non-Major Capital Projects Funds**  
**Combining Statement of Revenues, Expenditures, Other Financing Sources (Uses) and**  
**Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2020**

	Chepachet River Park	Roads	Senior Center Fund	Chepachet River Cleanup	Chepachet Wastewater / Stormwater Project	School Project	Geothermal Project
<b>REVENUES:</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 161,774	\$ -
Investment income	-	-	-	-	-	6,362	-
<b>TOTAL REVENUES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>168,136</u>	<u>-</u>
<b>EXPENDITURES:</b>							
<i>Current:</i>							
Public works	-	40,296	-	-	-	-	-
Education	-	-	-	-	-	12	-
<i>Capital outlay:</i>	-	370,559	-	-	-	579,661	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>410,855</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>579,673</u>	<u>-</u>
<i>Excess of Revenues Over (Under)</i>							
<i>Expenditures Before Other Financing Sources (Uses)</i>	-	(410,855)	-	-	-	(411,537)	-
<b>OTHER FINANCING SOURCES:</b>							
Transfers in	-	300,000	-	-	-	600,000	-
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>600,000</u>	<u>-</u>
<i>Excess of revenues and other financing sources</i>							
<i>over (under) expenditures and other financing uses</i>	-	(110,855)	-	-	-	188,463	-
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>16,397</u>	<u>221,175</u>	<u>141</u>	<u>30,000</u>	<u>109,206</u>	<u>673,561</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 16,397</u>	<u>\$ 110,320</u>	<u>\$ 141</u>	<u>\$ 30,000</u>	<u>\$ 109,206</u>	<u>\$ 862,024</u>	<u>\$ -</u>

(Continued)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Non-Major Capital Projects Funds**  
**Combining Statement of Revenues, Expenditures, Other Financing Sources (Uses) and**  
**Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2020**

	<u>School Capital Improvement</u>	<u>Recreational Land</u>	<u>TOTAL</u>
<b>REVENUES:</b>			
Intergovernmental	\$ -	\$ -	\$ 161,774
Investment income	-	-	6,362
<b>TOTAL REVENUES</b>	<u>-</u>	<u>-</u>	<u>168,136</u>
<b>EXPENDITURES:</b>			
<i>Current:</i>			
Public works	-	-	40,296
Education	-	-	12
<i>Capital outlay:</i>	-	-	950,220
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>990,528</u>
<i>Excess of Revenues Over (Under)</i>			
<i>Expenditures Before Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>	<u>(822,392)</u>
<b>OTHER FINANCING SOURCES:</b>			
Transfers in	-	-	900,000
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>900,000</u>
<i>Excess of revenues and other financing sources</i>			
<i>over (under) expenditures and other financing uses</i>	<u>-</u>	<u>-</u>	<u>77,608</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>231,107</u>	<u>83,767</u>	<u>1,365,354</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 231,107</u>	<u>\$ 83,767</u>	<u>\$ 1,442,962</u>

(Concluded)

**Funds Combined for GASB 54 Reporting Purposes**

General Fund

School General Fund

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Town General Fund Balance Sheet  
Funds Combined with Town General Fund for GASB 54 Purposes  
June 30, 2020

	General Fund	Revaluation Reserve	Comp. Plan Professional Service	Accrued Compensated Absences Reserve	Foster Gloucester Proration	Tree Planting	Health Reserve	Matching State Grant Funds	Portable Radio	Mobile Radio
<b>ASSETS:</b>										
Cash and cash equivalents	\$ 9,454,779	\$ 320,853	\$ -	\$ 586,139	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Receivables:</b>										
Taxes, net	788,824	-	-	-	-	-	-	-	-	-
Other	251,055	-	-	-	-	-	-	-	-	-
Prepaid expenditures	5,250	-	-	-	-	-	-	-	-	-
<b>Due from:</b>										
Other funds	397,123	(79,058)	-	(207,897)	-	-	-	-	-	-
Other governments	700	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 10,897,731</b>	<b>\$ 241,795</b>	<b>\$ -</b>	<b>\$ 378,242</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES AND FUND BALANCES:</b>										
<b>LIABILITIES:</b>										
Accounts payable	\$ 102,077	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll and benefits	238,372	-	-	-	-	-	-	-	-	-
<b>Due to:</b>										
Other funds	3,315,650	-	(31,626)	-	(215,000)	(1,008)	(387,477)	(50,000)	(36,800)	(43,000)
Other Liabilities	107,599	-	-	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>3,763,698</b>	<b>-</b>	<b>(31,626)</b>	<b>-</b>	<b>(215,000)</b>	<b>(1,008)</b>	<b>(387,477)</b>	<b>(50,000)</b>	<b>(36,800)</b>	<b>(43,000)</b>
<b>Deferred Inflows of Resources</b>	<b>369,140</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE:</b>										
<b>Committed to:</b>										
Education	-	-	-	-	215,000	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
<b>Assigned for:</b>										
Administration	-	241,795	31,626	-	-	1,008	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	36,800	43,000
Public works	-	-	-	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
Matching grant funds	-	-	-	-	-	-	-	50,000	-	-
2021 budget	200,000	-	-	-	-	-	-	-	-	-
Contractual obligations	-	-	-	378,242	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	387,477	-	-	-
<b>Unassigned:</b>	<b>6,559,643</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL FUND BALANCE</b>	<b>6,764,893</b>	<b>241,795</b>	<b>31,626</b>	<b>378,242</b>	<b>215,000</b>	<b>1,008</b>	<b>387,477</b>	<b>50,000</b>	<b>36,800</b>	<b>43,000</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 10,897,731</b>	<b>\$ 241,795</b>	<b>\$ -</b>	<b>\$ 378,242</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Town General Fund Balance Sheet  
Funds Combined with Town General Fund for GASB 54 Purposes  
June 30, 2020

	Storm Related Services	Other Post Employment Benefits	Police Equipment Maintenance	Senior Center Dues	Radio Equipment	Aid Reduction GPS Future Operations	Technology	School Renovations	TOTAL
<b>ASSETS:</b>									
Cash and cash equivalents	\$ -	\$ 49,088	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,410,859
<b>Receivables:</b>									
Taxes, net	-	-	-	-	-	-	-	-	788,824
Other	-	-	-	-	-	-	-	-	251,055
Prepaid expenditures	-	-	-	-	-	-	-	-	5,250
<b>Due from:</b>									
Other funds	-	-	-	-	-	-	-	-	110,168
Other governments	-	-	-	-	-	-	-	-	700
<b>TOTAL ASSETS</b>	<u>\$ -</u>	<u>\$ 49,088</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,566,856</u>
<b>LIABILITIES AND FUND BALANCES:</b>									
<b>LIABILITIES:</b>									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 102,077
Accrued payroll and benefits	-	-	-	-	-	-	-	-	238,372
<b>Due to:</b>									
Other funds	(242,896)	(179,742)	(47,362)	(648)	(71,657)	(455,000)	(192,610)	(900,000)	460,824
Other Liabilities	-	-	-	-	-	-	-	-	107,599
<b>TOTAL LIABILITIES</b>	<u>(242,896)</u>	<u>(179,742)</u>	<u>(47,362)</u>	<u>(648)</u>	<u>(71,657)</u>	<u>(455,000)</u>	<u>(192,610)</u>	<u>(900,000)</u>	<u>908,872</u>
<b>Deferred Inflows of Resources</b>	-	-	-	-	-	-	-	-	369,140
<b>FUND BALANCE:</b>									
<b>Committed to:</b>									
Education	-	-	-	-	-	455,000	-	-	670,000
Capital projects	-	-	-	-	-	-	-	600,000	600,000
<b>Assigned for:</b>									
Administration	-	-	-	-	-	-	192,610	-	467,039
Public safety	-	-	47,362	-	71,657	-	-	-	198,819
Public works	242,896	-	-	-	-	-	-	-	242,896
Recreation	-	-	-	648	-	-	-	-	648
Matching state grant funds	-	-	-	-	-	-	-	-	50,000
2019 budget	-	-	-	-	-	-	-	-	200,000
Contractual obligations	-	228,830	-	-	-	-	-	-	607,072
Education	-	-	-	-	-	-	-	300,000	300,000
Employee benefits	-	-	-	-	-	-	-	-	387,477
<b>Unassigned:</b>									
<b>TOTAL FUND BALANCE</b>	<u>242,896</u>	<u>228,830</u>	<u>47,362</u>	<u>648</u>	<u>71,657</u>	<u>455,000</u>	<u>192,610</u>	<u>900,000</u>	<u>10,288,844</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ -</u>	<u>\$ 49,088</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,566,856</u>

(Concluded)



SUPPLEMENTARY INFORMATION  
**TOWN OF GLOCESTER, RHODE ISLAND**  
 Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and  
 Changes in Fund Balance  
 Funds Combined with Town General Fund for GASB 54 Purposes  
 June 30, 2020

	General Fund	Revaluation Reserve	Comp. Plan Professional Service	Accrued Compensated Absences Reserve	Foster Gloucester Proration	Tree Planting	Health Reserve	Matching State Grant Funds	Portable Radio	Mobile Radio
<b>REVENUES:</b>										
General property taxes	\$ 24,758,774	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	1,004,701	125,319	-	-	-	-	-	-	-	-
Licenses, fees and fines	505,745	-	-	-	-	-	-	-	-	-
Investment income	141,899	2,428	-	4,435	-	-	-	-	-	-
Other revenue	267,298	-	-	-	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<u>26,678,417</u>	<u>127,747</u>	<u>-</u>	<u>4,435</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>										
<i>Current:</i>										
Administration	878,969	-	988	47,046	-	-	-	-	-	-
Finance	780,494	160,218	-	-	-	-	-	-	-	-
Public safety	2,505,763	-	-	-	-	-	-	-	-	-
Public works	1,797,719	-	-	-	-	-	-	-	-	-
Recreation and senior center	260,266	-	-	-	-	-	-	-	-	-
Social services	28,572	-	-	-	-	-	-	-	-	-
Operational expenses	511,142	-	-	-	-	-	-	-	-	-
Aid requests	380,918	-	-	-	-	-	-	-	-	-
Education	10,828,290	-	-	-	-	-	-	-	-	-
<i>Debt service:</i>										
Principal	155,000	-	-	-	-	-	-	-	-	-
Interest and other costs	55,486	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>18,182,619</u>	<u>160,218</u>	<u>988</u>	<u>47,046</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>8,495,798</u>	<u>(32,471)</u>	<u>(988)</u>	<u>(42,611)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers out	(8,350,222)	-	-	-	-	-	-	-	-	-
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>(8,350,222)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>145,576</u>	<u>(32,471)</u>	<u>(988)</u>	<u>(42,611)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>6,619,317</u>	<u>274,266</u>	<u>32,614</u>	<u>420,853</u>	<u>215,000</u>	<u>1,008</u>	<u>387,477</u>	<u>50,000</u>	<u>36,800</u>	<u>43,000</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 6,764,893</u>	<u>\$ 241,795</u>	<u>\$ 31,626</u>	<u>\$ 378,242</u>	<u>\$ 215,000</u>	<u>\$ 1,008</u>	<u>\$ 387,477</u>	<u>\$ 50,000</u>	<u>\$ 36,800</u>	<u>\$ 43,000</u>

(Continued)

SUPPLEMENTARY INFORMATION  
TOWN OF GLOCESTER, RHODE ISLAND  
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and  
Changes in Fund Balance  
Funds Combined with Town General Fund for GASB 54 Purposes  
June 30, 2020

	Storm Related Services	Other Post Employment Benefits	Police Equipment Maintenance	Senior Center Dues	Radio Equipment	Aid Reduction GPS Future Operations	Technology	School Renovations	TOTAL
<b>REVENUES:</b>									
General property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,758,774
Intergovernmental revenue	-	-	-	9,208	-	-	-	-	1,139,228
Licenses, fees and fines	-	-	-	-	-	-	-	-	505,745
Investment income	-	5	-	-	-	-	-	-	148,767
Other revenue	-	-	-	13,540	-	-	-	-	280,838
<b>TOTAL REVENUES</b>	<u>-</u>	<u>5</u>	<u>-</u>	<u>22,748</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,833,352</u>
<b>EXPENDITURES:</b>									
<i>Current:</i>									
Administration	-	-	-	-	-	-	6,312	-	933,315
Finance	-	-	-	-	-	-	-	-	940,712
Public safety	-	-	-	-	-	-	-	-	2,505,763
Public works	-	-	-	-	-	-	-	-	1,797,719
Recreation and senior center	-	-	-	23,926	-	-	-	-	284,192
Social services	-	-	-	-	-	-	-	-	28,572
Operational expenses	-	-	-	-	-	-	-	-	511,142
Aid requests	-	-	-	-	-	-	-	-	380,918
Education	-	-	-	-	-	-	-	-	10,828,290
<i>Debt service:</i>									
Principal	-	-	-	-	-	-	-	-	155,000
Interest and other costs	-	-	-	-	-	-	-	-	55,486
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,926</u>	<u>-</u>	<u>-</u>	<u>6,312</u>	<u>-</u>	<u>18,421,109</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>-</u>	<u>5</u>	<u>-</u>	<u>(1,178)</u>	<u>-</u>	<u>-</u>	<u>(6,312)</u>	<u>-</u>	<u>8,412,243</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers out	-	-	-	-	-	75,000	-	300,000	(7,975,222)
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>75,000</u>	<u>-</u>	<u>300,000</u>	<u>(7,975,222)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>-</u>	<u>5</u>	<u>-</u>	<u>(1,178)</u>	<u>-</u>	<u>75,000</u>	<u>(6,312)</u>	<u>300,000</u>	<u>437,021</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>242,896</u>	<u>228,825</u>	<u>47,362</u>	<u>1,826</u>	<u>71,657</u>	<u>380,000</u>	<u>198,922</u>	<u>600,000</u>	<u>9,851,823</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 242,896</u>	<u>\$ 228,830</u>	<u>\$ 47,362</u>	<u>\$ 648</u>	<u>\$ 71,657</u>	<u>\$ 455,000</u>	<u>\$ 192,610</u>	<u>\$ 900,000</u>	<u>\$ 10,288,844</u>

(Concluded)

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

**Funds Combined with School Unrestricted (School General Fund) for GASB 54 Purposes  
June 30, 2020**

	<b>School Unrestricted</b>	<b>Other Post Employment Benefits</b>	<b>Total Governmental Funds</b>
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 2,235,773	\$ -	\$ 2,235,773
<b>Receivables:</b>			
Other	163,359	-	163,359
Other Assets	1,058,142	-	1,058,142
<b>Due from:</b>			
Other funds	45,938	150,929	196,867
<b>TOTAL ASSETS</b>	<b>\$ 3,503,212</b>	<b>\$ 150,929</b>	<b>\$ 3,654,141</b>
 <b>LIABILITIES AND FUND BALANCES:</b>			
<b>LIABILITIES:</b>			
Accounts payable	\$ 107,370	\$ -	\$ 107,370
Accrued payroll and benefits	459,882	-	459,882
<b>Due to:</b>			
Other funds	427,861	-	427,861
<b>TOTAL LIABILITIES</b>	<b>995,113</b>	<b>-</b>	<b>995,113</b>
 <b>FUND BALANCE:</b>			
<b>Nonspendable for:</b>			
Deposits held for Health and Dental Benefits	1,058,142	-	1,058,142
<b>Restricted for:</b>			
Education	1,149,957	-	1,149,957
<b>Assigned for:</b>			
2021 budget	300,000	-	300,000
Contractual obligations	-	150,929	150,929
<b>Unassigned:</b>			
	-	-	-
<b>TOTAL FUND BALANCE</b>	<b>2,508,099</b>	<b>150,929</b>	<b>2,659,028</b>
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 3,503,212</b>	<b>\$ 150,929</b>	<b>\$ 3,654,141</b>

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and**  
**Changes in Fund Balance**  
**Funds Combined with School Unrestricted (School General Fund) for GASB 54 Purposes**  
**June 30, 2020**

	<b>School Unrestricted</b>	<b>Other Post Employment Benefits</b>	<b>Total Governmental Funds</b>
<b>REVENUES:</b>			
Intergovernmental revenue	\$ 2,534,146	\$ -	\$ 2,534,146
Federal revenue-Medicaid reimbursement	88,939	-	88,939
Tuitions	12,770	-	12,770
Investment income	8,715	-	8,715
Other revenue	14,788	-	14,788
<b>TOTAL REVENUES</b>	<u>2,659,358</u>	<u>-</u>	<u>2,659,358</u>
<b>EXPENDITURES:</b>			
<i>Current:</i>			
Education	9,803,460	-	9,803,460
<b>TOTAL EXPENDITURES</b>	<u>9,803,460</u>	<u>-</u>	<u>9,803,460</u>
<b>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</b>	<u>(7,144,102)</u>	<u>-</u>	<u>(7,144,102)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	6,733,922	-	6,733,922
Transfers out	(300,000)	-	(300,000)
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>6,433,922</u>	<u>-</u>	<u>6,433,922</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(710,180)</u>	<u>-</u>	<u>(710,180)</u>
<b>FUND BALANCE BEGINNING OF YEAR</b>	<u>3,218,279</u>	<u>150,929</u>	<u>3,369,208</u>
<b>FUND BALANCE END OF YEAR</b>	<u>\$ 2,508,099</u>	<u>\$ 150,929</u>	<u>\$ 2,659,028</u>

**Budgetary Schedules**

**General Fund (Non-GAAP Basis)**

**School General Fund (Non-GAAP Basis)**

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<b>REVENUES:</b>				
Property tax	\$ 24,403,049	24,403,049	\$ 24,758,774	355,725
General state aid	911,847	911,847	1,004,701	92,854
License, fees and fines	340,400	340,400	505,745	165,345
Interest and investment income	92,500	92,500	141,899	49,399
Other revenues	215,900	215,900	267,298	51,398
<b>TOTAL REVENUES</b>	<u>25,963,696</u>	<u>25,963,696</u>	<u>26,678,417</u>	<u>714,721</u>
<b>EXPENDITURES:</b>				
<b>CENTRAL ADMINISTRATION:</b>				
<i>Town Council:</i>				
Salaries	13,000	13,000	13,000	-
Payroll taxes and benefits	2,022	2,022	1,999	23
Miscellaneous	2,750	2,750	3,196	(446)
Contingency	9,000	9,000	1,777	7,223
<b>Total Town Council</b>	<u>26,772</u>	<u>26,772</u>	<u>19,972</u>	<u>6,800</u>
<i>Town Clerk:</i>				
Town clerk salary	72,929	72,929	72,929	-
Deputy salary	49,115	49,115	48,928	187
Clerical salaries	89,239	89,239	77,056	12,183
Longevity	7,132	7,132	5,449	1,683
Payroll taxes and benefits	114,706	114,706	105,373	9,333
Advertising - general/ordinances	1,200	1,200	599	601
Printing	1,800	1,800	1,247	553
Microfilming	250	250	-	250
Supplies	400	400	293	107
Education and training	1,000	1,000	-	1,000
Travel and dues	800	800	600	200
Publications and subscriptions	1,100	1,100	1,423	(323)
Office equipment and furniture	700	700	340	360
Purchased services - indexing, restoration, other	5,000	5,000	3,684	1,316
Miscellaneous	1,000	1,000	825	175
<b>Total Town Clerk</b>	<u>346,371</u>	<u>346,371</u>	<u>318,746</u>	<u>27,625</u>
<i>Board of Canvassers:</i>				
Salaries	1,500	1,500	1,500	-
Police services	3,500	3,500	1,273	2,227
Poll workers	8,000	8,000	3,150	4,850
Payroll taxes and benefits	433	433	241	192
Advertising	2,500	2,500	2,444	56
Miscellaneous	2,500	2,500	699	1,801
<b>Total Board of Canvassers</b>	<u>18,433</u>	<u>18,433</u>	<u>9,307</u>	<u>9,126</u>
<i>Probate Court:</i>				
Probate judge salary	4,205	4,205	4,205	-
Worker's compensation	22	22	13	9
Microfilming	300	300	-	300
Restoration and miscellaneous	250	250	-	250
<b>Total Probate Court</b>	<u>4,777</u>	<u>4,777</u>	<u>4,218</u>	<u>559</u>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND  
 Budgetary Comparison Schedule - Schedule of Revenues and Expenditures  
 Budget and Actual (Non-GAAP Budgetary Basis) - General Fund  
 For the Fiscal Year Ended June 30, 2020

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<b><i>Building and Zoning Office:</i></b>				
Building/zoning official salary	66,013	66,013	66,033	(20)
Administrative aide salary	44,708	44,708	44,766	(58)
Longevity	1,299	1,299	1,299	-
Payroll taxes and benefits	54,084	54,084	56,538	(2,454)
Fees - electrical inspector	11,500	11,500	13,800	(2,300)
Fees - plumbing inspector	6,500	6,500	5,710	790
Fees - mechanical inspector	9,500	9,500	10,255	(755)
Education and training	1,000	1,000	754	246
Travel and dues	300	300	-	300
Publications and subscriptions	200	200	352	(152)
Forms and maps	300	300	654	(354)
Emergency board-ups	300	300	-	300
Miscellaneous	400	400	28	372
Office equipment and furniture	300	300	-	300
<b><i>Total Building and Zoning Office</i></b>	<b>196,404</b>	<b>196,404</b>	<b>200,189</b>	<b>(3,785)</b>
<b><i>Planning Office:</i></b>				
Town planner salary	63,195	63,195	62,858	337
Clerk salary	42,773	42,773	42,758	15
GIS consultant	15,918	15,918	15,672	246
Payroll taxes and benefits	22,215	22,215	24,278	(2,063)
Advertising	700	700	227	473
Education and training	500	500	-	500
Dues	200	200	208	(8)
Forms and maps	500	500	-	500
Publications and subscriptions	100	100	-	100
Miscellaneous	100	100	131	(31)
<b><i>Total Planning Office</i></b>	<b>146,201</b>	<b>146,201</b>	<b>146,132</b>	<b>69</b>
<b><i>Planning Board:</i></b>				
Clerk salary	950	950	850	100
Payroll taxes and benefits	150	150	82	68
Miscellaneous expense	-	-	18	(18)
<b><i>Total Planning Board</i></b>	<b>1,100</b>	<b>1,100</b>	<b>950</b>	<b>150</b>
<b><i>Zoning Board:</i></b>				
Clerk salary	1,300	1,300	1,350	(50)
Payroll taxes and benefits	147	147	108	39
Miscellaneous	-	-	9	(9)
Advertising	500	500	246	254
<b><i>Total Zoning Board</i></b>	<b>1,947</b>	<b>1,947</b>	<b>1,713</b>	<b>234</b>

(Continued)

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>Conservation Commission:</i>				
Advertising	140	140	-	140
Dues	140	140	40	100
Miscellaneous	-	-	54	(54)
Water watch program	1,500	1,500	1,250	250
Tree seedling program	830	830	-	830
<b>Total Conservation Commission</b>	<b>2,610</b>	<b>2,610</b>	<b>1,344</b>	<b>1,266</b>
<i>Land Trust:</i>				
Land purchase and reconditioning	74,250	74,250	92,216	(17,966)
<b>Total Land Trust</b>	<b>74,250</b>	<b>74,250</b>	<b>92,216</b>	<b>(17,966)</b>
<i>Town Solicitor:</i>				
Legal services	135,000	135,000	84,036	50,964
<b>Total Town Solicitor</b>	<b>135,000</b>	<b>135,000</b>	<b>84,036</b>	<b>50,964</b>
<i>Town Sergeant:</i>				
Salary	135	135	135	-
Payroll taxes and benefits	11	11	11	-
<b>Total Town Sergeant</b>	<b>146</b>	<b>146</b>	<b>146</b>	<b>-</b>
<b>TOTAL CENTRAL ADMINISTRATION</b>	<b>954,011</b>	<b>954,011</b>	<b>878,969</b>	<b>75,042</b>
<i>FINANCIAL ADMINISTRATION:</i>				
<i>Finance Director's Office:</i>				
Finance director salary	94,793	94,793	94,793	-
Payroll taxes and benefits	21,744	21,744	21,594	150
Education and training	2,000	2,000	99	1,901
Dues	450	450	320	130
Office equipment and furniture	300	300	-	300
<b>Total Finance Director's Office</b>	<b>119,287</b>	<b>119,287</b>	<b>116,806</b>	<b>2,481</b>
<i>Treasurer's Office:</i>				
Clerk salaries	89,445	89,445	89,447	(2)
Administrative aide salary	52,364	52,364	52,726	(362)
Payroll taxes and benefits	79,504	79,504	64,989	14,515
Advertising	-	-	420	(420)
Education and training	500	500	170	330
Office equipment and furniture	400	400	-	400
Computer/payroll services	25,000	25,000	24,879	121
Travel	200	200	-	200
Miscellaneous	100	100	(12)	112
GASB	2,000	2,000	6,500	(4,500)
Audit	34,000	34,000	33,655	345
<b>Total Treasurer's Office</b>	<b>283,513</b>	<b>283,513</b>	<b>272,774</b>	<b>10,739</b>

(Continued)



**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
<i>Personnel Office:</i>				
Personnel Office Wages	27,864	27,864	12,042	15,822
Payroll taxes and Benefits	2,136	2,136	921	1,215
Advertising	3,000	3,000	3,266	(266)
Education and training	200	200	-	200
Miscellaneous	200	200	1,389	(1,189)
<b>Total Personnel Office</b>	<u>33,400</u>	<u>33,400</u>	<u>17,618</u>	<u>15,782</u>
<i>Tax Collection Office:</i>				
Tax collector salary	61,435	61,435	62,369	(934)
Clerk salary	44,723	44,723	44,776	(53)
Longevity	3,928	3,928	3,894	34
Payroll taxes and benefits	51,589	51,589	49,066	2,523
Advertising	250	250	226	24
Postage	4,600	4,600	3,760	840
Education and training	250	250	84	166
Dues	100	100	60	40
Other purchased services	7,800	7,800	7,302	498
Tax collection fee	48,000	48,000	45,112	2,888
Miscellaneous	350	350	4,816	(4,466)
<b>Total Tax Collection Office</b>	<u>223,025</u>	<u>223,025</u>	<u>221,465</u>	<u>1,560</u>
<i>Tax Assessor's Office:</i>				
Assessor salary	65,753	65,753	65,753	-
Clerical salary	44,723	44,723	44,723	-
Payroll taxes and benefits	54,941	54,941	39,957	14,984
Advertising	300	300	278	22
Education and training	4,500	4,500	110	4,390
Dues	1,000	1,000	485	515
Publications and subscriptions	1,000	1,000	525	475
Office equipment and furniture	500	500	-	500
Other purchased services	500	500	-	500
Miscellaneous	250	250	-	250
<b>Total Tax Assessor's Office</b>	<u>173,467</u>	<u>173,467</u>	<u>151,831</u>	<u>21,636</u>
<b>TOTAL FINANCIAL ADMINISTRATION</b>	<u>832,692</u>	<u>832,692</u>	<u>780,494</u>	<u>52,198</u>

(Continued)

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<b>PUBLIC SAFETY:</b>				
<i>Police Department:</i>				
Chief salary	89,854	89,854	90,605	(751)
Captain, lieutenant, and sergeant's salaries	296,129	296,129	295,140	989
Police officers' salaries	752,886	752,886	666,038	86,848
Administrative aide	74,099	74,099	74,375	(276)
Dispatchers	213,562	213,562	200,862	12,700
Special and boat patrols	9,375	9,375	13,762	(4,387)
Court time reimbursement	7,150	7,150	3,861	3,289
Overtime, vacation and illness coverage	124,738	124,738	169,957	(45,219)
Longevity	60,677	60,677	64,070	(3,393)
Payroll taxes and benefits	798,642	798,642	748,850	49,792
Education and training	18,000	18,000	4,671	13,329
Telephone	3,500	3,500	3,062	438
Postage	500	500	430	70
Communications	1,100	1,100	240	860
Miscellaneous	7,950	7,950	7,351	599
Ammunition and range supplies	3,070	3,070	3,225	(155)
Investigative supplies	1,500	1,500	402	1,098
Fingerprinting cost	3,300	3,300	2,700	600
Conference, travel and dues	800	800	345	455
Heat and electricity	22,500	22,500	18,062	4,438
Service contracts	12,102	12,102	11,065	1,037
Special equipment - non-office	6,995	6,995	5,471	1,524
Office equipment and furniture	1,000	1,000	1,227	(227)
<b>Total Police Department</b>	<b>2,509,429</b>	<b>2,509,429</b>	<b>2,385,771</b>	<b>123,658</b>
<i>Emergency Management Agency:</i>				
Coordinator salary	15,000	15,000	14,955	45
Payroll taxes and benefits	1,227	1,227	1,194	33
Heat and electricity	2,810	2,810	1,690	1,120
Service contracts	7,750	7,750	3,477	4,273
internet	-	-	305	(305)
Education and training	150	150	-	150
<b>Total Emergency Management Agency</b>	<b>26,937</b>	<b>26,937</b>	<b>21,621</b>	<b>5,316</b>
<i>Animal Control:</i>				
Animal control officer salary	47,881	47,881	47,882	(1)
Assistant officer salary	10,905	10,905	8,129	2,776
Payroll taxes and benefits	34,123	34,123	31,624	2,499
Education and training	550	550	-	550
Telephone	390	390	385	5
Heat and electricity	3,500	3,500	3,817	(317)
Supplies - animal	1,100	1,100	1,354	(254)
Other purchased services	3,000	3,000	2,955	45
Service contracts	192	192	180	12
Miscellaneous	900	900	1,285	(385)
Furniture and fixtures	400	400	-	400
Rabies vaccinations	750	750	-	750
Dog damage	-	-	-	-
Equipment - non-office	750	750	760	(10)
<b>Total Animal Control</b>	<b>104,441</b>	<b>104,441</b>	<b>98,371</b>	<b>6,070</b>
<b>TOTAL PUBLIC SAFETY</b>	<b>2,640,807</b>	<b>2,640,807</b>	<b>2,505,763</b>	<b>135,044</b>

(Continued)

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
<b><i>PUBLIC WORKS DEPARTMENT:</i></b>				
<b><i>Director's Office</i></b>				
Director's salary	82,936	82,936	81,987	949
Clerk's salary	47,278	47,278	47,328	(50)
Longevity	4,093	4,093	4,093	-
Payroll taxes and benefits	72,560	72,560	67,721	4,839
Telephone	800	800	800	-
Education and training	145	145	-	145
Office furniture and equipment	350	350	-	350
Safety equipment	250	250	-	250
Service contracts	350	350	-	350
Miscellaneous	715	715	252	463
Mandatory drug testing	350	350	-	350
<b><i>Total Director's Office</i></b>	<u>209,827</u>	<u>209,827</u>	<u>202,181</u>	<u>7,646</u>
<b><i>Highway Division</i></b>				
Salaries	308,268	308,268	304,874	3,394
Overtime	2,000	2,000	2,719	(719)
Longevity	5,720	5,720	5,622	98
Payroll taxes and benefits	220,357	220,357	193,651	26,706
Heat and electricity	14,500	14,500	10,792	3,708
Education and training	250	250	-	250
Safety equipment	750	750	62	688
Purchased services	25,000	25,000	19,370	5,630
Road signs and miscellaneous	5,500	5,500	4,580	920
Tools	1,500	1,500	2,136	(636)
<b><i>Total Highway Division</i></b>	<u>583,845</u>	<u>583,845</u>	<u>543,806</u>	<u>40,039</u>
<b><i>Maintenance Division - Buildings, Grounds &amp; Parks:</i></b>				
Salaries	111,402	111,402	73,920	37,482
Salaries - GMP Winsor park support	-	-	1,397	(1,397)
Longevity	3,846	3,846	1,347	2,499
Payroll taxes and benefits	71,246	71,246	49,260	21,986
Supplies	6,000	6,000	4,414	1,586
Safety equipment	200	200	23	177
Other purchased services	29,590	29,590	23,751	5,839
Service contracts	300	300	338	(38)
Miscellaneous	4,500	4,500	5,659	(1,159)
Repairs, maintenance and construction material	20,000	20,000	12,956	7,044
Tools	-	-	1,060	(1,060)
Electricity - GMP	3,200	3,200	1,274	1,926
<b><i>Total Maintenance Division - Building, Grounds &amp; Parks</i></b>	<u>250,284</u>	<u>250,284</u>	<u>175,399</u>	<u>74,885</u>

(Continued)

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>Maintenance Division - Vehicle &amp; Equipment</i>				
Salaries	117,041	117,041	114,372	2,669
Longevity	2,025	2,025	1,756	269
Payroll taxes and benefits	64,498	64,498	50,064	14,434
Safety equipment	400	400	-	400
Purchased services	17,000	17,000	10,002	6,998
Service contracts	650	650	-	650
Propane - paver	200	200	124	76
Miscellaneous	7,000	7,000	4,163	2,837
Gasoline	65,000	65,000	60,572	4,428
Lubricating oil	8,000	8,000	6,732	1,268
Diesel Fuel	56,000	56,000	23,934	32,066
Repair parts	110,000	110,000	96,155	13,845
Tools	4,500	4,500	4,780	(280)
Tires and tubes	20,000	20,000	13,111	6,889
<b>Total Maintenance Division - Vehicle &amp; Equipment</b>	<b>472,314</b>	<b>472,314</b>	<b>385,765</b>	<b>86,549</b>
<i>Storm Related Division</i>				
Salaries	63,000	63,000	17,679	45,321
Payroll taxes and benefits	12,661	12,661	5,948	6,713
Storm Related Services	4,340	4,340	8,525	(4,185)
Salt	37,000	37,000	76,588	(39,588)
Sand	33,000	33,000	13,169	19,831
<b>Total Storm Related Division</b>	<b>150,001</b>	<b>150,001</b>	<b>121,909</b>	<b>28,092</b>
<i>Waste Disposal Division:</i>				
Salaries	165,021	165,021	144,451	20,570
Overtime	5,000	5,000	4,110	890
Longevity	5,341	5,341	5,217	124
Payroll taxes and benefits	64,174	64,174	46,965	17,209
Telephone	500	500	324	176
Heat and electricity	6,600	6,600	3,311	3,289
Purchased services	3,500	3,500	11,521	(8,021)
Advertising	200	200	-	200
Safety equipment	100	100	-	100
Diesel fuel	18,000	18,000	18,799	(799)
Miscellaneous	13,500	13,500	16,033	(2,533)
Tipping fees	115,000	115,000	117,928	(2,928)
<b>Total Waste Disposal Division</b>	<b>396,936</b>	<b>396,936</b>	<b>368,659</b>	<b>28,277</b>
<b>TOTAL PUBLIC WORKS</b>	<b>2,063,207</b>	<b>2,063,207</b>	<b>1,797,719</b>	<b>265,488</b>
<b>RECREATION AND SENIOR CENTER</b>				
<i>Recreation:</i>				
Director salary	17,713	17,713	17,713	-
Assistant director salary	600	600	600	-
Salaries - swim, gymnastics, tennis, arts & crafts	63,627	63,627	40,100	23,527
Police detail - July 4th	1,200	1,200	1,202	(2)
Payroll taxes and benefits	11,182	11,182	7,586	3,596
Advertising	1,000	1,000	1,154	(154)
Telephone	850	850	1,025	(175)
Electricity - beaches & Winsor	500	500	281	219
Water testing - beaches and GMP	500	500	250	250
Materials and equipment	12,000	12,000	16,327	(4,327)
Miscellaneous	1,800	1,800	215	1,585
Recreation programs	19,181	19,181	16,133	3,048
<b>Total Recreation</b>	<b>130,153</b>	<b>130,153</b>	<b>102,586</b>	<b>27,567</b>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND  
 Budgetary Comparison Schedule - Schedule of Revenues and Expenditures  
 Budget and Actual (Non-GAAP Budgetary Basis) - General Fund  
 For the Fiscal Year Ended June 30, 2020

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>Senior Center:</i>				
Director's salary	59,235	59,235	59,235	-
Interim director's salary	3,574	3,574	1,091	2,483
Senior meal site - kitchen aid	20,190	20,190	19,187	1,003
Payroll taxes and benefits	29,185	29,185	25,969	3,216
Electricity, heat, propane and diesel	29,500	29,500	20,098	9,402
Telephone	1,050	1,050	1,167	(117)
Office supplies	2,700	2,700	1,201	1,499
Repair/maintenance/construction material	4,000	4,000	1,178	2,822
Programs and activities	10,000	10,000	-	10,000
Other purchased services	38,000	38,000	26,800	11,200
License fees	350	350	30	320
Miscellaneous	2,000	2,000	1,154	846
Water testing	800	800	570	230
Advertising	300	300	-	300
<i>Total Senior Center</i>	<u>200,884</u>	<u>200,884</u>	<u>157,680</u>	<u>43,204</u>
<b>TOTAL RECREATION AND SENIOR CENTER</b>	<u>331,037</u>	<u>331,037</u>	<u>260,266</u>	<u>70,771</u>
<i>SOCIAL SERVICES:</i>				
<i>Human Services Department:</i>				
Director's salary	16,929	16,929	16,929	-
Van driver's salary	13,029	13,029	8,132	4,897
Payroll taxes and benefits	3,757	3,757	2,776	981
Telephone	650	650	659	(9)
Advertising	350	350	76	274
Miscellaneous	100	100	-	100
<i>Total Human Services Department</i>	<u>34,815</u>	<u>34,815</u>	<u>28,572</u>	<u>6,243</u>
<b>TOTAL SOCIAL SERVICES</b>	<u>34,815</u>	<u>34,815</u>	<u>28,572</u>	<u>6,243</u>

(Continued)

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<b>OTHER OPERATION EXPENDITURES</b>				
<i>Town Hall:</i>				
Utilities	37,000	37,000	32,237	4,763
Postage, meter and supplies	18,500	18,500	14,161	4,339
Reclassifications & salary negotiations	2,000	2,000	-	2,000
Office and computer supplies	16,600	16,600	19,524	(2,924)
Security	3,000	3,000	2,617	383
Service Contracts	1,600	1,600	-	1,600
Advertising	12,000	12,000	9,217	2,783
Telephone, modem, fax and TDD	6,000	6,000	6,839	(839)
Copier rental	1,500	1,500	689	811
Miscellaneous	-	-	3,597	(3,597)
RI League of Cities & Towns dues	4,100	4,100	4,278	(178)
Insurance - property/liability/other	128,750	128,750	137,211	(8,461)
Unemployment compensation	1,500	1,500	3,816	(2,316)
Retired personnel cost	99,700	99,700	52,563	47,137
Bond disclosure fees	2,000	2,000	1,750	250
<b>Total Town Hall</b>	<b>334,250</b>	<b>334,250</b>	<b>288,499</b>	<b>45,751</b>
<i>Information Technology Office:</i>				
Information Technology's salary	32,760	32,760	36,510	(3,750)
Payroll taxes and benefits	2,679	2,679	3,047	(368)
Internet	13,370	13,370	12,934	436
Computer systems support/repairs	36,000	36,000	34,943	1,057
Computer system equipment	104,500	104,500	99,479	5,021
Computer system licenses	7,500	7,500	4,386	3,114
Server replacement program	14,500	14,500	15,610	(1,110)
Workstation replacement program	18,000	18,000	15,383	2,617
Computer systems cable/tools	500	500	351	149
<b>Total Information Technology Office</b>	<b>229,809</b>	<b>229,809</b>	<b>222,643</b>	<b>7,166</b>
<b>TOTAL OTHER OPERATION EXPENDITURES</b>	<b>564,059</b>	<b>564,059</b>	<b>511,142</b>	<b>52,917</b>
<b>AID REQUESTS:</b>				
<i>Aid to Libraries:</i>				
Glocester Manton	169,001	169,001	169,001	-
Harmony	201,767	201,767	201,767	-
<b>Total Aid to Libraries</b>	<b>370,768</b>	<b>370,768</b>	<b>370,768</b>	<b>-</b>
<i>Cultural Services:</i>				
Independence Day Parade	-	-	-	-
Glocester light infantry - Memorial day parade	1,000	1,000	1,000	-
<b>Total Cultural Services</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>-</b>
<i>Social Services:</i>				
Glocester Little League	1,400	1,400	1,400	-
Glocester Heritage Society	1,250	1,250	1,250	-
Meals on Wheels	4,000	4,000	4,000	-
NW Community Nursing & Health Service	2,500	2,500	2,500	-
<b>Total Social Services</b>	<b>9,150</b>	<b>9,150</b>	<b>9,150</b>	<b>-</b>
<b>TOTAL AID REQUESTS</b>	<b>380,918</b>	<b>380,918</b>	<b>380,918</b>	<b>-</b>
<b>EDUCATION:</b>				
<i>Foster-Glocester Region</i>	10,828,290	10,828,290	10,828,290	-
<b>TOTAL EDUCATION</b>	<b>10,828,290</b>	<b>10,828,290</b>	<b>10,828,290</b>	<b>-</b>
<b>DEBT SERVICE:</b>				
<i>Non-School Bonds:</i>				
Fogerty school roof	35,000	35,000	35,000	-
Land trust bond 2010 - 2019	-	-	-	-
Senior center 2007 - 2027	120,000	120,000	120,000	-
Interest	55,638	55,638	55,486	152
<b>Total Non-School Bonds</b>	<b>210,638</b>	<b>210,638</b>	<b>210,486</b>	<b>152</b>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND  
 Budgetary Comparison Schedule - Schedule of Revenues and Expenditures  
 Budget and Actual (Non-GAAP Budgetary Basis) - General Fund  
 For the Fiscal Year Ended June 30, 2020

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<b>TOTAL EXPENDITURES</b>	18,840,474	18,840,474	18,182,619	657,855
<i>Excess of revenues over (under) expenditures before other financing sources (uses)</i>	<u>\$ 7,123,222</u>	<u>\$ 7,123,222</u>	<u>\$ 8,495,798</u>	<u>\$ 1,372,576</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Appropriated fund balance	1,070,000	1,070,000	1,070,000	-
Transfer to Glocester School Department	(6,626,922)	(6,626,922)	(6,733,922)	(107,000)
Transfer to capital school renovation	(921,300)	(921,300)	(1,221,300)	(300,000)
Transfer to storm/snow related services	(300,000)	(300,000)	(300,000)	-
Transfer to Foster Glocester proration	(240,000)	(240,000)	-	240,000
Transfer to state aid reduction	(75,000)	(75,000)	(75,000)	-
Transfer to independence day parade	(20,000)	(20,000)	(20,000)	-
Transfer to other post employment benefits	(10,000)	(10,000)	-	10,000
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>(7,123,222)</u>	<u>(7,123,222)</u>	<u>(7,280,222)</u>	<u>(157,000)</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,215,576</u>	<u>\$ 1,215,576</u> (Concluded)

**SUPPLEMENTARY INFORMATION**  
**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - School General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
<b>REVENUES:</b>				
State Aid	\$ 2,203,084	\$ 2,203,084	\$ 2,103,731	\$ (99,353)
Federal revenue-Medicaid reimbursement	60,000	60,000	88,939	28,939
Tuitions	75,598	75,598	12,770	(62,828)
Earnings on investments	1,500	1,500	8,715	7,215
Other	2,350	2,350	14,788	12,438
<b>TOTAL REVENUES</b>	<u>2,342,532</u>	<u>2,342,532</u>	<u>2,228,943</u>	<u>(113,589)</u>
<b>EXPENDITURES</b>				
<i>Fogarty Memorial:</i>				
Kindergarten	2,400	2,400	1,204	1,196
Art	3,000	3,000	120	2,880
Computer education	19,000	20,000	26,216	(6,216)
English, language arts	27,600	27,600	25,209	2,391
Health/physical education	1,725	1,725	1,271	454
Special education support	350	350	366	(16)
Mathematics	2,000	2,000	1,237	763
Music	1,000	1,000	999	1
Science	2,000	2,000	837	1,163
School library	5,100	5,100	4,922	178
Speech	400	400	270	130
Resource program	-	-	121	(121)
Self-contained program	600	600	490	110
Social work services	900	900	778	122
Psychological services	800	800	239	561
Health services	3,600	3,600	1,326	2,274
Telephone	2,000	2,000	1,670	330
Police and fire details	400	400	-	400
School management/general	46,350	46,350	35,847	10,503
<b>Total</b>	<u>119,225</u>	<u>120,225</u>	<u>103,122</u>	<u>17,103</u>
<i>West Glocester:</i>				
Kindergarten	1,200	1,200	449	751
Art	2,500	2,500	695	1,805
Computer education	14,000	15,000	13,963	1,037
English, language arts	21,000	21,000	18,537	2,463
Health/physical education	1,000	1,000	379	621
Mathematics	2,000	2,000	1,273	727
Music	1,000	1,000	1,073	(73)
Science	3,000	3,000	2,973	27
School library	3,600	3,600	3,453	147
Speech	250	250	-	250
Resource program	500	500	312	188
Self-contained program	500	500	499	1
Pre-school program	700	700	-	700
Social work services	600	600	196	404
Psychological services	900	900	319	581
Health services	3,900	3,900	1,678	2,222
Telephone	2,000	2,000	1,652	348
Police and fire details	250	250	-	250
School management/general	36,400	36,400	28,206	8,194
<b>Total</b>	<u>\$ 95,300</u>	<u>\$ 96,300</u>	<u>\$ 75,657</u>	<u>\$ 20,643</u>

(Continued)



**TOWN OF GLOCESTER, RHODE ISLAND**  
**Budgetary Comparison Schedule - Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis) - School General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
<i>Central administration:</i>				
Systemwide Management	\$ 197,033	197,033	\$ 183,062	13,971
Fiscal services	22,400	22,400	15,266	7,134
Policy formulation	59,500	57,500	59,745	(2,245)
Legal services	30,000	30,000	16,000	14,000
Non-public textbooks	400	400	285	115
<i>Total</i>	<u>309,333</u>	<u>307,333</u>	<u>274,358</u>	<u>32,975</u>
<i>Systemwide:</i>				
Special education services	174,076	174,076	55,181	118,895
Operations - buildings and grounds	327,765	327,765	349,690	(21,925)
Transportation, regular	587,325	587,325	489,302	98,023
Transportation, special education	98,852	98,852	44,274	54,578
Transportation, Foster-Glocester Regional	582,022	582,022	382,612	199,410
<i>Total</i>	<u>1,770,040</u>	<u>1,770,040</u>	<u>1,321,059</u>	<u>448,981</u>
<i>Salaries and fringes:</i>				
Classroom instruction	2,542,090	2,542,090	2,429,497	112,593
Kindergarten instruction	391,297	391,297	493,449	(102,152)
Physical education instruction	164,759	164,759	165,024	(265)
Music instruction	109,706	109,706	109,824	(118)
Art instruction	126,570	126,570	126,713	(143)
Pre-kindergarten instruction	79,859	79,859	83,676	(3,817)
School library	150,641	150,641	150,815	(174)
Special education	462,582	462,582	511,750	(49,168)
Speech	166,051	166,051	175,435	(9,384)
Social work services	83,633	83,633	83,728	(95)
Psychological services	80,287	80,287	80,466	(179)
Health services	162,281	162,281	180,809	(18,528)
Principals	209,186	209,186	211,058	(1,872)
Bus transportation, regular	5,486	5,486	4,010	1,476
Clerical	115,319	115,319	109,423	5,896
School management	72,951	72,951	72,432	519
Custodial	275,458	275,458	245,423	30,035
Fringe benefits	2,090,673	2,090,673	2,365,317	(274,644)
<i>Total Salaries and Fringes</i>	<u>7,288,829</u>	<u>7,288,829</u>	<u>7,598,849</u>	<u>(310,020)</u>
<b>TOTAL EXPENDITURES</b>	<u>9,582,727</u>	<u>9,582,727</u>	<u>9,373,045</u>	<u>209,682</u>
<i>Excess of revenues over (under) expenditures before other financing sources (uses)</i>	<u>(7,240,195)</u>	<u>(7,240,195)</u>	<u>(7,144,102)</u>	<u>96,093</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers from Town	6,733,922	6,733,922	6,733,922	-
Transfers to other funds	(300,000)	(300,000)	(300,000)	-
Reappropriated fund balance	806,273	806,273	806,273	-
<b>NET OTHER FINANCING SOURCES (USES)</b>	<u>7,240,195</u>	<u>7,240,195</u>	<u>7,240,195</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96,093</u>	<u>\$ 96,093</u>

(Concluded)

## 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 Gloucester  
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	\$ 21,839,582	\$ -
Last Year's Levy Tax Collection	183,402	-
Prior Years Property Tax Collection	51,958	-
Interest & Penalty	94,526	-
PILOT & Tax Treaty (excluded from levy) Collection	2,683,833	-
Other Local Property Taxes	-	-
Licenses and Permits	566,213	-
Fines and Forfeitures	42,730	-
Investment Income	54,742	-
Departmental	247,638	-
Rescue Run Revenue	-	-
Police & Fire Detail	186,358	-
Other Local Non-Property Tax Revenues	64,029	-
Tuition	-	12,770
Impact Aid	-	-
Medicaid	-	88,939
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	79,476
CDBG	-	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	-	406,914
COVID - ESSER	-	-
COVID - CRF	-	-
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	-
MV Excise Tax Reimbursement	104,711	-
State PILOT Program	-	-
Distressed Community Relief Fund	-	-
Library Resource Aid	-	-
Library Construction Aid	-	-
Public Service Corporation Tax	125,952	-
Meals & Beverage Tax / Hotel Tax	85,813	-
LEA Aid	-	2,103,731
Group Home	-	-
Housing Aid Capital Projects	-	-
Housing Aid Bonded Debt	20,471	-
State Food Service Revenue	-	4,359
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	-	-
Motor Vehicle Phase Out	667,753	-
Other Revenue	-	23,503
Local Appropriation for Education	-	6,733,922
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
<b>Total Revenue</b>	<b>\$ 27,019,710</b>	<b>\$ 9,453,614</b>
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	-	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	-	-
Rounding	-	-
<b>Total Other Financing Sources</b>	<b>\$ -</b>	<b>\$ -</b>

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

EXPENDITURES	General Government	Finance	Social Services	Centralized IT	Planning	Libraries	Public Works	Parks and Rec	Police Department
Compensation- Group A	\$ 313,860	\$ 470,524	\$ 104,574	\$ 55,985	\$ 263,152	\$ -	\$ 793,104	\$ 65,237	\$ 1,210,654
Compensation - Group B	-	-	-	-	-	-	-	-	276,388
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	24,681	-	94,333
Overtime - Group B	-	-	-	-	-	-	-	-	50,721
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	166,464
Active Medical Insurance - Group A	62,075	77,769	7,505	-	29,285	-	191,625	-	259,075
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	-
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental insurance- Group A	2,207	3,780	269	-	1,426	-	6,637	-	8,207
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	2,052
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	16,110	34,999	7,882	2,947	19,861	-	60,078	4,754	124,438
Life Insurance	1,024	1,747	290	-	609	-	4,062	-	5,478
State Defined Contribution- Group A	1,593	3,578	772	-	2,357	-	7,120	-	2,035
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	1,654	3,029	3,189	-	3,154	-	49,557	2,832	12,917
Other Benefits- Group B	-	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	24,047	51,627	8,837	-	24,125	-	87,492	-	240,188
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	60,047
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	12,519	117,448	26,800	-	988	-	64,982	376	11,565
Materials/Supplies	20,323	-	1,444	-	654	-	4,437	18,218	3,627
Software Licenses	-	-	-	148,101	-	-	-	-	-
Capital Outlays	-	-	-	15,610	-	-	-	-	-
Insurance	137,211	-	-	-	-	-	-	-	-
Maintenance	-	-	1,178	-	-	-	12,957	-	-
Vehicle Operations	-	-	-	-	-	-	210,772	-	21,081
Utilities	39,557	-	21,924	-	-	-	16,626	1,306	21,125
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Revaluation	-	160,218	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	98,281	-	-
Trash Removal & Recycling	-	-	-	-	-	-	7,317	-	-
Claims & Settlements	-	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-	-
Other Operation Expenditures	184,327	15,996	34,662	6,312	1,700	370,768	18,858	10,990	21,935
Tipping Fees	-	-	-	-	-	-	117,928	-	-
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	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 816,506</b>	<b>\$ 940,714</b>	<b>\$ 219,328</b>	<b>\$ 228,955</b>	<b>\$ 347,310</b>	<b>\$ 370,768</b>	<b>\$ 1,776,514</b>	<b>\$ 103,712</b>	<b>\$ 2,592,328</b>

Town of Gloucester  
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	\$ -	\$ -	\$ 71,763	\$ -	\$ -	\$ -	\$ 3,348,854	\$ 4,040,428
Compensation - Group B	-	-	-	-	-	-	276,388	272,506
Compensation - Group C	-	-	-	-	-	-	-	989,571
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	119,014	-
Overtime - Group B	-	-	-	-	-	-	50,721	-
Overtime - Group C	-	-	-	-	-	-	-	6,569
Police & Fire Detail	-	-	-	-	-	-	166,464	-
Active Medical Insurance - Group A	-	-	19,114	-	-	-	646,448	817,461
Active Medical Insurance- Group B	-	-	-	-	-	-	-	44,020
Active Medical Insurance- Group C	-	-	-	-	-	-	-	544,148
Active Dental insurance- Group A	-	-	675	-	-	-	23,200	36,612
Active Dental Insurance- Group B	-	-	-	-	-	-	2,052	1,914
Active Dental Insurance- Group C	-	-	-	-	-	-	-	23,550
Payroll Taxes	-	-	5,185	-	-	-	276,253	148,337
Life Insurance	-	-	272	-	-	-	13,483	18,722
State Defined Contribution- Group A	-	-	493	-	-	-	17,948	69,426
State Defined Contribution - Group B	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	10,474
Other Benefits- Group A	-	-	876	-	-	-	77,208	49,443
Other Benefits- Group B	-	-	-	-	-	-	-	311
Other Benefits- Group C	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	5,406	-	-	-	441,722	585,127
State Defined Benefit Pension - Group B	-	-	-	-	-	-	60,047	14,828
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	89,970
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	-	-	6,611	-	-	-	241,288	1,310,681
Materials/Supplies	-	-	1,354	-	-	-	50,057	150,506
Software Licenses	-	-	-	-	-	-	148,101	30,322
Capital Outlays	-	-	-	-	-	-	15,610	32,116
Insurance	-	-	-	-	-	-	137,211	48,684
Maintenance	-	-	-	-	-	-	14,135	62,604
Vehicle Operations	-	-	-	-	-	-	231,853	16,381
Utilities	-	-	6,197	-	-	-	106,735	212,885
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	160,218	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	98,281	-
Trash Removal & Recycling	-	-	-	-	-	-	7,317	-
Claims & Settlements	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-
Other Operation Expenditures	-	-	2,045	-	-	-	667,593	304,292
Tipping Fees	-	-	-	-	-	-	117,928	-
Local Appropriation for Education	-	-	-	6,733,922	-	-	6,733,922	-
Regional Appropriation for Education	-	-	-	10,828,290	-	-	10,828,290	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	142,500	-	142,500	-
Municipal Debt- Interest	-	-	-	-	20,100	-	20,100	-
School Debt- Principal	-	-	-	-	41,519	-	41,519	-
School Debt- Interest	-	-	-	-	6,367	-	6,367	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	9,287
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	150
OPEB Contribution- Total	-	-	-	-	-	52,563	52,563	-
Rounding	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 119,992</b>	<b>\$ 17,562,212</b>	<b>\$ 210,486</b>	<b>\$ 52,563</b>	<b>\$ 25,341,389</b>	<b>\$ 9,941,325</b>

Financing Uses: Transfer to Capital Funds	\$ 941,300	\$ -
Financing Uses: Transfer to Other Funds	300,000	300,000
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
<b>Total Other Financing Uses</b>	<b>\$ 1,241,300</b>	<b>\$ 300,000</b>
<b>Net Change in Fund Balance<sup>1</sup></b>	<b>437,021</b>	<b>(787,711)</b>
<b>Fund Balance<sup>1</sup>- beginning of year</b>	<b>\$9,851,823</b>	<b>\$3,454,499</b>
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	-	-
Misc. Adjustment	-	(2,907)
<b>Fund Balance<sup>1</sup> - beginning of year adjusted</b>	<b>9,851,823</b>	<b>3,451,592</b>
Rounding	-	-
<b>Fund Balance<sup>1</sup> - end of year</b>	<b>\$ 10,288,844</b>	<b>\$ 2,663,881</b>

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

Town of Gloucester  
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 <sup>1</sup>	Beginning Fund Fund Balance <sup>1</sup> (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance <sup>1</sup> (Deficit)	Ending Fund Balance <sup>1</sup> (Deficit)
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2019</b>						\$ 9,851,823	-	\$ 9,851,823	
<i>No funds removed from RGS for fiscal 2020</i>						-	-	-	
<i>No funds added to RGS for Fiscal 2020</i>						-	-	-	
<i>No misc. adjustments made for fiscal 2020</i>						-	-	-	
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2019 adjusted</b>						<u>\$ 9,851,823</u>	<u>-</u>	<u>\$ 9,851,823</u>	
General Fund	\$ 26,833,352	\$ -	\$ 18,421,109	\$ 7,975,222	\$ 437,021	\$ 9,851,823	\$ -	\$ 9,851,823	\$ 10,288,844
<b>Totals per audited financial statements</b>	<u>\$ 26,833,352</u>	<u>\$ -</u>	<u>\$ 18,421,109</u>	<u>\$ 7,975,222</u>	<u>\$ 437,021</u>	<u>\$ 9,851,823</u>	<u>\$ -</u>	<u>\$ 9,851,823</u>	<u>\$ 10,288,844</u>
<b>Reconciliation from financial statements to MTP2</b>									
Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2	\$ -	\$ -	\$ 6,733,922	\$ (6,733,922)	\$ -	\$ -	\$ -	\$ -	\$ -
RIDOT reimbursement for police details reported as expenditure credits on financial statements but revenue on MTP2	186,358		186,358	-	-	-	-	-	-
Rounding	-		-	-	-	-	-	-	-
<b>Totals Per MTP2</b>	<u>\$ 27,019,710</u>	<u>\$ -</u>	<u>\$ 25,341,389</u>	<u>\$ 1,241,300</u>	<u>\$ 437,021</u>	<u>\$ 9,851,823</u>	<u>\$ -</u>	<u>\$ 9,851,823</u>	<u>\$ 10,288,844</u>

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

Town of Gloucester  
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 <sup>1</sup>	Beginning Fund Fund Balance <sup>1</sup> (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance <sup>1</sup> (Deficit)	Ending Fund Balance <sup>1</sup> (Deficit)
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2019</b>						\$ 3,454,499	-	\$ 3,454,499	
<i>Adjustment made for indirect costs from fiscal 2019</i>						(2,907)	-	(2,907)	
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2019 adjusted</b>						<u>\$ 3,451,592</u>	-	<u>\$ 3,451,592</u>	
School Unrestricted Fund	\$ 2,659,358	\$ 6,733,922	\$ 9,803,460	\$ 300,000	\$ (710,180)	\$ 3,369,208	-	\$ 3,369,208	\$ 2,659,028
Enterprise Fund <sup>1</sup>	83,835	-	134,281	-	(50,446)	47,698	-	47,698	(2,748)
SBA School Capital Project Fund	-	-	-	-	-	-	-	-	-
School Special Revenue Funds	406,914	-	433,999	-	(27,085)	34,686	-	34,686	7,601
<b>Totals per audited financial statements</b>	<u>\$ 3,150,107</u>	<u>\$ 6,733,922</u>	<u>\$ 10,371,740</u>	<u>\$ 300,000</u>	<u>\$ (787,711)</u>	<u>\$ 3,451,592</u>	<u>\$ -</u>	<u>\$ 3,451,592</u>	<u>\$ 2,663,881</u>
<b>Reconciliation from financial statements to MTP2</b>									
Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2	\$ 6,733,922	\$ (6,733,922)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(430,415)	-	(430,415)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
<b>Totals Per MTP2</b>	<u>9,453,614</u>	<u>-</u>	<u>9,941,325</u>	<u>300,000</u>	<u>(787,711)</u>	<u>3,451,592</u>	<u>-</u>	<u>3,451,592</u>	<u>2,663,881</u>
<b>Reconciliation from MTP2 to UCOA</b>									
Transportation cost included on MTP2 and in audit but not in UCOA	-	-	(366,634)	-	-	-	-	-	-
Misc adjustmnet between MTP2 and UCOA	(1)	-	(2)	-	-	-	-	-	-
<b>Totals per UCOA Validated Totals Report</b>	<u>\$ 9,453,613</u>	<u>-</u>	<u>\$ 9,574,689</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

TOWN OF GLOCESTER, RHODE ISLAND  
Notes to Supplementary Information  
Annual Supplemental Transparency Report (MTP2)  
June 30, 2020

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 Town's budget and accounting system. To report these costs, the Town's 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



TOWN OF GLOCESTER, RHODE ISLAND  
Notes to Supplementary Information  
Annual Supplemental Transparency Report (MTP2)  
June 30, 2020

- 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/>.*

**TOWN OF GLOCESTER, RHODE ISLAND**  
**TAX COLLECTOR'S ANNUAL REPORT**  
For the Fiscal Year Ended June 30, 2020

FISCAL YEAR	BALANCE	CURRENT YEAR	ADDITIONS	ABATEMENTS	REFUNDS/ ADJUSTMENTS	AMOUNT TO BE COLLECTED	FY 2020 COLLECTIONS	BALANCE
	July 1, 2019	ASSESSMENT						JUNE 30, 2020
2020	\$ -	\$ 22,087,099	\$ 65,138	\$ (36,997)	\$ 16,244	\$ 22,131,484	\$ 21,445,068	\$ 686,416
2019	567,652	-	1,322	(3,762)	18	565,230	466,236	98,994
2018	77,636	-	1,290	(229)	-	78,697	32,444	46,253
2017	63,568	-	384	-	-	63,952	16,060	47,892
2016	57,084	-	378	-	-	57,462	6,343	51,119
2015	51,586	-	372	-	-	51,958	2,569	49,389
2014	49,587	-	-	-	38	49,625	4,759	44,866
2013	57,424	-	-	(330)	-	57,094	2,626	54,468
2012	57,358	-	-	(169)	-	57,189	1,356	55,833
2011	38,652	-	-	(945)	-	37,707	1,113	36,594
2010	25,592	-	-	(24,948)	-	644	644	-
	<u>\$ 1,046,139</u>	<u>\$ 22,087,099</u>	<u>\$ 68,884</u>	<u>\$ (67,380)</u>	<u>\$ 16,300</u>	<u>\$ 23,151,042</u>	<u>\$ 21,979,218</u>	<u>\$ 1,171,824</u>
Allowance for uncollectible Accounts	\$ (385,000)							\$ (383,000)
Net Property Tax Receivable	\$ 661,139							\$ 788,824

Fiscal Year 2020 Year Cash Collections Summary			
July - August 2019 Collections Subject to 60-day FY 19	September - June 2020 Collections	Total FY 2020 Cash Collections	July - August 2020 (FY-2021) Cash Collections Subject to 60-day FY 2020 Accrual
\$ -	\$ 21,445,068	\$ 21,445,068	\$ 394,514
302,306	163,930	466,236	19,472
14,053	18,391	32,444	808
2,574	13,486	16,060	407
1,048	5,295	6,343	694
121	2,448	2,569	389
17	4,742	4,759	625
529	2,097	2,626	432
750	606	1,356	146
365	748	1,113	-
-	644	644	-
<u>\$ 321,763</u>	<u>\$ 21,657,455</u>	<u>\$ 21,979,218</u>	<u>\$ 417,487</u>

**SCHEDULE OF NET ASSESSED PROPERTY VALUE BY CATEGORY**

DESCRIPTION OF PROPERTY	VALUATIONS	LEVY
	December 31, 2018	July 11, 2019
Real property - Residential	\$ 1,008,915,200	\$ 20,622,227
Real property - Commercial/Industrial	55,312,600	1,356,818
Motor vehicles	91,334,296	2,225,817
Tangible personal	18,922,927	773,569
TOTAL	<u>1,174,485,023</u>	<u>24,978,431</u>
Less exemptions	<u>137,263,996</u>	<u>(2,891,332)</u>
NET ASSESSED VALUE	<u>\$ 1,037,221,027</u>	<u>\$ 22,087,099</u>

**RECONCILIATION OF CURRENT YEAR PROPERTY TAX REVENUE**

Current year collections	\$ 21,979,218
July - August 2020 Collections Subject to 60 - day FY 2020 Accrual	<u>417,487</u>
	\$ 22,396,705
July - August 2019 Collections Subject to 60 - day FY 2019 Accrual	<u>(321,763)</u>
Plus: Tax treaty	2,683,832
Current Year Property Tax Revenue	<u>\$ 24,758,774</u>

## **STATISTICAL SECTION**

This part of the Town of Glocester, Rhode Island's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the governments overall financial health.

### **Contents**

#### **Financial Trends**

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

#### **Revenue Capacity**

These schedules contain information to help the reader assess the governments most significant local revenue source, property taxes.

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

#### **Demographic and Economic Information**

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

Schedule 1  
Town of Glocester, Rhode Island  
Net position by Component,  
Last Ten Fiscal Years  
(accrual basis of accounting)  
Unaudited

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Primary Government</b>										
Governmental activities										
Net investment in capital assets	\$ 13,815,360	\$ 15,094,315	15,636,833	15,982,202	15,758,086	16,171,427	16,257,611	16,339,482	16,914,197	17,384,788
Restricted	3,438,859	4,738,724	5,044,716	4,737,642	3,391,797	2,099,156	2,643,015	2,500,024	2,371,088	3,291,089
Unrestricted	6,386,528	6,027,370	7,266,099	8,142,089	3,647,072	4,203,504	3,738,883	3,686,731	3,025,336	1,611,972
Total governmental activities net position	<u>\$ 23,640,747</u>	<u>\$ 25,860,409</u>	<u>\$ 27,947,648</u>	<u>\$ 28,861,933</u>	<u>\$ 22,796,955</u>	<u>\$ 22,474,087</u>	<u>\$ 22,639,509</u>	<u>\$ 22,526,237</u>	<u>\$ 22,310,621</u>	<u>\$ 22,287,849</u>
Business-type activities										
Net investment in capital assets	\$ -	\$ -	-	-	-	-	-	-	-	-
Unrestricted	50,642	57,785	62,929	60,541	60,114	63,658	55,931	49,960	47,698	(2,748)
Total business-type activities net position	<u>\$ 50,642</u>	<u>\$ 57,785</u>	<u>\$ 62,929</u>	<u>\$ 60,541</u>	<u>\$ 60,114</u>	<u>\$ 63,658</u>	<u>\$ 55,931</u>	<u>\$ 49,960</u>	<u>\$ 47,698</u>	<u>\$ (2,748)</u>
<b>Primary government</b>										
Net investment in capital assets	\$ 13,815,360	\$ 15,094,315	\$ 15,636,833	\$ 15,982,202	\$ 15,758,086	\$ 16,171,427	\$ 16,257,611	\$ 16,339,482	\$ 16,914,197	\$ 17,384,788
Restricted	3,438,859	4,738,724	5,044,716	4,737,642	3,391,797	2,099,156	2,643,015	2,500,024	2,371,088	3,291,089
Unrestricted	6,437,170	6,085,155	7,329,028	8,202,630	3,707,186	4,267,162	3,794,814	3,736,691	3,073,034	1,609,224
Total primary government net position	<u>\$ 23,691,389</u>	<u>\$ 25,918,194</u>	<u>\$ 28,010,577</u>	<u>\$ 28,922,474</u>	<u>\$ 22,857,069</u>	<u>\$ 22,537,745</u>	<u>\$ 22,695,440</u>	<u>\$ 22,576,197</u>	<u>\$ 22,358,319</u>	<u>\$ 22,285,101</u>

Schedule 2  
Town of Gloucester, Rhode Island  
Changes in Net Position, Last Ten Fiscal Years  
(accrual basis of accounting)  
Unaudited

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Expenses</b>										
<b>Governmental activities:</b>										
Administration	\$ 856,404	\$ 839,967	\$ 785,087	\$ 928,912	\$ 671,232	\$ 1,970,608	\$ 1,369,934	\$ 1,286,078	\$ 1,336,195	\$ 1,537,816
Finance	585,586	652,595	619,435	547,164	593,176	601,595	590,868	648,734	736,814	940,712
Public safety	1,954,111	2,151,464	2,207,975	2,146,761	2,341,273	2,341,021	2,402,364	2,397,982	2,561,902	2,468,866
Public works	2,207,085	2,095,239	2,095,284	2,427,577	2,394,808	2,364,144	2,370,728	2,539,395	2,517,830	2,411,683
Recreation	388,751	344,940	358,137	379,978	385,788	346,339	335,288	412,567	579,415	430,246
Social services	399,230	506,408	142,306	273,844	228,336	308,136	213,081	212,209	232,505	467,376
Operational expenses	312,695	315,689	327,098	559,608	389,605	376,743	398,346	432,276	505,481	511,142
Aid requests	318,533	322,750	322,914	325,970	336,441	344,446	413,298	369,428	368,380	380,918
Education	19,165,949	19,118,861	19,024,086	19,330,423	18,718,145	19,682,541	20,518,507	20,657,668	20,745,428	21,443,761
Interest on debt	224,607	197,988	144,345	144,723	125,975	104,779	84,156	74,220	65,339	55,267
<b>Total governmental activities expenses</b>	<b>\$ 26,412,951</b>	<b>\$ 26,545,901</b>	<b>\$ 26,026,667</b>	<b>\$ 27,064,960</b>	<b>\$ 26,184,779</b>	<b>\$ 28,440,352</b>	<b>\$ 28,696,570</b>	<b>\$ 29,030,557</b>	<b>\$ 29,649,289</b>	<b>\$ 30,647,787</b>
<b>Business-type activities:</b>										
School Lunch	\$ 134,636	\$ 147,749	\$ 140,718	\$ 148,336	\$ 163,043	\$ 145,170	\$ 140,157	\$ 144,838	\$ 153,407	\$ 134,281
<b>Total primary government expenses</b>	<b>\$ 26,547,587</b>	<b>\$ 26,693,650</b>	<b>\$ 26,167,385</b>	<b>\$ 27,213,296</b>	<b>\$ 26,347,822</b>	<b>\$ 28,585,522</b>	<b>\$ 28,836,727</b>	<b>\$ 29,175,395</b>	<b>\$ 29,802,696</b>	<b>\$ 30,782,068</b>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
<b>Charges for services:</b>										
Administration	\$ 284,709	\$ 154,714	\$ 14,473	\$ 13,457	\$ 12,353	\$ 12,963	\$ 13,590	\$ 15,533	\$ 12,868	\$ 14,940
Finance	15,571	34,987	408,769	487,411	459,001	335,225	372,429	467,781	496,378	505,745
Public safety	94,781	154,708	-	-	-	-	-	-	-	-
Public works	71,203	78,603	-	3,583	-	-	-	-	-	-
Recreation	8,415	-	-	-	5,752	3,426	2,400	3,920	4,825	3,200
Social services	90,273	26,929	6,000	5,125	2,661	2,828	3,226	13,006	18,262	23,803
Operational expenses	6,437	-	-	-	-	-	-	-	-	-
Aid requests	-	12,501	-	-	-	-	-	-	-	-
Education	333,722	196,202	138,238	136,074	130,684	141,783	128,097	80,138	96,528	116,497
<b>Operating grants and contributions:</b>										
Administration	170,684	258,723	-	48,713	-	1,484	378	1,812	378	-
Finance	-	-	-	-	-	-	-	-	-	-
Public safety	61,899	67,705	62,086	78,854	52,965	43,733	38,804	19,505	58,592	135,675
Public works	-	152,886	119,627	115,399	109,707	111,244	98,969	113,623	110,219	92,323
Recreation	26,234	21,776	-	-	-	-	-	-	-	-
Social services	591,912	223,833	137,784	199,813	302,322	379,563	199,445	97,430	136,853	162,784
Operational expenses	-	-	292,495	358,548	382,794	373,009	376,391	626,601	819,090	1,139,228
Education	3,777,064	3,601,729	3,581,361	3,447,432	2,973,958	2,832,034	3,224,052	3,126,360	3,112,506	2,941,060
Interest	-	-	-	-	-	-	-	-	-	-
Gloucester Land trust	-	-	5,833	166,233	-	-	57,710	-	-	-
<b>Capital grants and contributions:</b>										
Administration	-	-	-	-	-	-	-	-	-	-
Public safety	1,087	-	-	-	-	-	-	-	-	-
Public works	85,422	620,013	530,670	93,116	39,260	-	100,000	-	-	-
Recreation and cultural services	-	106,299	-	-	-	-	-	-	-	-
Social services	-	-	-	-	-	-	-	-	-	-
Operational expenses	-	-	-	-	-	-	-	-	-	-
Aid requests	-	159,363	-	-	-	-	-	-	-	-
Education	262,271	70,318	-	-	-	-	-	-	302,473	161,774
<b>Total governmental activities program revenues</b>	<b>\$ 5,881,684</b>	<b>\$ 5,941,289</b>	<b>\$ 5,297,336</b>	<b>\$ 5,153,758</b>	<b>\$ 4,471,457</b>	<b>\$ 4,237,292</b>	<b>\$ 4,615,491</b>	<b>\$ 4,565,709</b>	<b>\$ 5,168,972</b>	<b>\$ 5,297,029</b>

(Continued)

Schedule 2  
Town of Glocester, Rhode Island  
Changes in Net Position, Last Ten Fiscal Years  
(accrual basis of accounting)  
Unaudited

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Business-type activities:</b>										
Charges for services:										
School Lunch	\$ 59,975	\$ 67,556	\$ 58,211	\$ 58,210	\$ 78,107	\$ 81,779	\$ 75,952	\$ 84,242	\$ 105,080	\$ 52,598
Operating grants and contributions:										
School Lunch	81,890	87,336	87,651	87,738	84,509	66,935	56,478	54,625	46,065	31,237
<b>Total business-type activities program revenues</b>	<u>\$ 141,865</u>	<u>\$ 154,892</u>	<u>\$ 145,862</u>	<u>\$ 145,948</u>	<u>\$ 162,616</u>	<u>\$ 148,714</u>	<u>\$ 132,430</u>	<u>\$ 138,867</u>	<u>\$ 151,145</u>	<u>\$ 83,835</u>
<b>Total primary government revenues</b>	<u>\$ 6,023,549</u>	<u>\$ 6,096,181</u>	<u>\$ 5,443,198</u>	<u>\$ 5,299,706</u>	<u>\$ 4,634,073</u>	<u>\$ 4,386,006</u>	<u>\$ 4,747,921</u>	<u>\$ 4,704,576</u>	<u>\$ 5,320,117</u>	<u>\$ 5,380,864</u>
<b>Net (expenses) revenues:</b>										
Governmental activities	\$ (20,531,267)	\$ (20,604,612)	\$ (20,729,331)	\$ (21,911,202)	\$ (21,713,322)	\$ (24,203,060)	\$ (24,081,079)	\$ (24,464,848)	\$ (24,480,317)	\$ (25,350,758)
Business-type activities	7,229	7,143	5,144	(2,388)	(427)	3,544	(7,727)	(5,971)	(2,262)	-50,446
<b>Total primary government net expense</b>	<u>\$ (20,524,038)</u>	<u>\$ (20,597,469)</u>	<u>\$ (20,724,187)</u>	<u>\$ (21,913,590)</u>	<u>\$ (21,713,749)</u>	<u>\$ (24,199,516)</u>	<u>\$ (24,088,806)</u>	<u>\$ (24,470,819)</u>	<u>\$ (24,482,579)</u>	<u>\$ (25,401,204)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes, levied for general purposes	\$ 22,650,126	\$ 22,783,814	\$ 22,654,085	\$ 22,925,740	\$ 23,143,308	\$ 23,513,886	\$ 23,993,396	\$ 23,743,960	\$ 24,055,522	\$ 24,777,714
Unrestricted investment earnings	112,449	126,810	111,739	119,900	112,281	108,666	102,136	128,669	146,803	164,141
Other revenues	-	(30,200)	29,142	16,073	107,502	182,247	208,685	510,492	62,376	386,131
Transfers to component unit and other revenue	-	-	-	-	62,512	76,797	-	-	-	-
<b>Total primary government</b>	<u>\$ 22,762,575</u>	<u>\$ 22,880,424</u>	<u>\$ 22,794,966</u>	<u>\$ 23,061,713</u>	<u>\$ 23,425,603</u>	<u>\$ 23,881,596</u>	<u>\$ 24,304,217</u>	<u>\$ 24,383,121</u>	<u>\$ 24,264,701</u>	<u>\$ 25,327,986</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 2,231,308	\$ 2,275,812	\$ 2,065,635	\$ 1,150,511	\$ 1,712,281	\$ (321,464)	\$ 223,138	\$ (81,727)	\$ (215,616)	(22,772)
Business-type activities	7,229	7,143	5,144	(2,388)	(427)	3,544	(7,727)	(5,971)	(2,262)	(50,446)
<b>Total primary government</b>	<u>\$ 2,238,537</u>	<u>\$ 2,282,955</u>	<u>\$ 2,070,779</u>	<u>\$ 1,148,123</u>	<u>\$ 1,711,854</u>	<u>\$ (317,920)</u>	<u>\$ 215,411</u>	<u>\$ (87,698)</u>	<u>\$ (217,878)</u>	<u>\$ (73,218)</u>

(Concluded)

Schedule 3  
Town of Gloucester, Rhode Island  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)  
Unaudited

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>General Fund</b>										
Nonspendable	\$ 7,769	\$ 27,220	\$ 20,536	\$ 25,495	\$ 17,709	\$ 2,000	\$ -	\$ 83,050	\$ -	\$ 5,250
Restricted	961,063	-	-	-	-	-	-	-	-	-
Committed	573,460	149,244	104,244	613,099	335,000	735,000	935,315	895,000	1,170,000	1,270,000
Assigned	525,125	1,801,918	2,050,504	2,127,865	2,204,411	2,990,400	2,903,283	2,725,863	2,732,506	2,453,951
Unassigned	3,904,064	4,302,080	4,834,262	4,618,771	5,190,560	4,443,472	4,899,808	5,486,939	5,949,317	6,559,643
<b>Total general fund</b>	<b>\$ 5,971,481</b>	<b>\$ 6,280,462</b>	<b>\$ 7,009,546</b>	<b>\$ 7,385,230</b>	<b>\$ 7,747,680</b>	<b>\$ 8,170,872</b>	<b>\$ 8,738,406</b>	<b>\$ 9,190,852</b>	<b>\$ 9,851,823</b>	<b>\$ 10,288,844</b>
<b>Education</b>										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 4,194	\$ -	\$ -	\$ 1,171,666	\$ 1,320,187	\$ 1,058,142
Restricted	1,690,484	2,370,412	2,900,834	2,807,840	2,536,504	1,190,775	941,148	514,649	362,164	1,149,957
Committed	180,000	-	-	-	-	-	-	-	-	-
Assigned	780,686	748,954	807,983	1,300,863	1,547,073	2,972,854	2,749,168	2,516,893	1,686,857	450,929
Unassigned	-	-	-	-	-	-	-	-	-	-
<b>Total education fund</b>	<b>\$ 2,651,170</b>	<b>\$ 3,119,366</b>	<b>\$ 3,708,817</b>	<b>\$ 4,108,703</b>	<b>\$ 4,087,771</b>	<b>\$ 4,163,629</b>	<b>\$ 3,690,316</b>	<b>\$ 4,203,208</b>	<b>\$ 3,369,208</b>	<b>\$ 2,659,028</b>
<b>Capital Reserve Project Fund</b>										
Committed	\$ 759,820	\$ 638,203	\$ 922,362	\$ 988,677	\$ 1,492,786	\$ 1,072,475	\$ 905,291	\$ 1,086,739	\$ 925,449	\$ 1,143,970
<b>Total capital reserve project fund</b>	<b>\$ 759,820</b>	<b>\$ 638,203</b>	<b>\$ 922,362</b>	<b>\$ 988,677</b>	<b>\$ 1,492,786</b>	<b>\$ 1,072,475</b>	<b>\$ 905,291</b>	<b>\$ 1,086,739</b>	<b>\$ 925,449</b>	<b>\$ 1,143,970</b>
<b>Community Development Block Grant</b>										
Nonspendable	\$ -	\$ 430,381	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	-	(379,906)	-	-	-	-	-	-	-	-
<b>Total community development block grant</b>	<b>\$ -</b>	<b>\$ 50,475</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>All Other Governmental Funds</b>										
Nonspendable	\$ 336,535	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100
Restricted	1,373,672	1,269,408	1,197,884	912,530	855,293	908,381	1,698,767	1,982,275	2,005,824	2,138,032
Unassigned,	(89,551)	-	-	-	-	-	-	(83)	(2,579)	(45,570)
<b>Total all other governmental funds</b>	<b>\$ 1,620,656</b>	<b>\$ 1,272,508</b>	<b>\$ 1,200,984</b>	<b>\$ 915,630</b>	<b>\$ 858,393</b>	<b>\$ 911,481</b>	<b>\$ 1,701,867</b>	<b>\$ 1,985,292</b>	<b>\$ 2,006,345</b>	<b>\$ 2,095,562</b>

Schedule 4  
Town of Glocester, Rhode Island  
Changes in Fund Balances, Governmental Funds,  
Last Ten Fiscal Years  
(modified basis of accounting)  
Unaudited

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenues</b>										
General property taxes	\$ 22,495,323	\$ 22,537,037	\$ 22,701,157	\$ 22,877,211	\$ 23,146,974	\$ 23,485,584	\$ 24,038,895	\$ 23,859,043	\$ 23,994,625	\$ 24,758,774
Intergovernmental and departmental revenue	4,692,744	4,656,720	4,338,108	3,946,050	3,743,485	3,663,747	3,954,473	3,883,056	4,397,016	4,443,688
Licenses and fees	442,361	525,877	439,162	504,411	459,001	335,225	420,011	515,954	496,378	518,515
Interest on investments	112,449	126,759	110,810	115,159	112,281	108,666	102,130	120,169	146,803	164,001
Other revenues	523,108	319,649	256,033	277,346	366,415	468,489	451,538	437,994	576,033	615,804
Intergovernmental-pension contribution	264,180	332,744	288,222	316,349	-	-	-	-	-	-
<b>Total revenues</b>	<b>\$ 28,530,165</b>	<b>\$ 28,498,786</b>	<b>\$ 28,133,492</b>	<b>\$ 28,036,526</b>	<b>\$ 27,828,156</b>	<b>\$ 28,061,711</b>	<b>\$ 28,967,047</b>	<b>\$ 28,816,216</b>	<b>\$ 29,610,855</b>	<b>\$ 30,500,782</b>
<b>Expenditures</b>										
Central Administration	\$ 831,297	\$ 803,666	\$ 767,489	\$ 922,645	\$ 943,920	\$ 1,214,072	\$ 972,464	\$ 872,061	\$ 904,947	\$ 965,069
Finance Administration	590,140	620,597	632,644	579,654	605,514	615,491	597,182	648,734	736,814	940,712
Public Safety Department	1,787,760	2,036,564	2,072,097	2,062,419	2,211,680	2,298,880	2,340,112	2,320,283	2,502,076	2,524,267
Public Works Department	1,727,750	1,585,909	1,651,437	1,870,542	1,892,305	1,795,676	1,779,933	1,959,933	1,961,851	1,845,620
Recreation Department	291,048	255,834	270,498	299,853	311,711	272,327	264,313	338,328	495,514	336,940
Social Services (3)	366,945	439,399	137,966	206,745	182,935	308,136	213,081	212,209	226,461	461,332
Operational expenses	313,737	315,689	327,098	559,608	389,605	376,743	398,346	432,276	505,481	511,142
Aid Request	318,533	322,750	322,914	325,970	336,441	344,446	353,413	369,428	368,380	380,918
Education-Elementary	9,360,130	9,321,435	9,225,612	9,243,581	10,100,965	10,032,361	10,371,037	10,569,255	10,138,779	10,237,471
Education-Secondary-Regional (1)	9,453,321	9,349,077	9,330,162	9,571,341	9,146,735	9,280,098	9,900,916	9,655,867	10,306,082	10,828,290
Glocester Land Trust	58,235	-	-	-	-	-	-	-	-	-
Intergovernmental-pension contribution	264,180	332,744	288,222	316,349	-	-	-	-	-	-
Capital Outlay	734,378	1,793,486	1,033,233	872,330	319,301	770,360	722,357	899,695	1,498,091	1,340,060
Principal	784,224	759,960	429,347	451,873	470,455	514,151	251,433	320,135	300,975	222,534
Interest	222,645	203,789	164,078	146,610	128,199	107,143	85,039	75,110	66,361	55,486
Bond issuance costs	1,275	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 27,105,598</b>	<b>\$ 28,140,899</b>	<b>\$ 26,652,797</b>	<b>\$ 27,429,520</b>	<b>\$ 27,039,766</b>	<b>\$ 27,929,884</b>	<b>\$ 28,249,626</b>	<b>\$ 28,673,314</b>	<b>\$ 30,011,812</b>	<b>\$ 30,649,841</b>
Excess of revenues over (under) expenditures	\$ 1,424,567	\$ 357,887	\$ 1,480,695	\$ 607,006	\$ 788,390	\$ 131,827	\$ 717,421	\$ 142,902	\$ (400,957)	\$ (149,059)
<b>Other Financing Sources (uses)</b>										
Transfers from other funds	7,703,474	8,683,045	7,777,542	8,070,209	7,735,107	7,608,185	8,754,312	8,565,851	8,205,152	8,575,222
Transfers to other funds	(7,703,474)	(8,683,045)	(7,777,542)	(8,070,209)	(7,735,107)	(7,608,185)	(8,754,312)	(8,565,851)	(8,205,152)	(8,575,222)
Proceeds from issuance of debt	-	-	-	-	-	-	-	75,993	87,691	183,638
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>75,993</b>	<b>87,691</b>	<b>183,638</b>
<b>Net change in fund balances</b>	<b>\$ 1,424,567</b>	<b>\$ 357,887</b>	<b>\$ 1,480,695</b>	<b>\$ 607,006</b>	<b>\$ 788,390</b>	<b>\$ 131,827</b>	<b>\$ 717,421</b>	<b>\$ 218,895</b>	<b>\$ (313,266)</b>	<b>\$ 34,579</b>
Debt service as a percentage of noncapital expenditures	3.8%	3.7%	2.3%	2.3%	2.2%	2.3%	1.2%	1.4%	1.3%	1.0%



Schedule 5  
Town of Glocester, Rhode Island  
Assessed Value and Estimated Actual Value of Taxable Property,  
Last Ten Fiscal Years  
Unaudited

Fiscal Year Ended June 30	Real Property		Personal Property		Less: Tax Exempt Property	Total Taxable Assessed Value	Total Effective Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other					
2011	1,071,062,920	65,889,900	94,392,665	18,600,760	128,139,328	1,121,806,917	18.68	992,719,368	113.00%
2012 (1)	855,150,110	57,855,300	96,931,960	18,641,800	96,976,087	931,603,083	22.51	946,415,571	98.43%
2013	860,245,870	57,448,800	101,158,350	18,218,040	102,906,239	934,164,821	22.12	934,164,821	100.00%
2014	864,734,870	58,265,600	101,709,774	17,881,680	103,890,779	938,701,145	22.11	938,701,145	100.00%
2015	852,399,400	57,095,000	102,461,135	16,343,430	101,845,251	926,453,714	22.57	926,453,714	100.00%
2016	855,851,600	56,895,900	104,565,190	16,532,794	107,175,515	926,669,969	22.91	926,669,969	100.00%
2017	863,557,400	56,052,600	107,837,121	16,287,825	108,389,579	935,345,367	23.21	935,345,367	100.00%
2018	990,319,100	54,114,800	96,850,659	16,889,436	123,636,521	1,034,537,474	20.64	1,034,537,474	100.00%
2019	998,578,800	55,188,900	93,283,818	16,775,965	130,282,272	1,033,545,211	20.87	1,033,545,211	100.00%
2020	1,008,915,200	55,312,600	91,334,296	18,922,927	137,263,996	1,037,221,027	21.29	1,037,221,027	100.00%

Source: Town of Glocester Tax Assessor

- (1) Full revaluations are performed every nine years. A full revaluation was performed as of December 31, 2010 which affected fiscal year 2012.
- (2) Statistical revaluations are performed every three years, except in the years a full revaluation is performed. Statistical revaluations were performed as of December 31, 2004 and December 31, 2007 which affected fiscal years 2006 and 2009, respectively. A statistical revaluation was performed as of December 31, 2013 and will affect fiscal year 2015.

Schedule 6  
Town of Glocester, Rhode Island  
Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years  
(rate per \$1,000 of assessed value)  
Unaudited

Fiscal Year	Town Direct Rates (a)					Total Effective Rate (b)	Overlapping Rates (c)			
	Real Property		Motor Vehicles	Tangible Property			Chepachet Fire District	Harmony Fire District	West Glocester Fire District	West Glocester Fire District
	Residential	Commercial		Personal	Inventory				Residential	Commercial
2011	17.87	20.31	24.37	35.58	-	18.68	0.750	1.20	1.30	-
2012	21.66	24.62	24.37	43.13	-	22.51	0.950	1.20	1.55	-
2013	21.25	24.15	24.37	42.31	-	22.12	0.965	1.48	1.55	-
2014	21.24	24.14	24.37	42.29	-	22.11	0.975	1.48	1.55	-
2015	21.77	24.74	24.37	43.34	-	22.57	0.975	1.54	1.55	1.65
2016	22.12	25.13	24.37	44.03	-	22.91	0.975	1.58	1.55	1.65
2017	22.45	25.51	24.37	44.69	-	23.21	0.965	1.77	1.55	1.65
2018	19.73	23.67	24.37	39.46	-	20.64	0.845	1.81	1.55	1.65
2019	20.00	24.00	24.37	40.00	-	20.87	0.835	1.81	1.55	1.65
2020	20.44	24.53	24.37	40.88	-	21.29	0.835	1.81	1.55	1.65

- (a) The Direct rates are derived from the records of the Town's Tax Assessor.  
(b) The Total Effective Rate = Total Tax levy ÷ Total Assessed Value of all property. [Town only - excludes overlapping rates]  
(c) Overlapping rates are those of the local fire districts within the Town of Glocester that apply only to owners within the named districts.  
For example, the Chepachet Fire District rates do not apply to property owners in the Harmony Fire District.

Schedule 7  
Town of Glocester, Rhode Island  
Principal Property Tax Payers,  
Current Year, 2020, and Ten Years Prior  
Principal Payers  
Unaudited

	Fiscal Year				Fiscal Year			
	2020				2011			
	Taxable assessed value	Rank	Percentage of total taxable assessed value	Taxes assessed (3)	Taxable assessed value	Rank	Percentage of total taxable assessed value	Taxes assessed (3)
West Glocester LLC(FM Global). (1)(4)	PILOT	1	PILOT	\$ 2,713,491	PILOT	1	PILOT	1,585,825
Narragansett Electric, Co.	\$ 8,856,284	2	0.86%	314,504	8,916,540	2	0.82%	265,217
CoxCom	2,330,888	3	0.23%	88,486	5,262,290	3	0.48%	188,390
Criterion Atlantic Property	2,613,891	7	0.25%	75,416	3,473,740	4	0.32%	89,648
Tri State Golf	1,634,046	10	0.16%	42,021	3,426,120	5	0.31%	71,432
Kopeski Stephen M.	2,538,433	6	0.25%	75,525	2,988,556	6	0.27%	65,017
CVS	3,297,805	4	0.32%	85,683	2,803,270	7	0.26%	65,250
Glocester Country Club	1,963,619	8	0.19%	52,411	2,656,960	8	0.24%	58,609
Providence, City of (PWSB) (2)	TREATY	5	TREATY	76,242	2,911,100	9	0.27%	47,253
Watmough Jr., Roy P.	1,837,873	9	0.18%	48,750	1,902,947	10	0.17%	37,571
<b>Totals</b>	<b>\$ 25,072,839</b>		<b>2.44%</b>	<b>\$ 3,572,528</b>	<b>34,341,523</b>		<b>3.14%</b>	<b>\$ 2,474,212</b>

Sources: Town of Glocester Tax Assessor and Tax Collector

- (1) In 2003, Factory Mutual Insurance Co., (FMIC) the Town's largest taxpayer, entered into a 20 year payment-in-lieu-of-taxes (PILOT) agreement with the Town. Taxes due to the Town will not be based on assessed value during the time the agreement is in place.
- (2) In 2010, the Providence Water Supply Board (PWSB), an enterprise fund of the City of Providence, entered into a 10 year tax treaty with the Town. Taxes due to the Town will not be based on assessed value during the time the agreement is in place. A new treaty has been negotiated in 2018.
- (3) The Taxes assessed columns are displayed here to show that, even though the PILOT amount paid by FMIC is not based on assessments of their property, FMIC continues to be the Town's largest taxpayer.
- (4) Factory Mutual Insurance Co. changed the name on the property owned in the Town of Glocester to West Glocester LLC in 2010.

Schedule 8  
Town of Glocester, Rhode Island  
Property Tax Levies and Collections,  
Last Ten Fiscal Years  
Unaudited

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year (as originally certified)	Collected within the Fiscal Year of the Levy		Subsequent abatements and additions	Total Tax Levy for Fiscal Year (adjusted for all subsequent abatements and additions)	Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Original Levy				Amount	Percentage of adjusted Levy
2011	20,960,378	20,285,517	96.78%	9,864	20,970,242	646,143	20,931,660	99.82%
2012	20,971,376	20,211,714	96.38%	(31,288)	20,940,088	671,170	20,882,884	99.73%
2013	20,666,155	19,934,607	96.46%	(3,624)	20,662,531	674,192	20,608,799	99.74%
2014	20,750,248	20,012,788	96.45%	24,807	20,775,055	696,116	20,708,904	99.68%
2015	20,914,232	20,248,104	96.81%	(6,942)	20,907,290	611,523	20,859,627	99.77%
2016	21,228,682	20,637,061	97.21%	15,827	21,244,509	559,182	21,196,243	99.77%
2017	21,705,394	21,120,762	97.31%	1,097	21,706,491	543,096	21,663,858	99.80%
2018	21,348,945	20,828,244	97.56%	48,005	21,396,950	521,887	21,350,131	99.78%
2019	21,565,218	21,065,655	97.68%	65,667	21,630,885	466,236	21,531,891	99.54%
2020	22,087,099	21,445,068	97.09%	44,385	22,131,484	-	21,445,068	96.90%

Source: Town of Glocester Tax Collector

Schedule 9  
Town of Glocester, Rhode Island  
Ratios of Outstanding Debt by Type,  
Last Ten Fiscal Years  
Unaudited

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Loan Payable	Capital Lease			
2011	4,515,000	112,226	8,526	4,635,752	1.50%	476
2012	3,775,000	154,936	55,447	3,985,383	1.29%	409
2013	3,365,000	135,589	42,238	3,542,827	1.16%	364
2014	2,940,000	175,815	32,548	3,148,363	0.98%	322
2015	2,495,000	195,761	20,210	2,710,971	0.81%	273
2016	2,030,000	146,610	6,314	2,182,924	0.66%	222
2017	1,825,000	360,062	-	2,185,062	0.65%	218
2018	1,620,000	320,920	-	1,940,920	0.58%	193
2019	1,405,000	322,636	-	1,727,636	0.47%	169
2020	1,250,000	438,740	-	1,688,740	0.43%	164

- Notes:
- Details regarding the Town's outstanding debt can be found in the notes to the financial statements.
  - See Schedule 14 for personal income and population data.

Schedule 10  
Town of Glocester, Rhode Island  
Ratios of General Bonded Debt Outstanding,  
Last Ten Fiscal Years  
Unaudited

Fiscal Year	<u>General Bonded Debt Outstanding</u>		Percentage of Actual Taxable Value (a) of Property	Per Capita (b)
	General Obligation Bonds	Total		
2011	4,515,000	4,515,000	0.40%	463.27
2012	3,775,000	3,775,000	0.41%	387.34
2013	3,365,000	3,365,000	0.36%	345.27
2014	2,940,000	2,940,000	0.31%	300.55
2015	2,495,000	2,495,000	0.27%	251.23
2016	2,030,000	2,030,000	0.22%	206.22
2017	1,825,000	1,825,000	0.20%	181.86
2018	1,620,000	1,620,000	0.16%	161.43
2019	1,405,000	1,405,000	0.14%	137.61
2020	1,250,000	1,250,000	0.12%	121.09

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

(a) Actual taxable value equals gross assessed value less exemptions.

(b) Population data can be found in Schedule 14.

Schedule 11  
Town of Glocester, Rhode Island  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2020  
Unaudited

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt	Estimated Share of Overlapping Debt Less Housing Aid (b)
Debt repaid with property taxes				
Foster-Glocester Regional School District	\$ 21,060,000	63.70% (a)	\$ 13,414,167	\$ 5,365,667
Chepachet Fire District	-	100.00%	-	-
Harmony Fire District	-	100.00%	-	-
West Glocester Fire District	-	100.00%	-	-
Subtotal, overlapping debt			13,414,167	5,365,667
Town direct debt			1,685,920	1,685,920
Total direct and overlapping debt			\$ 15,100,087	\$ 7,051,587

Sources: Debt outstanding data provided by each governmental unit.

- (a) Estimated percentage applicable for the Foster-Glocester Regional School District portion of the debt is from the Foster-Glocester Regional School District Fiscal 2019 budget.
- (b) It is anticipated that approximately 60% of the Foster-Glocester Regional School District debt will be paid by the State of Rhode Island in the form of housing aid. Similarly, \$315,000 of the *Town direct debt* is for the Glocester Schools of which it is estimated that 35% will be paid by housing aid. The *Estimated Share of Overlapping Debt less Housing Aid* column is displayed here to show the net anticipated obligation of the Town.

Schedule 12  
Town of Gloucester, Rhode Island  
Legal Debt Margin Information,  
Last Ten Fiscal Years  
Unaudited

Assessed Value	\$ 1,037,221,027
Debt limit (3% of assessed value)	31,116,631
Debt applicable to limit:	
General obligation bonds	1,250,000
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	<u>1,250,000</u>
Legal debt margin	<u>\$ 29,866,631</u>

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Debt limit	\$ 33,654,208	\$ 27,948,092	\$ 28,024,945	\$ 28,161,034	\$ 27,793,611	\$ 27,800,099	\$ 28,060,361	\$ 31,036,124	\$ 31,006,356	\$ 31,116,631
Total net debt applicable to limit	<u>4,515,000</u>	<u>3,775,000</u>	<u>3,365,000</u>	<u>2,940,000</u>	<u>2,495,000</u>	<u>2,030,000</u>	<u>1,825,000</u>	<u>1,620,000</u>	<u>1,405,000</u>	<u>1,250,000</u>
Legal debt margin	<u>\$ 29,139,208</u>	<u>\$ 24,173,092</u>	<u>\$ 24,659,945</u>	<u>\$ 25,221,034</u>	<u>\$ 25,298,611</u>	<u>\$ 25,770,099</u>	<u>\$ 26,235,361</u>	<u>\$ 29,416,124</u>	<u>\$ 29,601,356</u>	<u>\$ 29,866,631</u>
Total net debt applicable to the limit as a percentage of debt limit	13.42%	13.51%	12.01%	10.44%	8.98%	7.30%	6.50%	5.22%	4.53%	4.02%

Note: With certain exceptions, under the General Laws of the State of Rhode Island, the Town may not, without special statutory authorization, incur any debt which would increase its aggregate indebtedness not otherwise excepted by law to an amount greater than 3% of the taxable property of the Town. Deducted from the computation of aggregated indebtedness is the amount of any borrowing in anticipation of taxes authorized by law and the amount of any sinking funds maintained by the Town.



Schedule 13  
Town of Glocester, Rhode Island  
Pledged-Revenue Coverage,  
Last Ten Years  
Unaudited

The Town of Glocester, Rhode Island has no non-general obligation long-term debt backed by pledged revenues.

Schedule 14  
Town of Glocester, Rhode Island  
Demographic and Economic Statistics,  
Last Ten Fiscal Years  
Unaudited

<u>Fiscal Year Ended June 30</u>	<u>Population (1)</u>	<u>Personal Income (1)</u>	<u>Per Capita Personal Income (1)</u>	<u>Median Age(1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate (3)</u>
2011	9,746	310,049,498	31,813	42.7	1,466	7.0%
2012	9,746	310,049,498	31,813	42.7	1,499	8.1%
2013	9,746	306,482,462	31,447	42.7	1,465	8.8%
2014	9,782	320,869,164	32,802	43.9	1,320	7.1%
2015	9,931	334,883,251	33,721	45.3	1,310	5.9%
2016	9,844	330,333,667	33,556	45.3	1,291	4.0%
2017	10,035 *	337,015,440	33,584	45.3	1,296	4.2%
2018	10,035 *	337,015,440	33,584	44.8	1,282	3.6%
2019	10,210 *	327,167,434	36,132	44.6	1,302	2.4%
2020	10,323 *	328,463,978	38,174	44.9	1,302	7.7%

Sources:

- (1) Population, Personal Income, Per Capita Personal Income, and Median Age obtained from U.S. Census Bureau.
  - (2) School enrollment provided by the Glocester School District Business Office and the Foster-Glocester Regional School District Business Office. Enrollment includes students in Glocester Public Schools [grades K - 5] and Glocester students enrolled in the Foster Glocester-Regional School District [grades 6 - 12].
  - (3) Unemployment rates obtained from State of Rhode Island Dept. of Labor and Training.
- \* State of RI DLT

Schedule 15  
Town of Glocester, Rhode Island  
Principal Employers,  
Current Year and Nine Years Ago  
Unaudited

Employer	Fiscal Year			Fiscal Year		
	2020			2010		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Foster-Glocester Regional School	194	1	1.88%	173	1	2.83%
Town of Glocester	177	2	1.71%	168	2	3.01%
Harmony Hill School Inc	163	3	1.58%	140	3	2.23%
Factory Mutual Insurance Co.	140	4	1.36%	126	4	2.02%
Dino's Park-n-Shop	76	5	0.74%	87	5	1.39%
Harmony Lodge	25	6	0.24%	37	7	
Dunkin' Donuts	23	7	0.22%	26	8	0.40%
Concrete Products	22	8	0.21%	0		0.00%
CVS	33	9	0.32%	37	6	0.61%
Jacques Bus Line	17	10	0.16%	0		
Total	<u>870</u>		<u>8.42%</u>	<u>794</u>		

Source: U.S. Census Bureau and survey of Town businesses.

Schedule 16  
Town of Glocester, Rhode Island  
Full-time Equivalent Town Government Employees by Function/Program,  
Last Ten Fiscal Years  
Unaudited

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Central Administration</b>										
Town Council	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Town Clerk office	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Town Sergeant	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Building/Zoning office	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Planning office	2.0	2.0	2.0	2.0	2.0	2.0	1.5	1.5	1.5	1.5
Board of Canvassers	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Probate Court	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Historic District Commission	-	-	-	-	-	-	-	-	-	-
Land Trust	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Planning Board	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Wastewater Commission	-	-	-	-	-	-	-	-	-	-
Zoning Board	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
<b>Financial Administration</b>										
Treasurer's office	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Tax Collection office	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Tax Assessor office	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
<b>Public Safety</b>										
<b>Police</b>										
Officers	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0
Dispatchers [civilians]	5.3	5.3	5.3	4.4	4.4	4.4	4.4	4.4	4.4	4.4
<b>Animal Control</b>										
Officer	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Civilians	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9
Emergency Management	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
<b>Public Works Department</b>										
Director	3.0	3.0	3.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Transfer Station										
Refuse collection	2.3	2.3	2.3	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Highway										
Driver/laborer	6.2	6.2	6.2	6.0	6.0	6.0	6.0	6.0	6.0	6.0
<b>Maintenance</b>										
Building/grounds	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Custodial	1.5	1.5	1.5	1.4	1.4	1.0	1.0	1.0	1.0	1.0
Vehicles & equipment	1.0	1.1	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
<b>Recreation Department</b>										
Director	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6
Summer programs	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8
<b>Human Services Department</b>										
Director	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Senior Van driver	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8
<b>Senior Center</b>										
Director	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Mealsite	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7

Schedule 17  
Town of Glocester, Rhode Island  
Operating Indicators by Function/Program,  
Last Ten Fiscal Years  
Unaudited

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Public Safety (1)</b>										
Police										
Calls	20,222	24,960	24,068	25,029	25,576	27,687	28,198	28,865	25,135	26,529
Physical arrests	380	326	308	315	227	241	226	236	203	168
Citations	2,897	2,457	1,933	1,926	1,764	1,649	1,576	1,573	1,170	1,719
Accidents	258	227	232	243	264	201	207	212	203	201
Animal Control										
Dog licenses issued	395	333	439	317	241	327	221	237	207	123
<b>Public Works</b>										
Transfer Station										
Refuse collected (avg. tons per month)	250	232	228	216	211	214	201	203	214	265
Recyclables collected (avg. tons per month)	129	123	119	121	126	115	152	123	117	113
Highway										
Street resurfacing (miles)	3.9	2.5	4.47	5.1	9.2	8.73	2.83	N/A	N/A	2.5
Street repairs (miles)	0	0	0	0	0	0	0	0	0	0
<b>Building/Zoning (1)</b>										
Commercial construction permits	14	12	2	7	18	19	17	27	5	4
Residential construction permits - new homes	20	13	8	17	19	27	36	33	19	31
Residential construction permits - other	190	86	83	184	239	208	232	232	102	124
<b>Parks and Recreation</b>										
Athletic field permits	3	3	3	3	3	3	3	3	3	3
<b>Human Services</b>										
Mini-bus passenger transports	711	746	840	557	461	325	367	370	294	140

Sources: Various Town departments.

(1) Statistics for Building/Zoning are based on a calendar year. Totals for 2019 are for the period January 1, 2019 through June 30, 2019.

Note: Mini-bus passenger transports were down in 2016 due to, users moved to nursing homes other clients move out of Glocester or passed away along with the use of state transportation.

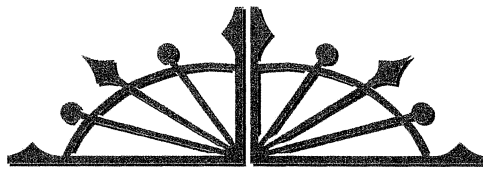
Schedule 18  
Town of Glocester, Rhode Island  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years  
Unaudited

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Public Safety</b>										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Zone offices	-	-	-	-	-	-	-	-	-	-
Police patrol vehicles	11	11	16	14	15	15	15	15	15	15
Animal Control										
Animal shelters	1	1	1	1	1	1	1	1	1	1
<b>Public Works</b>										
Transfer Station										
Roll-off truck	2	2	2	2	2	2	2	2	2	2
Streets and Highways (in miles)										
Highways (State owned)	38.3	38.3	38.3	38.3	38.3	38.3	38.3	38.3	38.3	38.3
Roads (Town owned)	78.1	78.1	78.1	78.1	78.1	78.1	78.1	78.1	78.1	78.1
Roads - Private (non-Town)	30.4	30.4	30.4	30.4	30.4	30.4	31.2	31.2	31.2	31.2
Park access	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
Driftway	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Total highway and road miles	<u>148.8</u>	<u>148.8</u>	<u>148.8</u>	<u>148.8</u>	<u>148.8</u>	<u>148.8</u>	<u>149.6</u>	<u>149.6</u>	<u>149.6</u>	<u>149.6</u>
Streetlights	-	-	-	-	-	-	-	-	-	-
Traffic signals (State owned)	2.0	2.0	3.0	4.0	4	4	4	3	3	3
<b>Parks and Recreation</b>										
Acreage	165.3	165.3	165.3	165.3	165.3	165.3	165.3	165.3	165.3	165.3
Playgrounds	3	3	3	3	3	3	3	3	3	3
Tennis courts	4	4	4	4	4	4	4	4	4	4
Beaches	2	2	2	2	2	2	2	2	2	2
Baseball/softball diamonds	4	4	4	4	4	4	4	4	4	4
Soccer/football fields	1	1	1	1	1	1	1	1	1	1
Basketball courts	4	4	4	4	4	4	4	4	4	4
Senior Center	1	1	1	1	1	1	1	1	1	1
<b>Human Services</b>										
Transit mini-bus	1	1	1	1	1	1	1	1	1	1

Sources: Various Town Departments

***TOWN OF GLOCESTER  
RHODE ISLAND***

***AUDITOR'S REPORT AS REQUIRED BY  
GOVERNMENT AUDITING STANDARDS***



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

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

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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Glocester, 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 Glocester's basic financial statements, and have issued our report thereon dated January 28, 2021.

**Internal Control Over Financial Reporting**

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

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

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




**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Town of Glocester’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

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

  
Baxter, Dansereau & Associates, LLP  
West Warwick, Rhode Island  
January 28, 2021

**TOWN OF GLOCESTER, RHODE ISLAND**  
**Schedule of Findings**  
**For The Year Ended June 30, 2020**

**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**Financial Statements**

Type of Auditors report issued:

Unmodified

Internal control over financial reporting:

Significant deficiency (ies) identified?

     yes      X   no

Significant deficiency (ies) identified that are considered material weaknesses?

     yes      X   none reported

Noncompliance material to financial statements noted?

     yes      X   no

**SECTION II – FINANCIAL STATEMENT FINDINGS**

     yes      X   none