

CITY OF WARWICK, RHODE ISLAND

**BASIC FINANCIAL STATEMENTS,
REQUIRED SUPPLEMENTARY INFORMATION,
AND SUPPLEMENTARY INFORMATION**

JUNE 30, 2023



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAconnect.com](https://www.CLAconnect.com)

CITY OF WARWICK, RHODE ISLAND
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023

Independent Auditors' Report	1
Management's Discussion and Analysis	4
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	12
Statement of Activities	14
Fund Financial Statements	
Governmental Funds	
Balance Sheet	15
Reconciliation of the Governmental Funds Total Fund Balances to the Statement of Net Position	16
Statement of Revenues, Expenditures, and Changes in Fund Balances	17
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	18
Proprietary Funds	
Statement of Net Position	19
Statement of Revenues, Expenses, and Changes in Net Position	20
Statement of Cash Flows	21
Fiduciary Funds	
Statement of Net Position	23
Statement of Changes in Net Position	24
Notes to Basic Financial Statements	25

CITY OF WARWICK, RHODE ISLAND
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023

Required Supplementary Information

Budgetary Comparison Schedule – General Fund	
Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)	101-103
Budgetary Comparison Schedule – School General Fund	
Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)	104
Notes to Required Supplementary Information	105-106
Schedule of Changes in City’s Net Pension Liability and Related Ratios – City Employees’ Pension Plan	107
Schedule of Changes in City’s Net Pension Liability and Related Ratios – Police I and Fire Pension Plan	108
Schedule of Changes in City’s Net Pension Liability and Related Ratios – Police II Pension Plan	109
Schedule of Changes in City’s Net Pension Liability and Related Ratios – Fire II Pension Plan	110
Schedule of Changes in City’s Net Pension Liability and Related Ratios – Warwick Public Schools Employees’ Pension Plan	111
Schedule of City Contributions – City Employees’ Pension Plan	112
Schedule of City Contributions – Police I and Fire Pension Plan	113
Schedule of City Contributions – Police II Pension Plan	114
Schedule of City Contributions – Fire II Pension Plan	115
Schedule of City Contributions – Warwick Public Schools Employees’ Pension Plan	116
Schedule of Investment Returns – City Pension and OPEB Plans	117
Schedule of City Contributions – Employees’ Retirement System – Teachers	118
Schedule of City’s Proportionate Share of the Net Pension Liability – Employees’ Retirement System – Teachers	119
Schedule of Changes in Net/Total OPEB Liability and Related Ratios	120

**CITY OF WARWICK, RHODE ISLAND
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

Supplementary Information	
Combining and Individual Fund Statements and Schedules	122-168
Tax Collector's Annual Report	169-170
Annual Supplemental Transparency Report (MTP2)	171-173
Combining Schedule of Reportable Government Services with Reconciliation to MTP2 – Municipal	174
Combining Schedule of Reportable Government Services with Reconciliation to MTP2 – Education Department	175
Notes to Supplementary Information – Annual Supplemental Transparency Report (MTP2)	176-177



INDEPENDENT AUDITORS' REPORT

Honorable Mayor
and Members of the City Council
City of Warwick, Rhode Island

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Warwick, Rhode Island, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Warwick, Rhode Island's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Warwick, Rhode Island, as of June 30, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Warwick, Rhode Island and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Warwick, Rhode Island's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Honorable Mayor
and Members of the City Council
City of Warwick, Rhode Island

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City of Warwick, Rhode Island's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Warwick, Rhode Island's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and certain pension and other postemployment benefits information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing

Honorable Mayor
and Members of the City Council
City of Warwick, Rhode Island


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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Warwick, Rhode Island's basic financial statements. The combining and individual fund financial statements and schedules, the tax collector's annual report, and the Annual Supplemental Transparency report are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the combining and individual fund financial statements and schedules, the tax collector's annual report, and the Annual Supplemental Transparency Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 6, 2024 on our consideration of the City of Warwick, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Warwick, Rhode Island's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Warwick, Rhode Island's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Boston, Massachusetts
March 6, 2024

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

As management of the City of Warwick, we offer readers of the City of Warwick's basic financial statements this overview and analysis of the financial activities of the City of Warwick for the fiscal year ended June 30, 2023. We encourage readers to consider this information in conjunction with the City's basic financial statements which follow.

Included within our discussion will be a series of comparative tables, serving to illustrate changes more clearly in the City's financial position. These tables will reflect governmental activities, business-type activities, and total activities for the 2023 and 2022 fiscal years.

FINANCIAL HIGHLIGHTS

At the close of the fiscal year, the liabilities and deferred inflows of resources of the City of Warwick exceeded its assets and deferred outflows of resources by \$526,743,791 (*Net Position*).

The City's total net position increased by \$22,104,163 during fiscal year 2023, compared to an increase in net position of \$10,094,445 in the prior year. The key factor for the change in net position changes from the prior year was related to the changes in the City's net pension and OPEB liabilities, net of the related deferred outflows and inflows.

At the close of the current fiscal year, the City's governmental funds reported *combined* ending fund balances of \$48,062,640, a decrease of \$25,221,084 from the prior year. This was primarily due to issuance of school bonds in prior year which were expended in the current fiscal year.

For the year ended June 30, 2023, operating results for the general fund reflected a net decrease in total fund balance of \$2,303,936 resulting in an ending fund balance of \$32,862,783. The fund's ending unassigned fund balance totaled \$30,368,481 or 8.85% of the total fiscal year 2023 final budgeted expenditures.

The City's overall investment in capital assets (net of accumulated depreciation) increased by \$40,973,595 during this year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Warwick's basic financial statements. The City's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, (3) notes to the financial statements. This report also contains required supplementary and other information in addition to the basic financial statements.

Government-Wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

The two government-wide statements report on the City's *net position* and how it has changed. Net position—the difference between the City's assets and liabilities—is one way to measure the City's financial health.

- Over time, increases or decreases in the City's net position are indicators of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as changes in the City's property tax base and the condition of the City's roads.

The government-wide financial statements of the City are divided into two categories.

- *Governmental Activities* – Most of the City's basic services are included here, such as education, public safety, library, recreation, social services, public works, and general administration. Property taxes, charges for services and state funding finance most of these activities.
- *Business-Type Activities* – The City charges fees to customers to cover the costs of certain services it provides. The City's water and sewer systems are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds—not the City as a whole. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. It is important to note that these fund categories use different accounting approaches and should be interpreted differently.

Governmental Funds – Most of the basic services provided by the City are reported in governmental funds, which focus on (1) how money flows into and out of those funds and (2) the balances remaining at year end that are available for spending during the next year. These funds are reported using an accounting method called the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations that helps the reader to determine whether or not there are more or fewer financial resources that can be spent in the near future to finance City programs.

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. To facilitate this comparison, a reconciliation between the governmental funds' statements and the government-wide statements has been provided.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

The City maintains over 100 governmental funds and three are considered major funds for presentation purposes. Each major fund is presented in a separate column in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The three major governmental funds are the General Fund, the School Unrestricted Fund, and the American Rescue Plan Act (ARPA) Fund. Data from the other governmental funds are combined into a single, aggregated presentation titled *nonmajor governmental* funds. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements on pages 121-153 of this report.

The basic governmental fund financial statements can be found on pages 15-18 of this report.

Proprietary Funds – The City of Warwick maintains two different types of proprietary funds.

Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses an enterprise fund to account for its sewer and water operations.

Internal Service Funds are used to accumulate and allocate costs internally among functions. The City uses internal service funds to account for the workers compensation self-insurance fund and the healthcare self-insurance funds.

Because this operation benefits predominantly governmental rather than business activities, the internal service fund has been included within the governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 19-21 of this report.

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

The basic fiduciary funds financial statements can be found on pages 23-24 of this report.

Notes to Basic 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 follow the basic financial statements.

Required Supplementary and Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. This section includes budgetary comparison schedules, as well as certain pension and other postemployment benefits information.

Required supplementary information can be found on pages 101-120 of this report.

The combining statements and schedules for governmental funds, enterprise funds and fiduciary funds are presented immediately following the required supplementary information on pages 121-168 of this report.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial health. The City's combined net position (government and business-type activities) totaled (\$526,743,791) as of June 30, 2023. The largest portion of the City's net position reflects its investment in capital assets such as land, building, equipment, and infrastructure, less any related outstanding debt. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current Assets	\$ 120,641,356	\$ 136,292,537	\$ 80,183,507	\$ 67,919,299	\$ 200,824,863	\$ 204,211,836
Capital Assets	187,396,039	148,545,077	182,455,719	180,333,086	369,851,758	328,878,163
Other Noncurrent Assets	4,742,583	4,497,451	11,613,897	11,276,759	16,356,480	15,774,210
Total Assets	<u>312,779,978</u>	<u>289,335,065</u>	<u>274,253,123</u>	<u>259,529,144</u>	<u>587,033,101</u>	<u>548,864,209</u>
Deferred Outflows of Resources	145,629,493	212,155,526	3,714,268	6,036,733	149,343,761	218,192,259
Current Liabilities	52,668,056	50,868,874	11,826,850	17,623,619	64,494,906	68,492,493
Long-Term Liabilities	911,626,539	1,020,858,030	79,796,643	70,729,377	991,423,182	1,091,587,407
Total Liabilities	<u>964,294,595</u>	<u>1,071,726,904</u>	<u>91,623,493</u>	<u>88,352,996</u>	<u>1,055,918,088</u>	<u>1,160,079,900</u>
Deferred Inflows of Resources	<u>198,717,520</u>	<u>151,788,420</u>	<u>8,485,045</u>	<u>4,036,102</u>	<u>207,202,565</u>	<u>155,824,522</u>
Net Position:						
Net Investment in Capital Assets	105,036,285	84,114,801	137,920,965	131,737,616	242,957,250	215,852,417
Restricted	15,060,828	14,335,666	7,422,545	6,142,879	22,483,373	20,478,545
Unrestricted	(824,699,757)	(820,475,200)	32,515,343	35,296,284	(792,184,414)	(785,178,916)
Total Net Position	<u>\$ (704,602,644)</u>	<u>\$ (722,024,733)</u>	<u>\$ 177,858,853</u>	<u>\$ 173,176,779</u>	<u>\$ (526,743,791)</u>	<u>\$ (548,847,954)</u>

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors. Internally imposed designations of resources are not presented as restricted net position. At the end of the current fiscal year, the City's unrestricted net position total was negative—this was primarily due to the net pension liabilities for all six City pension plans and the total OPEB liabilities.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

Changes in Net Position

During fiscal 2023, the government's total net position increased by \$22,104,163, to a June 30, 2023 year end net deficit of (\$526,743,791):

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program Revenues:						
Charges for Services	\$ 12,247,525	\$ 11,938,800	\$ 31,325,385	\$ 32,365,584	\$ 43,572,910	\$ 40,146,612
Operating Grants and Contributions	87,011,948	79,783,709	-	-	87,011,948	77,485,845
Capital Grants and Contributions	5,234,488	3,075,673	2,703,141	4,463,698	7,937,629	2,714,857
General Revenues:						
Property Taxes	226,170,509	235,679,054	-	-	226,170,509	239,325,112
Interest on Property Tax	2,195,243	1,994,916	-	-	2,195,243	2,547,923
State Aid/In Lieu of Tax	30,030,229	15,912,561	-	-	30,030,229	4,189,539
Hotel and Meals Tax	5,925,592	5,177,224	-	-	5,925,592	3,757,794
Airport Revenues	3,391,638	2,828,103	-	-	3,391,638	1,978,259
Realty Transfer Tax	1,378,661	1,859,750	-	-	1,378,661	1,582,681
Investment Earnings	2,552,922	135,250	1,076,713	395,446	3,629,635	591,305
Tax Titles	17,383	72,366	-	-	17,383	11,654
Gain on Sale of Capital Assets	3,544,991	324,100	-	-	3,544,991	9,000
Miscellaneous	532,756	649,226	-	-	532,756	552,727
Total Revenues	380,233,885	359,430,732	35,105,239	37,224,728	415,339,124	374,893,308
Expenses:						
Executive and Administrative	10,532,173	10,026,501	-	-	10,532,173	8,627,517
Public Safety	110,729,565	124,657,151	-	-	110,729,565	99,034,073
Recreation	2,709,995	2,707,940	-	-	2,709,995	3,088,746
Public Libraries	4,888,381	4,537,791	-	-	4,888,381	4,272,209
Social Services	1,571,499	2,130,016	-	-	1,571,499	1,808,592
Planning and Economic Development	3,727,823	3,595,719	-	-	3,727,823	3,014,194
Public Works	19,400,222	20,779,596	-	-	19,400,222	16,509,867
Education	207,079,919	190,554,814	-	-	207,079,919	195,580,881
Debt Interest	2,172,219	1,518,864	-	-	2,172,219	1,834,338
Sewer Fund	-	-	19,663,815	14,804,339	19,663,815	15,855,312
Water Fund	-	-	10,759,350	11,248,284	10,759,350	9,859,012
Total Expenses	362,811,796	360,508,392	30,423,165	26,052,623	393,234,961	359,484,741
Increase (Decrease) in Net Position	17,422,089	(1,077,660)	4,682,074	11,172,105	22,104,163	10,094,445
Net Position - Beginning of Year	(722,024,733)	(720,947,073)	173,176,779	162,004,674	(548,847,954)	(558,942,399)
Net Position - End of Year	\$ (704,602,644)	\$ (722,024,733)	\$ 177,858,853	\$ 173,176,779	\$ (526,743,791)	\$ (548,847,954)

Governmental Activities

Governmental activities increased the City's net position by \$17,422,089. Key elements are as follows:

1. The City's net position decreased by approximately \$2,898,000 due to an increase in the City's net pension liabilities, net of the changes in the related deferred outflows and inflows.
2. The City's net position increased by approximately \$9,715,000 due to a decrease in the City's total OPEB liabilities, net of the changes in the related deferred outflows and inflows.
3. An increase in investment income and the sale of capital assets increased the City's net position by approximately \$5,600,000.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

Business-Type Activities

Business-type activities increased the City's net position by \$4,682,074 to an overall ending balance amount of \$177,858,853. The key elements are as follows:

1. The Sewer Department reflected an overall increase in net position of \$2,126,173. The ending net position for the Sewer Department was \$156,342,243.
2. The Water Department reflected a net position increase of \$2,555,901 to an ending balance of \$21,516,610.

Financial Analysis of the Government's Funds

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$48,062,640, a decrease of \$25,221,084 in comparison with the prior year balances. An amount of \$27,734,698 or 57.71% of this the total fund balance represents unassigned fund which is available for spending at the government's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it is considered nonspendable, or has been restricted, assigned, or committed.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$30,368,481. The total fund balance was \$32,862,783. As a measure of the general fund liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. The unassigned fund balance represents 8.85% of total general fund budgeted expenditures.

The City's general fund balance decreased by \$2,303,936 during fiscal year 2023, as compared to an increase of \$2,098,561 in the prior year. The change is a result of the City's budgetary revenue deficit as a result of no utilization of ARPA revenue loss funds.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Total net position of the sewer enterprise funds amounted to \$156,342,243. The net investment in capital assets total \$126,288,927, restricted funds total \$7,422,545, and unrestricted net position totals \$22,630,771. During fiscal year 2023, the net position increased by \$2,126,173.

The net position of the water enterprise funds totaled \$21,516,610. Of this, \$11,632,038 represents the net investment in capital assets while the unrestricted portion totals \$9,884,572. During fiscal year 2023, the net position increased by \$2,555,901.

The net position of the City's internal service fund amounted to \$13,935,090. During fiscal year 2023, the net position decreased by \$1,535,198.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

General Fund Budgetary Highlights

During fiscal 2023, the City's original budgeted expenditures and other financing uses was \$341,066,226 and there were subsequent changes made to the budget of \$27,234 to re-appropriate the ending prior year school surplus.

Capital Assets and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2023, amounted to \$369,851,758 (net of accumulated depreciation and amortization). This investment in capital assets includes land, buildings, improvements, machinery and equipment, roads, right-to-use assets, and construction in progress. During this year, the City's overall investment in capital assets (net of accumulated depreciation) increased by \$40,973,595.

Major capital asset additions during the current fiscal year included the following:

1. School Capital Improvements – Approximately \$43,900,000
2. Sewer Infrastructure – Approximately \$6,900,000
3. Water Infrastructure – Approximately \$1,100,000

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 18,693,825	\$ 18,693,825	\$ -	\$ -	\$ 18,693,825	\$ 18,693,825
Land Improvements	11,082,066	11,082,066	-	-	11,082,066	11,082,066
Buildings	204,919,470	161,875,041	2,906,051	2,906,051	207,825,521	164,781,092
Infrastructure	216,594,262	212,668,481	315,293,423	313,394,133	531,887,685	526,062,614
Equipment	21,748,168	21,606,088	8,844,259	7,366,463	30,592,427	28,972,551
Licensed Vehicles	42,055,912	36,593,242	-	-	42,055,912	36,593,242
Artwork	62,950	62,950	-	-	62,950	62,950
Right-to-Use Assets	6,558,624	-	-	-	6,558,624	-
Construction in Progress	4,009,995	18,347,437	14,754,568	9,118,089	18,764,563	27,465,526
Subtotal	525,725,272	480,929,130	341,798,301	332,784,736	867,523,573	813,713,866
Less: Accumulated Depreciation and Amortization	(338,329,233)	(332,384,053)	(159,342,582)	(152,451,650)	(497,671,815)	(484,835,703)
Total	\$ 187,396,039	\$ 148,545,077	\$ 182,455,719	\$ 180,333,086	\$ 369,851,758	\$ 328,878,163

Additional information on the City's capital assets can be found in Note 8 of the notes to the financial statements of this report.

Long-Term Debt

At the end of the fiscal year, the City had total bonds and notes outstanding of \$145,767,676. It is broken down as follows:

General Fund Bonds and Notes Payable	\$76,733,495
Sewer Bonds and Notes Payable	\$69,034,181

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

General obligation bonds are backed by the full faith and credit of the City, including the City's power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt currently outstanding was approved by a vote of the citizens. During fiscal 2023, the City of Warwick's general fund general obligation debt reflected a net decrease of \$6,887,668 and sewer debt increased by \$11,036,282.

The City's bond ratings are as follows:

Moody'sA1
Standard & PoorsAA

State statute limits the amount of bonds a governmental entity can issue to 3% of its total assessed valuation. The current debt limitation for the City is \$308,524,432. As of June 30, 2023, the City's current outstanding general fund debt falls under the debt limitation by \$237,806,934.

Additional information on the City's long-term debt can be found in Note 10 of the notes to the financial statements and in the statistical tables.

Economic Factors and Next Year's Budgets and Rates

- Warwick's average unemployment rate is 2.60%.
- Median family income in Warwick was \$77,110.
- Warwick ranks third in population among Rhode Island's 39 cities and towns.

The following factors were considered in preparing the City's operating budget for the 2023-24 fiscal year.

- The School Department budget will increase by \$7.1 million to \$185.9 million.
- Property Tax revenues would increase \$6.7 million.

Currently, the unassigned fund balance in the general fund totals \$30,368,481. For Fiscal Year 2024, the tax rate for residential property was set at \$14.19, the commercial and industrial tax rate at \$24.83, and the tangible personal property rate at \$37.46. These rates reflected updated valuation of property as of December 31, 2022.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to the Controller, City of Warwick Treasurer's Office, 3275 Post Road, Warwick, RI 02886-7145.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 58,583,129	\$ 34,532,995	\$ 93,116,124
Cash Held by Fiscal Agent	1,093,150	-	1,093,150
Restricted Cash and Cash Equivalents	7,895,019	7,422,545	15,317,564
Receivables, Net of Allowance for Uncollectible Amounts:			
Property Tax Receivable	6,132,040	-	6,132,040
Water and Sewer Use Fees	-	12,129,526	12,129,526
Sewer Assessments	-	2,726,120	2,726,120
Due from Federal and State Government	30,210,685	26,687,452	56,898,137
Leases	175,502	88,391	263,893
Other Receivables	4,449,906	-	4,449,906
Internal Balances	4,073,603	(4,073,603)	-
Other Assets	178,300	92,864	271,164
Prepays	1,422,693	577,217	1,999,910
Deposits with Agent	6,427,329	-	6,427,329
Total Current Assets	<u>120,641,356</u>	<u>80,183,507</u>	<u>200,824,863</u>
Noncurrent Assets:			
Loans Receivable	2,525,738	-	2,525,738
Sewer Assessments Receivable	-	9,185,777	9,185,777
Leases Receivable	2,216,845	2,428,120	4,644,965
Capital Assets:			
Nondepreciable Assets	22,766,770	14,754,568	37,521,338
Depreciable Capital Assets, Net	158,097,973	167,701,151	325,799,124
Right-to-Use Assets, Net	6,531,296	-	6,531,296
Total Noncurrent Assets	<u>192,138,622</u>	<u>194,069,616</u>	<u>386,208,238</u>
Total Assets	312,779,978	274,253,123	587,033,101
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Charge on Refunding	388,796	29,621	418,417
Deferred Outflows - Related to OPEB	77,853,828	2,482,930	80,336,758
Deferred Outflows - Related to Pensions	67,386,869	1,201,717	68,588,586
Total Deferred Outflows of Resources	<u>145,629,493</u>	<u>3,714,268</u>	<u>149,343,761</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION (CONTINUED)
JUNE 30, 2023

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	\$ 11,524,692	\$ 4,279,813	\$ 15,804,505
Accrued Payroll and Related Liabilities	13,709,190	3,360	13,712,550
Accrued Interest Payable	500,112	411,101	911,213
Other Liabilities	770,724	182,541	953,265
Due to Federal and State Government	76	-	76
Compensated Absences	3,177,428	-	3,177,428
Accrued Claims - IBNR	1,917,427	-	1,917,427
Net/Total OPEB Liability, Due Within One Year	13,831,362	496,729	14,328,091
Current Portion of Lease Liability	293,638	-	293,638
Current Portion of Long-Term Debt	6,943,407	6,453,306	13,396,713
Total Current Liabilities	<u>52,668,056</u>	<u>11,826,850</u>	<u>64,494,906</u>
Noncurrent Liabilities:			
Compensated Absences	12,709,712	370,763	13,080,475
Unearned Revenues	22,130,239	63,167	22,193,406
Retroactive Payroll Liability	718,496	-	718,496
Lease Liability	6,057,940	-	6,057,940
Long-Term Debt	74,583,558	62,848,875	137,432,433
Net/Total OPEB Liability	299,481,934	9,755,052	309,236,986
Net Pension Liability	495,944,660	6,758,786	502,703,446
Total Noncurrent Liabilities	<u>911,626,539</u>	<u>79,796,643</u>	<u>991,423,182</u>
Total Liabilities	964,294,595	91,623,493	1,055,918,088
DEFERRED INFLOWS OF RESOURCES			
Advance Collections - Taxes	534,702	-	534,702
Deferred Inflows - Leases	2,305,693	2,481,778	4,787,471
Deferred Inflows - Related to OPEB	176,553,775	5,903,265	182,457,040
Deferred Inflows - Related to Pensions	19,323,350	100,002	19,423,352
Total Deferred Inflows of Resources	<u>198,717,520</u>	<u>8,485,045</u>	<u>207,202,565</u>
NET POSITION			
Net Investment in Capital Assets	105,036,285	137,920,965	242,957,250
Restricted for:			
Debt Service	6,408,102	7,422,545	13,830,647
Loans	2,570,532	-	2,570,532
Education	2,063,327	-	2,063,327
Other Purposes	4,018,867	-	4,018,867
Unrestricted	<u>(824,699,757)</u>	<u>32,515,343</u>	<u>(792,184,414)</u>
Total Net Position	<u>\$ (704,602,644)</u>	<u>\$ 177,858,853</u>	<u>\$ (526,743,791)</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023**

Function/Program Activities	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
GOVERNMENTAL ACTIVITIES							
Legislative, Judicial, and General Administrative	\$ 10,532,173	\$ 2,420,663	\$ -	\$ -	\$ (8,111,510)	\$ -	\$ (8,111,510)
Public Safety	110,729,565	6,420,848	2,089,860	-	(102,218,857)	-	(102,218,857)
Recreation	2,709,995	851,681	-	-	(1,858,314)	-	(1,858,314)
Public Libraries	4,888,381	-	724,104	-	(4,164,277)	-	(4,164,277)
Social Services	1,571,499	24,734	10,671,766	-	9,125,001	-	9,125,001
Planning and Economic Development	3,727,823	87,576	3,865,811	-	225,564	-	225,564
Public Works	19,400,222	29,103	-	780,745	(18,590,374)	-	(18,590,374)
Education	207,079,919	2,412,920	69,219,487	4,453,743	(130,993,769)	-	(130,993,769)
Debt Service - Interest	2,172,219	-	440,920	-	(1,731,299)	-	(1,731,299)
Total Governmental Activities	362,811,796	12,247,525	87,011,948	5,234,488	(258,317,835)	-	(258,317,835)
BUSINESS-TYPE ACTIVITIES							
Sewer	19,663,815	18,543,772	-	2,703,141	-	1,583,098	1,583,098
Water	10,759,350	12,781,613	-	-	-	2,022,263	2,022,263
Total Business-Type Activities	30,423,165	31,325,385	-	2,703,141	-	3,605,361	3,605,361
Total	<u>\$ 393,234,961</u>	<u>\$ 43,572,910</u>	<u>\$ 87,011,948</u>	<u>\$ 7,937,629</u>	(258,317,835)	3,605,361	(254,712,474)
GENERAL REVENUES							
Property Taxes					226,170,509	-	226,170,509
Interest on Property Taxes					2,195,243	-	2,195,243
Tax Titles					17,383	-	17,383
State Aid and in Lieu of Taxes Not Restricted for a Specific Purpose					30,030,229	-	30,030,229
Hotels and Meals Tax					5,925,592	-	5,925,592
Airport Revenues					3,391,638	-	3,391,638
Real Estate Transfer Tax					1,378,661	-	1,378,661
Unrestricted Investment Earnings					2,552,922	1,076,713	3,629,635
Gain on Sale of Capital Assets					3,544,991	-	3,544,991
Miscellaneous					532,756	-	532,756
Total General Revenues					<u>275,739,924</u>	<u>1,076,713</u>	<u>276,816,637</u>
CHANGE IN NET POSITION					17,422,089	4,682,074	22,104,163
Net Position - Beginning of Year					(722,024,733)	173,176,779	(548,847,954)
NET POSITION - END OF YEAR					<u>\$ (704,602,644)</u>	<u>\$ 177,858,853</u>	<u>\$ (526,743,791)</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

ASSETS	General	School Unrestricted Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
Cash and Cash Equivalents	\$ 55,458,368	\$ 141,429	\$ -	\$ 2,337,437	\$ 57,937,234
Cash Held by Fiscal Agent	-	-	-	1,093,150	1,093,150
Restricted Cash and Cash Equivalents	-	-	8	7,895,011	7,895,019
Receivables, Net of Allowance for Uncollectible Amounts:					
Real Estate and Personal Property Taxes	6,132,040	-	-	-	6,132,040
Intergovernmental	3,868,679	167,649	-	26,174,357	30,210,685
Loans Receivable	-	-	-	2,525,738	2,525,738
Leases	2,392,347	-	-	-	2,392,347
Departmental and Other	2,015,981	71,866	-	2,362,059	4,449,906
Due from Other Funds	12,932,105	22,539,705	23,419,158	8,526,607	67,417,575
Prepaid Items	1,419,693	3,000	-	-	1,422,693
Other Assets	-	-	-	178,300	178,300
Total Assets	\$ 84,219,213	\$ 22,923,649	\$ 23,419,166	\$ 51,092,659	\$ 181,654,687
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable and Accrued Expenditures	\$ 1,512,869	\$ 2,130,064	\$ 1,302,317	\$ 6,579,442	\$ 11,524,692
Accrued Payroll and Related Liabilities	927,615	12,781,575	-	-	13,709,190
Due to State and Federal Governments	-	-	-	76	76
Due to Other Funds	40,589,016	7,236,226	-	24,298,023	72,123,265
Unearned Revenue	-	-	22,116,849	13,390	22,130,239
Other Liabilities	236,202	62,920	-	471,602	770,724
Total Liabilities	43,265,702	22,210,785	23,419,166	31,362,533	120,258,186
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	5,250,333	-	-	5,243,133	10,493,466
Leases	2,305,693	-	-	-	2,305,693
Taxes Collected in Advance	534,702	-	-	-	534,702
Total Deferred Inflows of Resources	8,090,728	-	-	5,243,133	13,333,861
FUND BALANCES					
Nonspendable	1,419,693	-	-	176,703	1,596,396
Restricted	-	-	-	16,944,073	16,944,073
Assigned	1,074,609	712,864	-	-	1,787,473
Unassigned	30,368,481	-	-	(2,633,783)	27,734,698
Total Fund Balances	32,862,783	712,864	-	14,486,993	48,062,640
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 84,219,213	\$ 22,923,649	\$ 23,419,166	\$ 51,092,659	\$ 181,654,687

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
RECONCILIATION OF THE GOVERNMENTAL FUNDS TOTAL FUND
BALANCES TO THE STATEMENT OF NET POSITION
JUNE 30, 2023**

Total Governmental Fund Balances		\$ 48,062,640
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 governmental funds:		
Governmental Capital Assets	\$ 519,166,648	
Accumulated Depreciation	(338,301,905)	
Right-to-Use Assets	6,558,624	
Accumulated Amortization	<u>(27,328)</u>	
		187,396,039
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as deferred inflows of resources in the governmental funds:		
		10,493,466
In the statement of net position, interest is accrued on outstanding long-term debt, whereas in the governmental funds interest is not reported until due		
		(500,112)
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position.		
		13,935,090
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:		
Bonds and Notes Payable		(81,526,965)
Leases Payable		(6,351,578)
Deferred Charges on Refunding		388,796
Compensated Absences		(15,887,140)
Retroactive Payroll Due in More than One Year		(718,496)
Net Pension Liability (Asset), Net of Deferred Outflows and Inflows		(447,881,141)
Net/Total OPEB Liability, Net of Deferred Outflows and Inflows		<u>(412,013,243)</u>
Net Position of Governmental Activities		<u>\$ (704,602,644)</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	General Fund	School Unrestricted Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Property Taxes	\$ 226,287,292	\$ -	\$ -	\$ -	\$ 226,287,292
Interest on Taxes	2,195,243	-	-	-	2,195,243
Real Estate Transfer Tax	1,378,661	-	-	-	1,378,661
Hotel and Meals Tax	5,925,592	-	-	-	5,925,592
Intergovernmental Revenue	32,921,984	42,415,375	9,907,249	25,252,328	110,496,936
Medicaid	-	1,298,137	-	-	1,298,137
State Contribution to Pension Plan	-	8,768,979	-	-	8,768,979
Airport Revenues	3,391,638	-	-	-	3,391,638
Charges for Services	8,997,075	1,202,330	-	1,885,563	12,084,968
Other	483,825	12,835	-	834,223	1,330,883
Investment Income	2,054,893	24,175	-	473,855	2,552,923
Contributions and Private Grants	-	-	-	657,925	657,925
Total Revenues	<u>283,636,203</u>	<u>53,721,831</u>	<u>9,907,249</u>	<u>29,103,894</u>	<u>376,369,177</u>
EXPENDITURES					
Executive and Administrative	7,011,199	-	449,772	80,711	7,541,682
Public Safety	50,180,104	-	712,449	5,585,776	56,478,329
Recreation	1,990,404	-	359,686	-	2,350,090
Public Libraries	3,031,430	-	-	101,455	3,132,885
Social Services	1,100,738	-	-	191,638	1,292,376
Planning and Economic Development	2,213,275	-	695,933	2,993,571	5,902,779
Public Works	18,626,750	-	7,689,409	2,879,190	29,195,349
Employee Benefits	66,521,474	-	-	-	66,521,474
Education	-	179,305,551	-	41,248,130	220,553,681
State Contribution to Pension Plan	-	8,768,979	-	-	8,768,979
Debt Service:					
Principal	7,094,714	-	-	-	7,094,714
Interest	3,287,738	-	-	-	3,287,738
Total Expenditures	<u>161,057,826</u>	<u>188,074,530</u>	<u>9,907,249</u>	<u>53,080,471</u>	<u>412,120,076</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	122,578,377	(134,352,699)	-	(23,976,577)	(35,750,899)
OTHER FINANCING SOURCES (USES)					
Lease Proceeds	6,558,624	-	-	-	6,558,624
Insurance Recoveries	426,200	-	-	-	426,200
Proceeds from Sale of Capital Assets	3,544,991	-	-	-	3,544,991
Transfers In	490,586	135,038,329	-	864,385	136,393,300
Transfer Out	(135,902,714)	-	-	(490,586)	(136,393,300)
Total Other Financing Sources (Uses)	<u>(124,882,313)</u>	<u>135,038,329</u>	<u>-</u>	<u>373,799</u>	<u>10,529,815</u>
NET CHANGE IN FUND BALANCES	(2,303,936)	685,630	-	(23,602,778)	(25,221,084)
Fund Balances - Beginning of Year	<u>35,166,719</u>	<u>27,234</u>	<u>-</u>	<u>38,089,771</u>	<u>73,283,724</u>
FUND BALANCES - END OF YEAR	<u>\$ 32,862,783</u>	<u>\$ 712,864</u>	<u>\$ -</u>	<u>\$ 14,486,993</u>	<u>\$ 48,062,640</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Net Change in Fund Balances - Total Governmental Funds \$ (25,221,084)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlay	39,597,347
Depreciation Expense	(7,219,091)
Loss on Asset Disposal	(58,590)
Lease Expenditures (Right-to-Use Assets)	6,558,624
Amortization of Right-to-Use Assets	(27,328)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (106,481)

In the statement of activities, interest is accrued on outstanding long-term debt, whereas in the governmental funds interest is not reported until due. This amount represents the net change in accrued interest payable 111,928

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

Bond Maturities	6,887,668
Proceeds from Leases	(6,558,624)
Lease Payments	207,046

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These amounts represent the net changes.

Amortization of Bond Premiums	642,050
Deferred Charges on Refunding	361,541
Compensated Absences	(3,249,420)
Retroactive Payroll	215,451
Net Pension Liability, Net	(2,898,696)
Total OPEB Liability, Net	9,714,946

Internal service funds are used by management to account for health insurance activities. The net activity of the internal service fund is reported with governmental activities. (1,535,198)

Change in Net Position of Governmental Activities \$ 17,422,089

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Business-Type Activities - Enterprise Funds			Governmental
	Sewer Fund	Water Fund	Total	Activities Internal Service Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 17,833,899	\$ 16,699,096	\$ 34,532,995	\$ 645,895
Restricted Cash and Cash Equivalents	7,422,545	-	7,422,545	-
Accounts Receivable, Net:				
Water and Sewer User Fees	7,373,329	4,756,197	12,129,526	-
Sewer Assessments	2,726,120	-	2,726,120	-
Due from Federal and State Government	26,687,452	-	26,687,452	-
Leases	63,775	24,616	88,391	-
Due from Other Funds	-	-	-	8,779,293
Deposits with Agent	-	-	-	6,427,329
Prepaid Expenses	566,873	10,344	577,217	-
Inventory	-	92,864	92,864	-
Total Current Assets	<u>62,673,993</u>	<u>21,583,117</u>	<u>84,257,110</u>	<u>15,852,517</u>
Noncurrent Assets:				
Sewer Assessments	9,185,777	-	9,185,777	-
Leases	1,515,641	912,479	2,428,120	-
Nondepreciable Assets	14,549,302	205,266	14,754,568	-
Depreciable Capital Assets, Net	<u>156,274,379</u>	<u>11,426,772</u>	<u>167,701,151</u>	<u>-</u>
Total Noncurrent Assets	<u>181,525,099</u>	<u>12,544,517</u>	<u>194,069,616</u>	<u>-</u>
Total Assets	<u>244,199,092</u>	<u>34,127,634</u>	<u>278,326,726</u>	<u>15,852,517</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charge on Refunding	29,621	-	29,621	-
Deferred Outflows - Related to OPEB	1,321,740	1,161,189	2,482,929	-
Deferred Outflows - Related to Pensions	<u>639,711</u>	<u>562,006</u>	<u>1,201,717</u>	<u>-</u>
Total Deferred Outflows of Resources	<u>1,991,072</u>	<u>1,723,195</u>	<u>3,714,267</u>	<u>-</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable and Accrued Expenses	3,004,151	1,275,660	4,279,811	-
Accrued Payroll and Related Liabilities	1,254	2,106	3,360	-
Accrued Interest Payable	411,101	-	411,101	-
Due to Other Funds	2,875,977	1,197,626	4,073,603	-
Other Liabilities	182,541	-	182,541	-
Accrued Claims - IBNR	-	-	-	1,917,427
Net/Total OPEB Liability, Due Within One Year	264,424	232,305	496,729	-
Current Portion of Long-Term Bonds and Loans	<u>6,453,306</u>	<u>-</u>	<u>6,453,306</u>	<u>-</u>
Total Current Liabilities	<u>13,192,754</u>	<u>2,707,697</u>	<u>15,900,451</u>	<u>1,917,427</u>
Noncurrent Liabilities:				
Compensated Absences	184,621	186,142	370,763	-
Unearned Revenue	63,167	-	63,167	-
Net/Total OPEB Liability	5,192,915	4,562,137	9,755,052	-
Net Pension Liability	3,597,910	3,160,876	6,758,786	-
Long-Term Bonds and Loans	<u>62,848,875</u>	<u>-</u>	<u>62,848,875</u>	<u>-</u>
Total Noncurrent Liabilities	<u>71,887,488</u>	<u>7,909,155</u>	<u>79,796,643</u>	<u>-</u>
Total Liabilities	<u>85,080,242</u>	<u>10,616,852</u>	<u>95,697,094</u>	<u>1,917,427</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows - Leases	1,571,955	909,823	2,481,778	-
Deferred Inflows - Related to OPEB	3,142,489	2,760,776	5,903,265	-
Deferred Inflows - Related to Pension	<u>53,235</u>	<u>46,768</u>	<u>100,003</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>4,767,679</u>	<u>3,717,367</u>	<u>8,485,046</u>	<u>-</u>
FUND NET POSITION				
Net Investment in Capital Assets	126,288,927	11,632,038	137,920,965	-
Restricted for Debt Service	7,422,545	-	7,422,545	-
Unrestricted	<u>22,630,771</u>	<u>9,884,572</u>	<u>32,515,343</u>	<u>13,935,090</u>
Total Net Position	<u>\$ 156,342,243</u>	<u>\$ 21,516,610</u>	<u>\$ 177,858,853</u>	<u>\$ 13,935,090</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Sewer Fund	Water Fund	Total	Internal Service Funds
OPERATING REVENUES				
User Charges	\$ 17,528,542	\$ 12,569,511	\$ 30,098,053	\$ -
Special Assessments (Including Abatements)	712,819	-	712,819	-
Employer/Employee Contributions	-	-	-	26,672,649
Other Revenues	302,411	212,102	514,513	439,850
Total Operating Revenues	<u>18,543,772</u>	<u>12,781,613</u>	<u>31,325,385</u>	<u>27,112,499</u>
OPERATING EXPENSES				
Contract Services	221,649	188,051	409,700	-
Salaries and Benefits	4,660,870	2,890,250	7,551,120	-
Materials and Supplies	1,283,287	13,041	1,296,328	-
Depreciation and Amortization	6,670,022	505,467	7,175,489	-
Operations	5,506,879	7,162,541	12,669,420	-
Claims and Premiums	-	-	-	28,649,272
Total Operating Expenses	<u>18,342,707</u>	<u>10,759,350</u>	<u>29,102,057</u>	<u>28,649,272</u>
OPERATING INCOME (LOSS)	201,065	2,022,263	2,223,328	(1,536,773)
NONOPERATING REVENUES (EXPENSES)				
Interest Income	543,075	533,638	1,076,713	1,575
Interest Expense	(1,224,361)	-	(1,224,361)	-
Loss on Disposal of Assets	(96,747)	-	(96,747)	-
Total Nonoperating Revenues (Expenses)	<u>(778,033)</u>	<u>533,638</u>	<u>(244,395)</u>	<u>1,575</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	(576,968)	2,555,901	1,978,933	(1,535,198)
CAPITAL CONTRIBUTIONS				
Capital Contributions	<u>2,703,141</u>	<u>-</u>	<u>2,703,141</u>	<u>-</u>
CHANGE IN NET POSITION	2,126,173	2,555,901	4,682,074	(1,535,198)
Net Position - Beginning of Year	<u>154,216,070</u>	<u>18,960,709</u>	<u>173,176,779</u>	<u>15,470,288</u>
NET POSITION - END OF YEAR	<u>\$ 156,342,243</u>	<u>\$ 21,516,610</u>	<u>\$ 177,858,853</u>	<u>\$ 13,935,090</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Sewer Fund	Water Fund	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 19,560,330	\$ 12,872,257	\$ 32,432,587	\$ -
Payments to Suppliers	(9,234,229)	(9,488,267)	(18,722,496)	-
Payments to Employees	(3,904,438)	(3,353,908)	(7,258,346)	-
Receipts from Employer/Employee Contributions	-	-	-	26,672,649
Receipts from Other Operating Services	302,411	212,102	514,513	439,850
Payments for Claims	-	-	-	(28,525,931)
Net Cash Provided (Used) by Operating Activities	<u>6,724,074</u>	<u>242,184</u>	<u>6,966,258</u>	<u>(1,413,432)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Deposits with Agent	-	-	-	8,389,603
Interfund Borrowings (Payments), Net	3,562,234	(1,531,940)	2,030,294	(6,976,172)
Transfers In from Other Funds	-	-	-	-
Transfers To Other Funds	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>3,562,234</u>	<u>(1,531,940)</u>	<u>2,030,294</u>	<u>1,413,431</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Additions to Property, Plant, and Equipment	(4,670,470)	(1,367,591)	(6,038,061)	-
Interest Received on Leases Receivable	15,847	26,521	42,368	-
Proceeds from Bonds and Loans	6,170,456	-	6,170,456	-
Principal Paid on Bonds and Loans	(8,968,034)	-	(8,968,034)	-
Interest Paid on Bonds and Loans	(1,312,942)	-	(1,312,942)	-
Net Cash Used by Capital and Related Financing Activities	<u>(8,765,143)</u>	<u>(1,341,070)</u>	<u>(10,106,213)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	527,228	507,117	1,034,345	1,575
Net Cash Provided by Investing Activities	<u>527,228</u>	<u>507,117</u>	<u>1,034,345</u>	<u>1,575</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,048,393	(2,123,709)	(75,316)	1,574
Cash and Cash Equivalents - Beginning of Year	<u>23,208,051</u>	<u>18,822,805</u>	<u>42,030,856</u>	<u>644,321</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 25,256,444</u>	<u>\$ 16,699,096</u>	<u>\$ 41,955,540</u>	<u>\$ 645,895</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds			Governmental Activities
				Internal Service Funds
	Sewer Fund	Water Fund	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 201,065	\$ 2,022,263	\$ 2,223,328	\$ (1,536,773)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization	6,670,022	505,467	7,175,489	-
Loss On Disposal of Assets	113,353	-	113,353	-
Change in Total OPEB Liability	(1,069,173)	(1,732,070)	(2,801,243)	-
Change in Net Pension Liability	(663,474)	(1,100,508)	(1,763,982)	-
Change in Deferred Outflows - Pension and OPEB	1,036,180	1,274,438	2,310,618	-
Change in Deferred Inflows - Pension and OPEB	1,512,001	1,123,820	2,635,821	-
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(420,507)	302,746	(117,761)	-
(Increase) Decrease in Sewer Assessments	1,626,123	-	1,626,123	-
(Increase) Decrease in Prepaid Expenses	(566,873)	(10,344)	(577,217)	-
Increase (Decrease) in Accounts Payable and Accrued Expenses	(1,655,541)	(2,114,290)	(3,769,831)	123,341
Increase (Decrease) in Accrued Payroll	(72,531)	(49,913)	(122,444)	-
Increase (Decrease) in Compensated Absences	13,429	20,575	34,004	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 6,724,074</u>	<u>\$ 242,184</u>	<u>\$ 6,966,258</u>	<u>\$ (1,413,432)</u>

SCHEDULE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2023**

	Pension and OPEB Trust Funds	Custodial Funds
ASSETS		
Cash	\$ 9,830,038	\$ 15,872
Investments:		
Mutual Funds	165,073,365	-
Equity Investments	103,918,761	-
Index Funds	224,386,255	-
Fixed Income Securities	146,816,763	-
Group Annuity Contracts	3,987,579	-
Accrued Interest Receivable	15,789	-
Contribution Receivable - Employer	1,772,490	-
Other Receivable	273	-
Total Assets	655,801,313	15,872
NET POSITION		
Restricted for:		
Pensions	655,302,382	-
Other Postemployment Benefits	498,931	-
Individuals, Organizations, and Other Governments	-	15,872
Total Net Position	\$ 655,801,313	\$ 15,872

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2023**

	Pension and OPEB Trust Funds	Custodial Funds
ADDITIONS		
Contributions:		
Employer	\$ 55,612,000	\$ -
Plan Members	8,465,622	-
Total Contributions	64,077,622	-
Investment Income:		
Investment Income	67,649,590	-
Less: Investment Expense	(946,756)	-
Net Investment Income	66,702,834	-
Total Additions	130,780,456	-
DEDUCTIONS		
Benefits	72,659,117	-
Administrative Expense	433,500	-
Total Deductions	73,092,617	-
CHANGE IN NET POSITION	57,687,839	-
Net Position - Beginning of Year	598,113,474	15,872
NET POSITION - END OF YEAR	\$ 655,801,313	\$ 15,872

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Warwick, Rhode Island (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the recognized standard-setting body for establishing governmental accounting and financial reporting principles. A description of the reporting entity and significant accounting policies are described herein.

A. Reporting Entity

The City was established in 1642 and incorporated in 1931. In some matters, including the issuance of short and long-term debt, the City is governed by the general laws of the state of Rhode Island. The City operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety (police, fire, and inspections), public works (sanitation, highways and streets, engineering, and building maintenance), education, parks and recreation, social services, and general administrative services.

For financial reporting purposes, the basic financial statements include all funds, organizations, agencies, boards, commissions and institutions that are not legally separate from the City.

The City has also considered all potential component units for which it is financially accountable as well as other organizations for which the nature and/or significance of their relationship with the City are such that exclusion would cause the basic financial statements to be misleading or incomplete. As required by GAAP, these basic financial statements present the City (primary government) and its component units.

The City has included six entities as component units in the reporting entity, because of the significance of its operational and/or financial relationship.

Fiduciary Fund Component Units

- (1) The City Employees' Pension Trust Fund was established to provide retirement benefits to City employees not covered by other plans and their beneficiaries. The Board is comprised of 11 members consisting of the City's Finance Director, Personnel Director, Municipal Union President, Chairperson of the City Finance Committee, one Union Employee, one Nonunion Employee, one Municipal Retiree, and four Members of the Public. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (2) The Police I and Fire Pension Trust Fund was established to provide retirement benefits to all City Police Officers that were appointed before February 1, 1971, and all permanent members of the City's Fire Department appointed before May 29, 1992. The plan is closed to new members. The Board is comprised on the Board of Public Safety of the City. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

- (3) The Police II Pension Trust Fund was established to provide retirement benefits to all City Police Officers that were appointed after February 1, 1971. The Board is comprised on the Board of Public Safety of the City. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (4) The Fire II Pension Trust Fund was established to provide retirement benefits to all City fire fighters that were appointed after May 29, 1992. The Board is comprised on the Board of Public Safety of the City. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (5) The Warwick Public School Employees' Pension Trust Fund was established to provide retirement benefits to all Warwick Public School employees except for teachers. There are two committees that oversee the administration of this plan. The Executive Administration Board is comprised of the School's Chief Budget Officer, the Director of Human Resources, and the Warwick Independent Employees' Union President. The Executive Administration Board delegates investment responsibilities to the Pension Investment Administration Committee, which is comprised of two Warwick Public School Administrative Employees, the Chief Budget Officer, the Controller, and two Warwick Independent Employees' Union Representatives, who are appointed by the Union leadership. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (6) The City of Warwick OPEB Trust Fund was established to provide postretirement health care benefits to certain employees groups of the City and their beneficiaries. The City Treasurer is responsible for the administration of the plan. The OPEB plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.

B. Implementation of New Accounting Principles

For the year ended June 30, 2023, the City implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This standard establishes that a subscription-based information technology arrangement results in a right-to-use subscription asset, and a corresponding subscription liability. The adoption of this standard had no effect on the City's net position at June 30, 2023, or its changes in net position for the year then ended.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The government-wide financial statements (statement of net position and the statement of activities) report information on all nonfiduciary activities of the primary government and its component units. *Governmental Activities*, which are primarily supported by taxes and intergovernmental revenues, are reported separately from *Business-Type Activities*, which are primarily supported by user fees.

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and displayed in a single column.

Internal service funds and fiduciary funds are reported by fund type.

D. Measurement Focus, Basis of Accounting and Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded when the liabilities are incurred. Real estate and personal property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The statement of activities demonstrates the degree to which the direct expenses of a function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include the following:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment.
- Grants and contributions which are restricted to meeting the operational requirements of a specific function or segment.
- Grants and contributions which are restricted to meeting the capital requirements of a specific function or segment.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Government-Wide Financial Statements (Continued)

Taxes and other items not identifiable as program revenues are reported as general revenues.

Except for charges between the general fund and enterprise funds, the effect of interfund activity has been eliminated from the government-wide financial statements. Elimination of these charges would distort the direct costs and program revenues reported for the functions affected.

Fund Financial Statements

Governmental funds financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences, claims and judgments which are recognized when the obligations are expected to be liquidated with current expendable available resources.

Real estate and personal property tax revenues are considered available if they are collected within 60 days after the end of the fiscal year. Investment income is susceptible to accrual. Other receipts become measurable and available when the cash is received and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria is met. Expenditure driven grants recognize revenue when the qualifying expenditures are incurred and all other grant requirements are met.

The following major governmental funds are reported:

The *General Fund* is the City's primary operating fund and is used to account for all activities except those legally or administratively required to be accounted for in other funds.

The *School Unrestricted Fund* is a special revenue fund used to account for the School Department's general operations.

The *ARPA Fund* is a special revenue fund used to account for the American Rescue Plan Act (ARPA) funding received by the City.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The nonmajor governmental funds consist of special revenue, capital projects, debt service and permanent funds that are aggregated and presented in the *nonmajor governmental funds* column on the governmental funds financial statements. The following describes the general use of these fund types:

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

Proprietary funds financial statements are reported using the flow of economic resources measurement focus and use the accrual basis of accounting, whereby revenues are recorded when earned and expenses are recorded when the liabilities are incurred.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The following proprietary funds are reported:

The *Sewer Enterprise Fund* is reported as a major fund and is used to account for sewer activities, including the special assessments related to the construction of the sewer system.

The *Water Enterprise Fund* is reported as a major fund and is used to account for water activities.

In addition, the following proprietary fund type is reported:

The *Internal Service Fund* is used to account for risk financing activities related to health and workers' compensation insurance.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Fiduciary funds financial statements are reported using the flow of economic resources measurement focus and use the accrual basis of accounting. Fiduciary funds are used to account for assets held in a trustee capacity for others that cannot be used to support the government's programs.

The following fiduciary fund types are reported:

The *Pension and OPEB Trust Funds* account for the funding and payment of pension benefits provided to police officers, fire fighters and municipal and school employees, and OPEB benefits provided to police officers, fire fighters and municipal employees.

The *Custodial Fund* account for assets held by the City in a custodial capacity.

E. Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with an original maturity of three months or less from the date of acquisition. Substantially, all of the City's cash and cash equivalents are held in public institutions. Pursuant to Section 35-10-1 of the Rhode Island General Laws, as of October 1, 1991, public institutions are required to insure accounts which hold public funds in excess of the \$250,000 which is guaranteed by the Federal Deposit Insurance Corporation (FDIC). At times, the City pools cash resources of its various funds to facilitate the management of cash and maximize investment returns.

F. Investments

Investments are reported at fair value and contract value, as further discussed in Note 4.

G. Accounts Receivable and Revenue

The recognition of revenue related to accounts receivable reported in the government-wide, proprietary funds, and fiduciary funds financial statements are reported under the accrual basis of accounting. The recognition of revenue related to accounts receivable reported in the governmental funds financial statements is reported under the modified accrual basis of accounting.

Property Taxes

Real and personal property taxes are based on values assessed as of each December 31 (lien date) and attach as an enforceable lien on property as of July 1 (levy date). Taxes are due in equal quarterly installments on July 15, October 15, January 15, and April 15 annually. Taxes due and unpaid after the respective due dates are subject to interest at the rate of 12% per annum, calculated on the unpaid portion of the total tax. An automatic lien is placed on the taxpayer's property if payment has not been received by the tax due date. Property taxes levied are recorded as receivables in the fiscal year of the levy.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Accounts Receivable and Revenue (Continued)

Water and Sewer

Water and sewer charges are billed quarterly based on individual meter readings and are subject to penalties and interest if they are not paid by the respective due date. Water and sewer charges are recorded as receivables when billed and are recorded under the accrual basis of accounting. The estimated value of unbilled amounts at year-end has been included in the accompanying financial statements.

Sewer Assessments

Sewer assessments are levied as needed based on the costs of construction related to the sewer system. Residents have the option of paying their respective share of the betterment in full or over a period of up to 30 years and are subject to penalties and interest if they are not paid by the respective due dates. Sewer betterments are recorded as receivables in the fiscal year of the levy and are recorded under the accrual basis of accounting.

Intergovernmental

Various state and federal operating and capital grants are applied for and received annually. For all grants, revenue is recognized as soon as all eligibility requirements imposed by the provider have been met. Intergovernmental receivables are considered 100% collectible.

Loans Receivable

The City administers various loan programs related to housing assistance to residents and capital needs assistance for small businesses. Loans are recorded as receivables upon issuance.

Leases

The City's leases certain assets for various terms under long-term, noncancellable lease agreements.

Other

Other receivables consist primarily of charges for rescue service fees and are recorded as receivables when services are provided.

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

H. Leases

Lessor

The City determines if an arrangement is a lease at inception. Leases are included in lease receivables and deferred inflows of resources in the statements of net position and fund financial statements.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Leases (Continued)

Lessor (Continued)

Lease receivables represent the City's claim to receive lease payments over the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease receivables are recognized at commencement date based on the present value of expected lease payments over the lease term, reduced by any provision for estimated uncollectible amounts. Interest revenue is recognized ratably over the contract term.

Deferred inflows of resources related to leases are recognized at the commencement date based on the initial measurement of the lease receivable, plus any payments received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows related to leases are recognized as lease revenue in a systematic and rational manner over the lease term.

Amounts to be received under residual value guarantees that are not fixed in substance are recognized as a receivable and an inflow of resources if (a) a guarantee payment is required and (b) the amount can be reasonably estimated. Amounts received for the exercise price of a purchase option or penalty for lease termination are recognized as a receivable and an inflow of resources when those options are exercised.

The City recognizes payments received for short-term leases with a lease term of 12 months or less as revenue as the payments are received. These leases are not included as lease receivables or deferred inflows on the statements of net position and fund financial statements.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the City has elected to use their incremental borrowing rate to calculate the present value of expected lease payments.

The City accounts for contracts containing both lease and nonlease components as separate contracts when possible. In cases where the contract does not provide separate price information for lease and nonlease components, and it is impractical to estimate the price of such components, the City treats the components as a single lease unit.

Lessee

The City determines if an arrangement is a lease at inception. Leases are included in right-to-use lease assets and lease liabilities in the statement of net position.

Lease assets represent the City's control of the right to use an underlying asset for the lease term, as specified in the contract, in an exchange or exchange-like transaction. Right-to-use lease assets are recognized at the commencement date based on the initial measurement of the lease liability. Right-to-use Lease assets are amortized in a systematic and rational manner over the shorter of the lease term or useful life of the underlying asset.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Leases (Continued)

Lessee (Continued)

Lease liabilities represent the City's obligation to make lease payments arising from the Lease. Lease liabilities are recognized at the commencement date based on the present value of expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term.

The City recognizes payments for short-term leases with a lease term of 12 months or less, including options to extend, as expense as incurred, and these leases are not included in lease liabilities or right-to-use assets in the statement of net position.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the City has elected to use their incremental borrowing rate to calculate the present value of expected lease payments.

I. Inventory

Inventories in maintained on a periodic system and is stated at cost (first in, first out method of inventory valuation). Inventory consists primarily of materials and supplies. Inventory maintained in governmental funds are recorded as expenditures at the time of purchase.

J. Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column of the government-wide financial statements. Capital assets are also reported in the enterprise (proprietary) funds financial statements. Capital assets acquired in the governmental funds are recorded as expenditures in the acquiring fund in the fiscal year of the purchase.

Capital assets are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at the estimated acquisition value at the date of donation.

All purchases and construction costs in excess of \$10,000 are capitalized at the date of acquisition or construction, respectively, with expected useful lives of greater than one year.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets (Continued)

Capital assets (excluding land and construction in progress) are depreciated on a straight-line basis. The estimated useful lives of capital assets are as follows:

Land Improvements	20 Years
Buildings	50 Years
Right-to-Use Building	15 Years
Roads and Resurfacing	20 Years
Bridges	50 Years
Traffic Signals	10 Years
Main Extensions	75 Years
Pumping Stations and Hydrants	50 Years
Wastewater Collection System	50-75 Years
Meters	20-40 Years
Distribution Lines	65 Years
Machinery, Equipment, and Furniture	5-30 Years
Vehicles	5-8 Years

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized and are treated as expenses when incurred. Improvements are capitalized.

K. Unearned Revenue

Unearned revenue is presented in the governmental-wide statement of net position and governmental funds balance sheet and represents federal grants received by the City in advance of meeting eligibility requirements for revenue recognition.

L. Deferred Outflows/Inflows of Resources

Deferred Outflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period or periods and so will not be recognized as an outflow of resources (expense) until then.

Deferred outflows of resources related to refunding transactions, pensions and OPEB are reported in the government-wide and proprietary funds statements of net position.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Deferred Outflows/Inflows (Continued)

Deferred Inflows of Resources (Continued)

Deferred inflows of resources related to pensions and OPEB are reported in the government-wide and proprietary funds statements of net position.

Deferred inflows of resources are also reported for taxes collected in advance and leases in the governmental funds and government-wide statement of net position.

Unavailable revenue is reported in the governmental funds balance sheet. Unavailable revenue represents billed receivables that do not meet the availability criterion in accordance with the current financial resources measurement focus and the modified accrual basis of accounting.

M. Interfund Transactions

Interfund activity within and among the funds of the City have been classified and reported as follows:

Reciprocal Interfund Activities

Interfund advances are reported as interfund receivables in the lending fund and interfund payables in borrower funds (due from/due to).

Nonreciprocal Interfund Activities

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

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

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

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Long-Term Debt

Long-term debt is reported as liabilities in the government-wide and proprietary funds statements of net position. Material bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

The face amount of governmental funds long-term debt is reported as other financing sources when the debt is issued. Bond premiums and discounts, as well as issuance costs, are recognized in the current period. Bond premiums are reported as other financing sources and bond discounts are reported as other financing uses.

O. Self-Insurance

The City and School's self-insurance costs for workers' compensation liabilities are accounted for in the City's internal service funds. In addition, the School's self-insurance costs related to health insurance are also accounted for in the internal service funds. Claims incurred but not paid, including those which have not been reported, are accounted for as expenses and accrued claims in those funds when incurred.

P. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Open encumbrances at year-end are reported as restricted, committed or assigned, and should not result in separate display of the encumbered amount within those classifications. Encumbrances do not constitute expenditures or liabilities under generally accepted accounting principles.

Q. Net Position and Fund Balances

Government-Wide Financial Statements and Proprietary Funds Financial Statements
(Net Position)

Net position is classified and displayed in three components:

Net Investment in Capital Assets – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bond, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

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

Unrestricted Net Position – All remaining net position that does not meet the definition of "restricted" or "net investment in capital assets".

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Net Position and Fund Balances (Continued)

Governmental Funds Financial Statements (Fund Balances)

The following fund balance classifications describe the relative strength of the spending constraints:

Nonspendable – Includes the amount of fund balances that cannot be spent because it is either not in spendable form or legally or contractually required to be maintained intact.

Restricted – Includes amounts that are restricted to specific purposes. Fund balance is reported as restricted when constraints placed in the use of resources are either externally imposed by creditors, grantors, contributors, or lawGovers or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Includes amounts that can be used only for the specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The City Council is the highest level of decision-making authority and utilizes City Ordinances as a formal procedure to commit fund balance. In addition, the passage of the budget by the taxpayers at the annual financial City meeting is considered the commitment of funds for the line items included in the fiscal budget.

Assigned Fund Balance – Includes amounts that are constrained by the government's intent to be used for specific purposes but are neither restricted nor committed. The intent should be expressed by the governing-body itself or a body (a budget or finance committee) or official to which the governing-body has delegated the authority to assign amounts to be used for specific purposes. The Mayor through the City Council has the authority to assign fund balance. Fund balance assigned by the Finance Director is documented through issuance of a memorandum.

Unassigned Fund Balance – Is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The unassigned fund balance may also include negative balances for any governmental funds if the expenditures exceed amounts restricted, committed, or assigned for specific purposes.

In circumstances when an expenditure is made for a purpose for which amounts are available for multiple fund balances classifications, fund balance is depleted in the order of restricted, committed, assigned and unassigned.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Claims and Judgments

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

S. Compensated Absences

Under the terms of various contracts and agreements, City employees are granted vacation, sick, and personal leave in varying amounts based on length of service and bargaining unit. Unused vacation leave is paid upon an employee's termination. Up to one-half of unused sick leave is paid upon termination, retirement, or death depending on bargaining unit. Severance pay and personal days are also paid to terminating employees depending on bargaining unit. The liability is calculated at the rate of pay in effect at June 30, 2023.

Government-Wide and Proprietary Fund Financial Statements

Compensated absences are reported as liabilities and expenses as incurred.

Governmental Fund Financial Statements

Compensated absences, which will be liquidated with expendable available financial resources, are reported as expenditures and fund liabilities upon employee retirement or resignation.

T. Pensions

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

U. Total Other Postemployment Benefits other than Pensions (OPEB) Liability

The total OPEB liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service. The total OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year and no later than the end of the current fiscal year, consistently applied from period to period.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

V. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

W. Reclassifications

Certain prior year amounts have been reclassified in the notes to the basic financial statements for consistency with the current year presentation.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Data and Budgetary Compliance

In accordance with the Warwick City charter, the City has formally established budgetary accounting control for the General Fund and the School Unrestricted Fund, which is a Special Revenue Fund. The General Fund is subject to an annual operating budget submitted and recommended by the City Mayor and adopted by the City Council. The City Council must hold a public hearing on the budget prior to adoption and may make changes to the budget. The General Fund Budget must be adopted no later than June 15. Should the City Council take no formal action on or prior to such day, the budget as submitted by the Mayor, shall be deemed to have been finally adopted by the City Council. The School Unrestricted Fund is subject to an annual operating budget provisionally approved by the School Committee, forwarded to the Mayor, for his review and possible amendment, with final adoption by the City Council. The annual operating budgets; appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. The City's General Fund and School Unrestricted Fund annual operating budgets are in conformance with the legally enacted budgetary basis, which is not in conformance with accounting principles generally accepted in the United States of America. The accompanying budgetary comparison schedules are reflected on the budgetary basis. The difference between the budgetary basis and the accounting principles generally accepted in the United States of America basis is explained below.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Budgetary Data and Budgetary Compliance (Continued)

The City of Warwick makes use of an encumbrance system. Encumbrances are commitments related to unperformed contracts for goods and services. When a purchase order or commitment is placed, the City reduces the amount of the budgetary authority remaining in a budget category and records an encumbrance. When goods or services are received, the encumbrance balance is reduced and an expenditure and liability is recorded. The City's outstanding encumbrances at year-end are carried forward as a component of committed fund balance.

Appropriations in addition to those contained in the annual operating budgets, except for the purpose of meeting a public emergency, are made upon the recommendation of the City Mayor and by a resolution adopted by the favorable votes of at least five members of the council. Amendments to the operating budgets that do not result in additional appropriations may be made within departments by means of a transfer. The Director of Finance, subject to approval of the Mayor, may at any time transfer any unencumbered appropriation balance or portion thereof between general classifications of expenditures within an office, department, or agency. At the request of the Mayor and within the last three months of the fiscal year, the Council may by resolution transfer any unencumbered appropriation balance or portion thereof from one office, department, or agency to another. The level at which General Fund expenditures may not legally exceed appropriations is at the department level. The Schools Unrestricted Fund, a Special Revenue Fund, does not have a legal level of control over expenditures, except that total expenditures may not exceed available revenues. Appropriations which are not expended or encumbered lapse at year-end.

B. Excess of Expenditures over Appropriations

For the year ended June 30, 2023, expenditures exceeded appropriations in the following categories:

Community Development	\$ 1,537,218
Employee Benefits, Special, and Capital	498,084
Public Safety	381,761

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

C. Fund Deficits

At June 30, 2023, the City reported deficit fund balances for the following funds:

Nonmajor Governmental Funds:	
School Bond Funds	\$ 1,197,198
FEMA COVID	626,136
Assistance to Firefighters Grant	295,302
Technology Self Insurance	216,068
HUD Disaster Recovery Grant	125,389
Johnny Rockets	60,364
Homeless Child/Youth	53,957
Police JAG Grant	39,522
Workforce Partnership of Greater RI	8,450
PGSF Educational	4,800
Fresh Fruit/Veg Program	3,997
Learning Champions	1,076
Champlin Winman	977
Feinstein Holliman	525
Library Services	22
Total Nonmajor Governmental Funds	<u><u>\$ 2,633,783</u></u>

The fund deficits will be eliminated by future borrowings, grant funding, private contributions, and fund transfers.

NOTE 3 CASH DEPOSITS WITH FINANCIAL INSTITUTIONS

A. Deposits

Substantially, all of the City's cash and cash equivalents are held in public deposit institutions. Pursuant to Section 35-10-1 of the Rhode Island General Laws, as of October 1, 1991, public deposit institutions are required to insure accounts that hold public funds in excess of the \$250,000 that is guaranteed by FDIC. At times, the City pools cash resources of its various funds to facilitate the management of cash and maximize investment returns.

B. Deposit Custodial Credit Risk

Custodial credit risk in the case of deposits is the risk that in the event of a bank failure, the City's deposits may not be returned. The state of Rhode Island requires that certain uninsured deposits be collateralized. Section 35-10.1-7 of the General Laws of the state of Rhode Island, dealing with the collateralization of public deposits, requires that all time deposits with maturities of greater than 60 days and all deposits in institutions that do not meet the minimum capital requirements of its federal regulator must be collateralized. The City does not have a formal deposit policy for custodial credit risk but is governed by state laws as described above.

As of June 30, 2023, the City's entire bank balance of \$97,179,654 was covered by either FDIC insurance or collateral held in the City's name.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 CASH DEPOSITS WITH FINANCIAL INSTITUTIONS (CONTINUED)

C. Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. As of June 30, 2023, cash equivalents amounted to \$19,710,146. The cash equivalents consisted of money market type mutual funds held at banking institutions and were not rated.

NOTE 4 INVESTMENTS

The City invests in various types of investments, which are stated at fair value, except for participating interest earning investment contracts, which are recorded at contract value. By Charter the Finance Director and Treasurer have the authority to make investments subject to rules and regulations that the City Council may prescribe by ordinance. The Finance Director shall have the authority to purchase and invest prudently in the following investments for funds other than pension funds:

- Obligations of the U.S. Government, and its agencies and instrumentalities.
- Certificates of deposit and other evidence of deposit at banks, credit unions, and savings and loan associations with offices in the state.
- Bankers' acceptance of banks with offices in the state.
- Commercial paper of banks with offices in the state.
- Repurchase agreements whose underlying collateral consists of U.S. Government agency securities and U.S. Government sponsored corporations, plus the above, and which are offered by banks with offices in the state.
- Money market funds whose portfolios consist of the above instruments, and any other investments specifically approved by the City council.
- No-load open-end diversified management investment companies incorporated under Rhode Island General Laws designed exclusively for all state government entities, agencies, and instrumentalities.

For details on the various pension plans' investment policies and target asset allocations, see Note 13.

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 City has no investments that are subject to interest rate risk.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 INVESTMENTS (CONTINUED)

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 nationally recognized statistical rating organization. U.S. Government securities or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk exposure. The City has no formal investment policy that limits investment choices for its pension funds.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a formal investment policy that limits the amount that can be invested with one issuer. At June 30, 2023, the City is not exposed to concentration risk.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of financial institution failure, the City's investments may not be returned. The City does not have a policy related to custodial credit risk. The City does not believe that it has significant custodial credit risk as substantially all investments securities are registered and held in the name of the City.

The following is a schedule of the City's Investments by classification:

	Fair Value	Investment Maturities (in Years)		
		Less Than 1	1 - 10	More Than 10
<u>Debt Securities:</u>				
Fixed Income Securities	\$ 146,816,763	\$ 99,118,536	\$ 27,328,394	\$ 20,369,833
Equity Investments	103,918,761			
Mutual Funds	165,073,365			
Index Funds	224,386,255			
Group Annuity Contracts	3,987,579			
Total Investments	\$ 644,182,723			

Presented below is the ratings of the City's fixed income securities:

Average Rating	Fixed Income Securities
AAA	\$ 2,062,087
AA+/AA/AA-	2,119,448
A+/A/A-	8,979,701
BBB+/BBB/BBB-	9,494,764
BB+/BB/BB-	169,386
Unrated	123,991,377
Total	\$ 146,816,763

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 INVESTMENTS (CONTINUED)

Custodial Credit Risk (Continued)

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The City has the following recurring fair value measurements as of June 30, 2023:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Fixed Income Securities	\$ 146,816,763	\$ -	\$ 146,816,763	\$ -
Equity Investments	103,918,761	103,918,761	-	-
Mutual Funds	165,073,365	165,073,365	-	-
Index Funds	224,386,255	224,386,255	-	-
Total Investments at Fair Value	640,195,144	<u>\$ 493,378,381</u>	<u>\$ 146,816,763</u>	<u>\$ -</u>
 <u>Investments at Contract Value:</u>				
Group Annuity Contracts	<u>3,987,579</u>			
Total Investments	<u>\$ 644,182,723</u>			

NOTE 5 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY LEGAL DEBT MARGIN

Legal Debt Margin

The City's legal debt margin as set forth by the State Statute is limited to 3% of total taxable assessed value, which approximates \$308,524,432. As of June 30, 2023, the City's debt applicable to the debt limitation is under the debt limit by \$237,806,934. All other City debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

NOTE 6 PROPERTY TAXES

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

Net property taxes levied for the fiscal year 2023 were based on a gross assessed value of \$10,501,279,668 less exemptions of \$217,131,936 for a net assessed valuation of \$10,284,147,732 at December 31, 2021 and amounted to a levy of \$226,379,446. After abatements and adjustments, the net levy amounted to \$226,362,003. Collections through June 30, 2023 amounted to approximately \$220,801,706, which represents approximately 97.5% of the adjusted tax levy.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 6 PROPERTY TAXES (CONTINUED)

The City recognizes property tax revenues in accordance with Section P70, "Property Taxes" of the *Codification of Governmental Accounting and Financial Reporting Standards* on the fund statements. Unpaid property taxes as of June 30, 2023 amount to \$21,024,220 and are recorded as a receivable, net of an allowance for uncollectible property taxes of \$14,892,181.

Those net property taxes receivable, which were not collected within the 60 days immediately following June 30, 2023 are recorded as unavailable and amounted to \$3,988,825. Property taxes recognized as revenue on the fund statements for the fiscal year ended June 30, 2023 (due to their collection within the 60 days immediately following June 30, 2023) amounted to \$2,164,472. Taxes are due in equal quarterly installments on July 15, October 15, January 15, and April 15 during fiscal year.

NOTE 7 RECEIVABLES

Below are the detail receivables as of year-end for each major fund and the aggregate remaining funds, including the applicable allowances for uncollectible accounts:

	General	School Restricted Fund	Sewer Fund	Water Fund	Nonmajor and Other Funds	Total
Receivables:						
Property Taxes	\$ 21,024,220	\$ -	\$ -	\$ -	\$ -	\$ 21,024,220
User Fees	-	-	7,630,888	4,891,770	-	12,522,658
Sewer Assessments	-	-	14,105,521	-	-	14,105,521
Intergovernmental	3,868,679	167,649	26,687,452	-	26,174,357	56,898,137
Loans Receivable	-	-	-	-	2,525,738	2,525,738
Leases	2,392,347	-	1,579,416	937,095	-	4,908,858
Other Receivable	2,140,072	71,866	-	-	2,362,059	4,573,997
Gross Receivables	<u>29,425,318</u>	<u>239,515</u>	<u>50,003,277</u>	<u>5,828,865</u>	<u>31,062,154</u>	<u>116,559,129</u>
Less: Allowance for Uncollectibles	<u>(15,016,271)</u>	<u>-</u>	<u>(2,451,183)</u>	<u>(135,573)</u>	<u>-</u>	<u>(17,603,027)</u>
Net Total Receivables	<u>\$ 14,409,047</u>	<u>\$ 239,515</u>	<u>\$ 47,552,094</u>	<u>\$ 5,693,292</u>	<u>\$ 31,062,154</u>	<u>\$ 98,956,102</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 CAPITAL ASSETS

Capital asset activity for governmental funds for the fiscal year ended June 30, 2023 was as follows:

<u>Governmental Activities</u>	Balance - June 30, 2022	Increases	Decreases	Balance - June 30, 2023
Capital Assets Not Being Depreciated:				
Land	\$ 18,693,825	\$ -	\$ -	\$ 18,693,825
Construction in Progress	18,347,437	3,811,722	(18,149,164)	4,009,995
Artwork	62,950	-	-	62,950
Subtotal	<u>37,104,212</u>	<u>3,811,722</u>	<u>(18,149,164)</u>	<u>22,766,770</u>
Capital Assets Being Depreciated:				
Land Improvements	11,082,066	-	-	11,082,066
Buildings	161,875,041	43,839,629	(795,200)	204,919,470
Infrastructure	212,668,481	3,925,781	-	216,594,262
Machinery and Equipment	21,606,088	142,080	-	21,748,168
Motor Vehicles	36,593,242	6,027,299	(564,629)	42,055,912
Subtotal	<u>443,824,918</u>	<u>53,934,789</u>	<u>(1,359,829)</u>	<u>496,399,878</u>
Less Accumulated Depreciated For:				
Land Improvements	10,464,025	113,943	-	10,577,968
Buildings	83,444,961	3,710,900	(795,200)	86,360,661
Infrastructure	187,971,270	1,240,316	-	189,211,586
Machinery and Equipment	21,077,419	146,563	-	21,223,982
Motor Vehicles	29,426,378	2,007,369	(506,039)	30,927,708
Subtotal	<u>332,384,053</u>	<u>7,219,091</u>	<u>(1,301,239)</u>	<u>338,301,905</u>
Capital Assets Being Depreciated, Net	111,440,865	46,715,698	(58,590)	158,097,973
Right-To-Use Assets Being Amortized:				
Buildings	-	6,558,624	-	6,558,624
Less Accumulated Amortization For:				
Buildings	-	27,328	-	27,328
Right-to-Use Assets Being Amortized, Net	-	6,531,296	-	6,531,296
Governmental Capital Assets, Net	<u>\$ 148,545,077</u>	<u>\$ 57,058,716</u>	<u>\$ (18,207,754)</u>	<u>\$ 187,396,039</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 8 CAPITAL ASSETS (CONTINUED)

<u>Business-Type Activities</u>	Balance - June 30, 2022	Increases	Decreases	Balance - June 30, 2023
Capital Assets Not Being Depreciated:				
Construction in Progress	\$ 9,118,089	\$ 8,018,180	\$ (2,381,701)	\$ 14,754,568
Capital Assets Being Depreciated:				
Buildings	2,906,051	-	-	2,906,051
Machinery and Equipment	7,366,463	1,538,544	(60,747)	8,844,260
Water Distribution System and Wastewater Collection System	<u>313,394,134</u>	<u>2,333,200</u>	<u>(433,911)</u>	<u>315,293,423</u>
Subtotal	<u>323,666,648</u>	<u>3,871,744</u>	<u>(494,658)</u>	<u>327,043,734</u>
Less Accumulated Depreciated For:				
Buildings	1,353,118	44,926	-	1,398,044
Machinery, Equipment, and Furniture	5,122,334	373,033	(55,430)	5,439,937
Water Distribution System and Wastewater Collection System	<u>145,976,199</u>	<u>6,757,530</u>	<u>(229,127)</u>	<u>152,504,602</u>
Subtotal	<u>152,451,651</u>	<u>7,175,489</u>	<u>(284,557)</u>	<u>159,342,583</u>
Capital Assets Being Depreciated, Net	<u>171,214,997</u>	<u>(3,303,745)</u>	<u>(210,101)</u>	<u>167,701,151</u>
Business-Type Activities Capital Assets, Net	<u>\$ 180,333,086</u>	<u>\$ 4,714,435</u>	<u>\$ (2,591,802)</u>	<u>\$ 182,455,719</u>

Depreciation and amortization expense was charged to functions/programs as follows:

<u>Governmental Activities</u>	
Executive and Administration	\$ 36,364
Public Safety	1,420,462
Recreation	134,411
Public Libraries	225,658
Social Services	56,903
Planning and Economic Development	197,028
Public Works	2,728,295
Education	<u>2,447,298</u>
Total Governmental Activities Depreciation and Amortization Expense	<u>\$ 7,246,419</u>
 <u>Business-Type Activities</u>	
Water	\$ 505,467
Sewer	6,670,022
Total Business-Type Activities Depreciation Expense	<u>\$ 7,175,489</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 9 LONG-TERM LIABILITIES

A. Long-Term Liabilities

Long-term liability activity for the governmental activities for the year ended June 30, 2023 was as follows:

	Balance June 30, 2022	Additions	Reductions	Balance June 30, 2023	Amounts Due Within One Year
<u>Governmental Activities</u>					
Long-Term Debt:					
Bonds and Notes Payable	\$ 83,621,163	\$ -	\$ (6,887,668)	\$ 76,733,495	\$ 6,394,449
Plus: Unamortized Premium	5,435,520	-	(642,050)	4,793,470	548,958
Total Long-Term Debt	<u>89,056,683</u>	<u>-</u>	<u>(7,529,718)</u>	<u>81,526,965</u>	<u>6,943,407</u>
Other Long-Term Liabilities:					
Compensated Absences	12,637,720	3,300,594	(51,174)	15,887,140	3,177,428
Accrued Retroactive Payroll	933,947	-	(215,451)	718,496	-
Leases Payable	-	6,558,624	(207,046)	6,351,578	293,638
Total Other Long-Term Liabilities	<u>13,571,667</u>	<u>9,859,218</u>	<u>(473,671)</u>	<u>22,957,214</u>	<u>3,471,066</u>
Governmental Activities Long-Term Liabilities	<u>\$ 102,628,350</u>	<u>\$ 9,859,218</u>	<u>\$ (8,003,389)</u>	<u>\$ 104,484,179</u>	<u>\$ 10,414,473</u>
<u>Business-Type Activities</u>					
Long-Term Debt:					
Bonds and Notes Payable	\$ 57,997,899	\$ 20,004,314	\$ (8,968,032)	\$ 69,034,181	\$ 6,412,518
Unamortized Premium	320,017	-	(52,017)	268,000	40,788
Total Long-Term Debt	<u>58,317,916</u>	<u>20,004,314</u>	<u>(9,020,049)</u>	<u>69,302,181</u>	<u>6,453,306</u>
Other Long-Term Liabilities:					
Compensated Absences	<u>336,759</u>	<u>34,004</u>	<u>-</u>	<u>370,763</u>	<u>-</u>
Business-Type Activities Long-Term Liabilities	<u>\$ 58,654,675</u>	<u>\$ 20,038,318</u>	<u>\$ (9,020,049)</u>	<u>\$ 69,672,944</u>	<u>\$ 6,453,306</u>

Payments on the bonds and capital leases payable that pertain to the City's Governmental Activities are made by the General Fund. The compensated absences liability attributable to the Governmental Activities will be liquidated by the City's General Fund and School Unrestricted Fund. The accrued retroactive payroll will be paid by the School Unrestricted Fund.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

B. Schedule of Bonds and Notes Payable

	Date of Issue	Interest Rate (%)	Maturity Date	Authorized and Issued	Outstanding Principal June 30, 2022	New Issues	Less Maturities During the Year	Outstanding Principal June 30, 2023
Governmental Funds								
Bonds and Notes Payable:								
Public Offerings:								
School - Refunding	8/12/2015	1.5/4.0	8/1/2025	\$ 7,082,260	\$ 2,357,282	\$ -	\$ 791,214	\$ 1,566,068
Highway/Drainage - Refunding	8/12/2015	1.5/4.0	8/1/2025	1,114,164	370,843	-	124,472	246,371
City Buildings	8/1/2015	2.0/4.5	8/1/2035	3,455,000	2,644,490	-	149,388	2,495,102
Recreation Refunding	8/12/2015	1.5/4.0	8/1/2025	1,474,090	490,641	-	164,682	325,959
Public Safety	8/12/2015	1.5/4.0	8/1/2025	3,916,764	1,303,669	-	437,572	866,097
Fire Station	8/12/2015	2.0/4.5	8/1/2035	1,980,000	1,515,513	-	85,612	1,429,901
Total Public Offerings				19,022,278	8,682,438	-	1,752,940	6,929,498
Direct Borrowings and Placements:								
School - RIHEBC	6/15/2010	5.75	4/1/2027	3,908,000	3,908,000	-	-	3,908,000
School - RIHEBC	11/15/2010	6.29	4/1/2027	4,212,000	4,212,000	-	-	4,212,000
School - RIHEBC	6/15/2013	3.52	5/15/2033	4,295,000	2,360,000	-	215,000	2,145,000
School - RIHEBC	8/6/2014	3.63	5/5/2034	3,370,000	2,250,000	-	155,000	2,095,000
School - RIHEBC	8/17/2016	3.72	5/15/2036	4,755,000	3,695,000	-	205,000	3,490,000
School - RIHEBC	10/16/2017	3.72	4/16/2032	4,460,000	3,320,000	-	280,000	3,040,000
School - RIHEBC	9/24/2019	3.0/4.0	5/15/2039	5,445,000	5,235,000	-	215,000	5,020,000
Municipal Road and Bridge Loan	7/17/2014	0.76/3.30	9/1/2034	1,600,000	1,126,000	-	73,000	1,053,000
Municipal Road and Bridge Loan	4/22/2020	0.89/1.44	9/1/2029	10,000,000	8,108,000	-	964,000	7,144,000
School - RIHEBC	8/4/2020	2.0/4.0	5/15/2040	6,400,000	6,160,000	-	245,000	5,915,000
Efficient Buildings - RIIB	10/29/2020	.23/1.06	9/1/2030	3,200,000	2,886,000	-	315,000	2,571,000
Direct Financing	10/22/2015	12.00	10/22/2025	2,642,502	1,121,337	-	271,738	849,599
Direct Financing	6/7/2018	7.67	6/7/2023	321,207	68,931	-	-	68,931
Direct Financing	2/25/2020	2.63	2/25/2025	2,303,074	1,111,699	-	589,991	521,708
Direct Financing	10/14/2021	3.00	10/14/2028	6,500,000	5,546,758	-	902,068	4,644,690
School - RIHEBC	3/9/2022	3.00/5.00	5/15/4041	23,830,000	23,830,000	-	635,000	23,195,000
Total Direct Borrowings and Placements				87,241,783	74,938,725	-	5,134,728	69,803,997
Total Governmental Funds Bonds and Notes Payable				\$ 106,264,061	\$ 83,621,163	\$ -	\$ 6,887,668	\$ 76,733,495
Enterprise Funds								
Sewer:								
Bonds and Notes Payable:								
Public Offerings:								
Sewer - Refunding	8/12/2015	1.5/4.0	8/1/2025	10,222,722	3,402,565	-	1,142,060	2,260,505
Total Public Offerings				10,222,722	3,402,565	-	1,142,060	2,260,505
Direct Borrowings and Placements:								
Sewer - RIIB Loan	4/25/2002	1.25	9/1/2022	12,000,000	782,577	-	782,577	-
Sewer - RIIB Loan	10/24/2002	1.00	9/1/2022	20,000,000	1,303,275	-	1,303,275	-
Sewer - RIIB Loan	11/13/2003	1.34	9/1/2024	20,000,000	3,514,000	-	1,147,000	2,367,000
Sewer - RIIB Loan	12/30/2004	1.40	9/1/2025	20,000,000	4,610,000	-	1,118,000	3,492,000
Sewer - RIIB Loan	12/15/2005	1.41	9/1/2026	5,000,000	1,250,000	-	250,000	1,000,000
Sewer - RIIB Loan	12/21/2006	1.27	9/1/2027	9,500,000	2,850,000	-	475,000	2,375,000
Sewer - RIIB Loan	12/12/2007	1.69/2.15	9/1/2028	6,942,000	2,431,000	-	347,000	2,084,000
Sewer - RIIB Loan	10/6/2009	1.26/3.35	9/1/2029	1,169,026	471,582	-	58,120	413,462
Sewer - RIIB Loan	3/6/2014	2.71	9/1/2034	7,000,000	4,957,000	-	314,000	4,643,000
Sewer - RIIB Loan	7/30/2015	0.69/2.89	9/1/2034	10,574,900	7,739,900	-	501,000	7,238,900
Sewer - RIIB Loan	6/2/2016	0.37/2.41	9/1/2035	8,000,000	6,176,000	-	380,000	5,796,000
Sewer - RIIB Loan	4/13/2017	0.71/2.57	9/1/2036	3,730,000	3,073,000	-	171,000	2,902,000
Sewer RIIB Conduit	4/30/2008	4.85	3/1/2028	4,000,000	1,610,000	-	240,000	1,370,000
Sewer RIIB Conduit	6/28/2012	3.29	9/1/2022	2,400,000	275,000	-	-	275,000
Sewer RIIB Conduit	3/31/2015	1.95	9/1/2034	3,500,000	2,552,000	-	168,000	2,384,000
Sewer - RIIB Loan	12/29/2021	0.15/2.32	9/1/2051	11,000,000	11,000,000	-	296,000	10,704,000
Sewer - RIIB Loan	6/13/2023	2.13/3.27	9/1/2052	20,004,314	-	20,004,314	-	20,004,314
Total Direct Borrowings and Placements				164,820,240	54,595,334	20,004,314	7,825,972	66,773,676
Total Enterprise Funds Bonds and Notes Payable				\$ 175,042,962	\$ 57,997,899	\$ 20,004,314	\$ 8,968,032	\$ 69,034,181

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

C. Debt Maturity

Debt service requirements at June 30, 2023 were as follows:

Years Ending June 30,	Public Offerings			
	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 1,375,602	\$ 221,437	\$ 854,398	\$ 60,156
2025	1,425,549	177,003	884,452	32,029
2026	948,344	137,256	521,655	7,825
2027	265,000	119,055	-	-
2028	275,000	108,893	-	-
2029-2033	1,555,000	350,766	-	-
2034-2036	1,085,003	59,903	-	-
Total	<u>\$ 6,929,498</u>	<u>\$ 1,174,313</u>	<u>\$ 2,260,505</u>	<u>\$ 100,010</u>

Years Ending June 30,	Direct Borrowings and Placements			
	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 5,018,847	\$ 2,470,470	\$ 5,558,120	\$ 1,132,426
2025	5,133,155	2,338,411	6,105,121	1,589,544
2026	5,002,900	2,200,982	5,002,121	1,489,388
2027	12,961,952	2,063,230	3,881,121	1,390,333
2028	4,956,143	1,440,136	3,709,121	1,303,658
2029-2033	17,721,000	5,083,409	14,174,856	5,319,853
2034-2038	12,650,000	2,207,285	9,926,900	3,446,083
2039-2043	6,360,000	354,288	5,362,000	2,532,599
2044-2048	-	-	6,249,000	1,627,302
2049-2053	-	-	6,805,316	549,842
Total	<u>\$ 69,803,997</u>	<u>\$ 18,158,211</u>	<u>\$ 66,773,676</u>	<u>\$ 20,381,028</u>

The City has entered into numerous loan agreements with the Rhode Island Infrastructure Bank, formerly known as Rhode Island Clean Water Finance Agency. The loan proceeds are to be used by the City for the extension and upgrade of the City's sewer system. The Bank advances loan proceeds to the City periodically to reimburse the City for capital costs incurred on the projects.

The loan proceeds are to be used by the City for the extension and upgrade of the sewer system. The Bank pays project invoices certified by the City directly to the contractors or reimburses the City for costs incurred on the projects. As of June 30, 2023, loans payable of \$66,773,676 are reflected in the Sewer Fund. A due from the Rhode Island Infrastructure Bank of \$26,687,452 is shown for that portion of the loans, which has not been advanced as of June 30, 2023. The City is responsible to draw down and to repay the full amount of the loan.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

C. Debt Maturity (Continued)

School RIHEBC Bonds

The proceeds from the bonds were used to finance the acquisition, construction, furnishing, and equipping of schools and school facilities, including but not limited to various school renovation projects, and to pay the costs of issuance. The \$3,908,000 bond and \$4,212,000 bond require sinking fund deposits to be held on deposit by the trustee and will be paid to the bondholders in full May 2027 for both bonds. While these sinking fund deposits do not allow the City to present these payments as retirements of the respective debt, the City has effectively accumulated \$6,090,000 (excluding interest) to retire the debts in 2027. These restricted funds are shown as restricted fund balance within the debt service fund.

The future sinking fund deposits required to amortize the 2010 Revenue Bonds of \$3,908,000 and \$4,212,000 are as follows:

<u>Year Ended June 30,</u>	<u>\$3,908,000 Revenue Bond</u>	
	<u>Required Sinking Fund Deposits Principal</u>	<u>Actual Sinking Fund Deposits</u>
2012	\$ 244,250	\$ 244,250
2013	244,250	244,250
2014	244,250	244,250
2015	244,250	244,250
2016	244,250	244,250
2017	244,250	244,250
2018	244,250	244,250
2019	244,250	244,250
2020	244,250	244,250
2021	244,250	244,250
2022	244,250	244,250
2023	244,250	244,250
2024	244,250	-
2025	244,250	-
2026	244,250	-
2027	244,250	-
Total	\$ 3,908,000	\$ 2,931,000

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

C. Debt Maturity (Continued)

<u>Year Ended June 30,</u>	<u>\$4,212,000 Revenue Bond</u>	
	Required	Actual
	Sinking Fund Deposits Principal	Sinking Fund Deposits
2012	\$ 263,250	\$ 263,250
2013	263,250	263,250
2014	263,250	263,250
2015	263,250	263,250
2016	263,250	263,250
2017	263,250	263,250
2018	263,250	263,250
2019	263,250	263,250
2020	263,250	263,250
2021	263,250	263,250
2022	263,250	263,250
2023	263,250	263,250
2024	263,250	-
2025	263,250	-
2026	263,250	-
2027	263,250	-
Total	<u>\$ 4,212,000</u>	<u>\$ 3,159,000</u>

D. Bonds Authorized but Unissued

The following table sets forth amounts, purposes and statutorily authorized, but unissued general obligation debt of the City.

<u>Purpose</u>	<u>Statutory Authorization</u>	<u>Authorized but Unissued Debt</u>
New High Schools	LC006106-S3008 2022	\$ 350,000,000
School Renovations	LC005413-S2865 2020	56,000,000
Mickey Stevens Sports Complex	P.L. Ch. 385-2006	7,000,000
Building Repairs	P.L. Ch. 426/527-2006	5,500,000
Parks and Recreation	P.L. Ch. 74/147-2006	3,500,000
Drainage	P.L. Ch. 78-2002	3,000,000
Open Space	P.L. Ch. 125/479-2006	2,000,000
Recreation	P.L. Ch. 77-2000	500,000
Sewer Improvements	P.L. Ch. 223-1994	417,677
Open Space	P.L. Ch. 77-2000	175,000
Total		<u>\$ 428,092,677</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 INTERFUND RECEIVABLES AND PAYABLES

Interfund balances represent short-term advances from one fund (primarily the General Fund) to another fund. The advances may represent balances resulting from operating advances or reimbursement for expenditures paid by one fund or may simply be the result of pooling financial resources to maximize income. The composition of interfund balances at June 30, 2023 is as follows:

	Due From Other Funds	Due To Other Funds
General Fund	\$ 12,932,105	\$ 40,589,016
School Unrestricted Fund	22,539,705	7,236,226
ARPA Fund	23,419,158	-
Nonmajor Governmental Funds	8,526,607	24,298,023
Sewer Fund	-	2,875,977
Water Fund	-	1,197,626
Internal Service Fund	8,779,293	-
Total	<u>\$ 76,196,868</u>	<u>\$ 76,196,868</u>

NOTE 11 FUND BALANCES

As of June 30, 2023, fund balances are composed of the following:

Fund Balances	General	School Unrestricted Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:					
Prepaid Expenses and Other Assets	\$ 1,419,693	\$ -	\$ -	\$ 176,703	\$ 1,596,396
Restricted:					
CDBG Programs	-	-	-	44,795	44,795
Drug-Related Property Seizure	-	-	-	199,569	199,569
Open Space Acquisition	-	-	-	494,121	494,121
Library Operations	-	-	-	187,848	187,848
Pilgrim Senior Center	-	-	-	22,388	22,388
Sewer Connections Assistance	-	-	-	51,565	51,565
Tourism	-	-	-	163,389	163,389
Emergency Operations FEMA	-	-	-	128,657	128,657
Waterfront Safety	-	-	-	263,210	263,210
Maintenance of Historical Records	-	-	-	1,074,874	1,074,874
Opioid Operations	-	-	-	863,926	863,926
Public Safety	-	-	-	106,489	106,489
Employee Benefit Trust	-	-	-	153,883	153,883
Treasurer's Agent	-	-	-	296,768	296,768
Neighbors Helping Neighbors	-	-	-	12,179	12,179
Education	-	-	-	2,063,331	2,063,331
Open Space Acquisition	-	-	-	367,582	367,582
School Capital Improvements	-	-	-	13,835	13,835
Road and Bridge Improvements	-	-	-	2,733,202	2,733,202
Municipal Building Improvements	-	-	-	86,668	86,668
Other Capital	-	-	-	1,207,696	1,207,696
Debt Service	-	-	-	6,408,098	6,408,098
Assigned:					
Executive and Administrative	138,456	-	-	-	138,456
Public Safety	18,700	-	-	-	18,700
Planning	865,651	-	-	-	865,651
Public Works	51,802	-	-	-	51,802
Education	-	712,864	-	-	712,864
Unassigned	30,368,481	-	-	(2,633,783)	27,734,698
Total Fund Balances	<u>\$ 32,862,783</u>	<u>\$ 712,864</u>	<u>\$ -</u>	<u>\$ 14,486,993</u>	<u>\$ 48,062,640</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 12 INTERFUND TRANSFERS

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all costs with revenue generated by the fund. The composition of interfund transfers for the year ended June 30, 2023 is as follows:

	Transfers In	Transfers Out
Major Funds:		
General Fund	\$ 490,586	\$ 135,902,714
School Unrestricted Fund	135,038,329	-
Nonmajor Funds:		
Special Revenue Funds	338,186	490,586
Debt Service Fund	507,500	-
Capital Project Funds	18,699	-
Total	\$ 136,393,300	\$ 136,393,300

NOTE 13 DEFINED BENEFIT PENSION PLANS

A. City Employees' Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The City Employees' Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

The City Employees' Pension Plan covers all City employees not covered by other plans. Nonelected employees are eligible to participate after six months of employment. Elected officials are eligible on the date they assume their elected position. The City Employees' Pension Plan is a single employer defined benefit pension plan that was established in 1965. The City does not issue a separate publicly available financial report.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Plan Description (Continued)

As of July 1, 2022, employee membership data related to the pension plan was as follows:

Active Plan Members	349
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	452
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	53
Total	854

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

Benefit Provisions

Members in the plan who have attained age 65 and have reached their fifth anniversary of participation may retire. The normal monthly retirement benefit is equal to 2.5% of their final average monthly compensation multiplied by years of creditable service. Final average monthly compensation is one-twelfth of the average of the highest three consecutive years of base compensation. However, no elected member will receive less than one-twelfth of the sum of \$1,500 plus \$200 multiplied by years of creditable service; the sum not to exceed \$5,500. Effective September 1, 1994, the plan compensation is equal to the sum of base compensation and longevity pay. Eligibility for early retirement is after age 55 with at least 10 years of creditable service or any member whose age plus service totals 80 or more. Effective for new hires after July 1, 2012, the eligibility requirement changes to the attainment of age 59 with 25 years of service, or age 65 if vested. Additionally, the monthly retirement benefit decreases to 2% of final average monthly compensation multiplied by years of creditable service. Benefits will be calculated based upon the average of the last three years of service. Effective September 1, 1994, an elected official is eligible upon the attainment of age 55 with at least six years of service. The retirement benefit for early retirement is determined under the normal retirement formula above reduced for commencement prior to age 65. The reduction is equal to 0.5% per month for the first 60 months prior to age 65 plus 0.33% per month in excess of 60. If the sum of the retired member's years of age plus service is at least equal to 80, there is no reduction for early commencement. The provision for late retirement is continued employment beyond normal retirement. The retirement benefit for late retirement is the same as the normal retirement benefit formula determined as of the member's actual retirement date.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Benefit Provisions (Continued)

Upon termination of employment, a nonelected member is eligible for a benefit deferred to retirement age after 10 years of creditable service. An elected member is eligible after six years of creditable service. The benefit is the same as early retirement. For all members except elected officials, the benefit amount determined under the normal retirement formula is increased by 3% per year between termination and retirement. In lieu of receiving retirement benefits, a member may receive a lump-sum payment of his or her accumulated contributions with interest at any time prior to the commencement of retirement benefits.

A nonelected member who leaves employment prior to completing 10 years of creditable service or an elected member who leaves prior to completing six years of creditable service will receive a lump-sum payment of his or her accumulated contributions with interest.

A nonelected member who has completed 10 years of creditable service or an elected member who has completed six years of creditable service, and who is totally disabled as determined by the City's medical board is eligible for disability retirement. The disability retirement benefit formula is the same as normal retirement but reduced by worker's compensation payments.

Any married nonelected member with 10 years creditable service or any married elected member with six years of creditable service who dies while still employed after age 50 is eligible for pre-retirement death benefits. The benefit is the same as vested deferred or early retirement with reduction for each month by which benefit commencement precedes age 65 and further reduced to reflect the optional form of payment which provides payments at the same rate to the surviving spouse. A member's surviving spouse may elect to receive a lump-sum payment equal to the member's accumulated contributions with interest in lieu of the annuity described above.

Any terminated member with a deferred vested benefit or an active member not eligible for the surviving spouse's annuity described above is eligible for death benefits before retirement benefits equal to one lump-sum pay of the member's accumulated contributions with interest.

Effective September 1, 1994, a member may, in lieu of receiving one half of his or her accumulated sick pay in cash at termination or retirement, receive a pension service credit for unused sick pay (six-month maximum).

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Contributions

The City's annual contribution to the plan is based upon an actuarially determined amount recommended by an independent actuary. During fiscal 2023, this contribution amounted to \$8,075,809. In addition, the nonelected plan members contribute 8.5% of their annual base compensation and longevity compensation. Elected plan members contribute 8.5% of their annual base compensation plus \$20.00 per month. Administrative costs are included in the actuarial valuation as part of the normal cost and financed through contributions.

Investments

Investment Policy

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

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

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	26.50 %	1.25 - 3.70%
Large Cap Equity	28.00	4.73
Small/Mid Cap Equity	12.00	5.78
International Equity	28.50	6.03 - 8.04
Inflation Protection	5.00	3.50
Total	<u>100.00 %</u>	<u>4.53 %</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Rate of Return

For the year ended June 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.4%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The City's net pension liability was measured as of June 30, 2023. The components of the net pension liability of the City at June 30, 2023 were as follows:

Total Pension Liability	\$ 206,758,899
Plan Fiduciary Net Position	<u>158,837,578</u>
City's Net Pension Liability	<u><u>\$ 47,921,321</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u><u>76.82%</u></u>

Actuarial Assumptions

The following actuarial assumptions were used in the actuarial valuation dated July 1, 2022 and were rolled forward to the measurement date of June 30, 2023.

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.00% to 7.00% including inflation
Investment Rate of Return	6.90%
Mortality Rates	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16 (Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan' fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Measurement of the Net Pension Liability (Continued)

Discount Rate (Continued)

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2022	\$ 204,363,004	\$ 146,082,306	\$ 58,280,698
Service Cost	3,307,094	-	3,307,094
Interest	13,746,813	-	13,746,813
Differences Between Expected and Actual Experience	(909,095)	-	(909,095)
Contributions - Employer	-	8,075,809	(8,075,809)
Contributions - Employee	-	2,094,493	(2,094,493)
Net Investment Income	-	16,390,333	(16,390,333)
Benefit Payments, Including Refunds of Contributions	(13,748,917)	(13,748,917)	-
Administrative Expense	-	(56,446)	56,446
Balance - June 30, 2023	<u>\$ 206,758,899</u>	<u>\$ 158,837,578</u>	<u>\$ 47,921,321</u>

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

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
City Employees' Pension Plan	<u>\$ 70,982,991</u>	<u>\$ 47,921,321</u>	<u>\$ 28,480,375</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

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

For the year ended June 30, 2023, the City Employee Pension Plan recognized pension expense of \$9,409,609. As of June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 2,617,385	\$ 709,044
Changes of Assumptions	759,372	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	5,143,683	-
Total	\$ 8,520,440	\$ 709,044

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

<u>Year Ending June 30,</u>	Net Deferred Outflows (Inflows) of Resources
2024	\$ 2,930,222
2025	150,527
2026	6,017,232
2027	(1,286,585)
Total	\$ 7,811,396

B. Police I and Fire Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Police I and Fire Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

Plan Description

The City of Warwick’s Police I and Fire Pension Plan covers all City Police Officers that were appointed before February 1, 1971, and all permanent members of the City’s Fire Department appointed before May 29, 1992. The plan is closed to new members. The Police I and Fire Pension Plan is a single employer defined benefit pension plan that was established in 1953. The City does not issue a separate publicly available financial report.

As of July 1, 2022, employee membership date related to the pension plan was as follows:

Active Plan Members	2
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	394
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	1
Total	397

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

Benefit Provisions – Police Officers

Benefits provided to remaining active police officers are in accordance with the City’s Code of Ordinances. Retirement, death, and disability benefits payable to retired members and beneficiaries are indexed in accordance with the base salary increases provided to active members of the police force.

Benefit Provisions – Firefighters

Participating firefighters in the plan who have completed 20 years of service may retire. The normal annual retirement benefit is equal to 50% of highest annual salary plus 1% of salary for each year of service in excess of 20 years (maximum 10). For pension purposes, annual salary includes regular, longevity and holiday pay.

Any firefighter retiring after July 23, 1996 may also irrevocably elect to have his or her pension calculated under the City’s Fire II Pension Plan. The Fire II benefit formula is 50% of the final year’s compensation. Plus 2% for each year of service from 20 to 25 years, plus 3% for each year of service from 25 to 30 years with a fixed compounded cost of living adjustment.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

A participant who is unable to perform active duty as a firefighter, which the Board of Public Safety finds to be permanently incapacitating, is eligible to receive disability retirement benefits. The service-related disability retirement benefit for disabilities involving heart, lung, cancer, or other social security disabilities is 66.67% of the highest annual salary, reduced for each dollar of earned income in excess of the salary the member would earn as an active employee, to a minimum of 50% of annual salary. The other service-related and nonservice-related benefit is 50% of annual salary.

A member is eligible for a return of contributions without interest for terminations prior to the completion of 10 years of service. For termination after the completion of 10 years of service, but prior to eligibility for retirement, the employee is eligible for a deferred benefit equal to 2.5% of annual salary at termination, multiplied by the number of full years of service, payable on the 20th anniversary of employment.

The Plan provides death benefits to a participant's spouse and dependents if the participant dies while actively employed. Per City Ordinance, the service-related death benefit is 50% of the deceased member's average salary, payable to the surviving spouse until death or earlier remarriage. However, it must be noted that Rhode Island State Law, Chapter 45-21-4, raises the percentage to 67.5%. For nonservice-related death, the annual benefit is 30% of the deceased member's highest annual salary, payable to the surviving spouse until death or remarriage. The benefit for surviving children is 10% of the deceased member's highest annual salary, payable to each surviving child until age 18 (or for life if such child becomes permanently disabled prior to the member's death). The maximum family death benefit for service-related death is 75% of the deceased member's highest annual salary and for nonservice-related deaths 50% of the highest annual salary.

A lump-sum payment equal to the member's accumulated contributions without interest shall be paid to the estate of any active member who dies with no surviving spouse or children.

Benefits provided to remaining active police officers and firefighters are in accordance with the proposed restatement of Section 15-19 of the City's Code of Ordinances. Retirement, death, and disability benefits payable to retired members and beneficiaries are indexed in accordance with the base salary increases provided to active members of the police force.

Funding Policy

Active plan members contribute 7% of their covered earnings (regular, holiday and longevity). In addition, the City is required to contribute an actuarially determined amount each year, calculated in accordance with its pension ordinances. The statutory contribution level includes a 40-year amortization of the unfunded actuarial liability as a level percentage of payroll. During fiscal 2023, this contribution amounted to \$20,595,957. Administrative costs are netted against investment return in the actuarial valuation.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

Investments

Investment Policy

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

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

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	26.50 %	1.25 - 3.70%
Large Cap Equity	28.00	4.73
Small/Mid Cap Equity	12.00	5.78
International Equity	28.50	6.03 - 8.04
Inflation Protection	5.00	3.50
Total	<u>100.00 %</u>	<u>4.53 %</u>

Rate of Return

For the year ended June 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.2%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

Net Pension Liability

The components of the net pension liability of the City at June 30, 2023 were as follows:

Total Pension Liability	\$ 300,855,970
Plan Fiduciary Net Position	69,958,024
City's Net Pension Liability	<u>\$ 230,897,946</u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 <u>23.3%</u>

Actuarial Assumptions

The following actuarial assumptions were used in the July 1, 2022 valuation and rolled forward to the measurement date of June 30, 2023.

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.50% to 13.50% including inflation
Investment Rate of Return	6.90%
Mortality Rates	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16 (Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

Measurement of the Net Pension Liability (Continued)

Discount Rate (Continued)

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2022	\$ 302,246,642	\$ 66,418,366	\$ 235,828,276
Service Cost	82,610	-	82,610
Interest	20,035,361	-	20,035,361
Differences Between Expected and Actual Experience	2,735,131	-	2,735,131
Contributions - Employer	-	20,595,957	(20,595,957)
Contributions - Employee	-	27,642	(27,642)
Net Investment Income	-	7,194,290	(7,194,290)
Benefit Payments, Including Refunds of Contributions	(24,243,774)	(24,243,774)	-
Administrative Expense	-	(34,457)	34,457
Balance - June 30, 2023	<u>\$ 300,855,970</u>	<u>\$ 69,958,024</u>	<u>\$ 230,897,946</u>

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

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Police I and Fire Pension Plan	<u>\$ 260,976,827</u>	<u>\$ 230,897,946</u>	<u>\$ 205,438,583</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

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

For the year ended June 30, 2023, the Police I and Fire Pension Plan recognized pension expense of \$19,580,942. As of June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual Earning on Pension Plan Investments	\$ 3,002,327	\$ -
Total	\$ 3,002,327	\$ -

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

Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2024	\$ 746,943
2025	(101,257)
2026	2,903,631
2027	(546,990)
Total	\$ 3,002,327

C. Police II Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Police II Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

Plan Description

The City of Warwick, Rhode Island’s Police II Pension Plan covers all City Police Officers that were appointed after February 1, 1971. The Police Pension II Plan is a single-employer defined benefit pension plan that was established in 1971. The City does not issue a separate publicly available financial report.

As of July 1, 2022, employee membership data related to the pension plan was as follows:

Active Plan Members	167
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	236
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	2
Total	405

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

Benefit Provisions

Members in the plan who have completed 20 years of service may retire. The normal annual retirement benefit is equal to 50% of annual salary at retirement plus incremental increases of 2% per year between the 20th and 25th years, and annual increases of 3% between the 26th and 30th years. For pension purposes, annual salary includes regular, longevity and holiday pay.

Effective for new hires after July 1, 2012, the eligibility requirement increases to 25 years of service. Additionally, the retirement benefit will now be calculated at a rate of 50% of the average salary from the last three years of service, plus an additional 2% for every year of service from year 10 to retirement. The maximum pension benefit decreases from 75% after 30 years to 70% after 30 years.

A member who is unable to perform active as a result of disability, which the Board of Public Safety finds to be permanently incapacitating, is eligible to receive disability retirement benefits. The service-related disability retirement benefit is 66.67% of the highest annual salary, reduced for each dollar of earned income in excess of the salary the member would earn as an active employee, to a minimum of 50% of annual salary. The nonservice-related benefit is 50% of annual salary.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

Benefit Provisions (Continued)

A member who leaves employment prior to completing 10 years of service will receive a lump-sum payment of accumulated contributions without interest. For termination after the completion of 10 years of service, but prior to eligibility for retirement, the employee is eligible for a deferred benefit equal to 2.5% of annual salary at termination, multiplied by the number of full years of service, payable on the 20th anniversary of employment.

The Plan provides death benefits to a participant's spouse and dependents if the participant dies while actively employed. Per City Ordinance, the service-related death benefit is 50% of the deceased member's average salary, payable to the surviving spouse until death or earlier remarriage. However, it must be noted that Rhode Island State Law, Chapter 45-21-4, raises the percentage to 67.5%. For nonservice-related death, the annual benefit is 30% of the deceased member's highest annual salary, payable to the surviving spouse until death or remarriage. The benefit for surviving children is 10% of the deceased member's highest annual salary, payable to each surviving child until age 18 (or for life if such child becomes permanently disabled prior to the member's death). The maximum family death benefit for service-related death is 75% of the deceased member's highest annual salary and for nonservice-related deaths 50% of the highest annual salary.

A lump-sum payment equal to the member's accumulated contributions without interest shall be paid to the estate of any active member who dies with no surviving spouse or children.

Funding Policy

Active plan members contribute a percentage of their covered earnings (regular, holiday, and longevity) equal to $\frac{1}{3}$ of the actuarially determined contribution rate. The City is required to contribute $\frac{2}{3}$ of the actuarially determined contribution rate. For fiscal year 2023, employees were required to contribute 18.73% and the City was required to contribute 37.47% of covered earnings, which amounted to \$5,647,942. The statutory contribution level includes a 20, 25, and 30-year amortization of the unfunded actuarial liability as a level percentage of payroll. Administrative costs are netted against investment return in the actuarial valuation.

Investments

Investment Policy

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

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

Investments (Continued)

Investment Policy (Continued)

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

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	26.50 %	1.25 - 3.70%
Large Cap Equity	28.00	4.73
Small/Mid Cap Equity	12.00	5.78
International Equity	28.50	6.03 - 8.04
Inflation Protection	5.00	3.50
Total	<u>100.00 %</u>	<u>4.53 %</u>

Rate of Return

For the year ended June 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.4%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the City at June 30, 2023 were as follows:

Total Pension Liability	\$ 307,531,387
Plan Fiduciary Net Position	<u>239,754,381</u>
City's Net Pension Liability	<u>\$ 67,777,006</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u>78.0%</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

Actuarial Assumptions

The following actuarial assumptions, used in the valuation dated July 1, 2022, and rolled forward to the measurement date of June 30, 2023.

Actuarial Cost Method	Entry Age Normal Actuarial Cost Method
Salary Increases	2.50%
Investment Rate of Return	3.50% to 13.50% including inflation
Mortality Rates	6.90%
	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16
	(Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

Measurement of the Net Pension Liability (Continued)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2022	\$ 301,221,371	\$ 221,035,911	\$ 80,185,460
Service Cost	4,321,149	-	4,321,149
Interest	20,439,080	-	20,439,080
Differences Between Expected and Actual Experience	(3,953,708)	-	(3,953,708)
Contributions - Employer	-	5,647,942	(5,647,942)
Contributions - Employee	-	2,902,070	(2,902,070)
Net Investment Income	-	24,734,785	(24,734,785)
Benefit Payments, Including Refunds of Contributions	(14,496,505)	(14,496,505)	-
Administrative Expense	-	(69,822)	69,822
Balance - June 30, 2023	<u>\$ 307,531,387</u>	<u>\$ 239,754,381</u>	<u>\$ 67,777,006</u>

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

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
	Police Pension Plan II	<u>\$ 112,345,393</u>	<u>\$ 67,777,006</u>

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

For the year ended June 30, 2023, the Police II Pension Plan recognized pension expense of \$12,509,595. As of June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 4,567,702	\$ 3,279,059
Changes of Assumptions	4,252,059	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	9,331,496	-
Total	<u>\$ 18,151,257</u>	<u>\$ 3,279,059</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

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

<u>Year Ending June 30,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2024	\$ 4,409,302
2025	1,939,942
2026	11,011,071
2027	(1,907,654)
2028	(580,463)
Total	\$ 14,872,198

D. Fire II Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Fire II Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

The City of Warwick's Fire Pension II Plan covers all City firefighters who were appointed after May 29, 1992. The Fire Pension II Plan is a single employer defined benefit pension plan that was established in 1992. The City does not issue a separate, publicly available report.

As of July 1, 2022, employee membership data related to the pension plan was as follows:

Active Plan Members	192
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	42
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	1
Total	235

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Benefit Provisions

A member who has completed 20 years of service may retire. Such member shall receive an annual benefit equal to 50% of their last year's salary, plus 2% of their average salary for each of service from 20-25, plus 3% for each year of service from 25-30. For pension purposes, annual salary includes regular, holiday and longevity pay.

Effective for new hires after July 1, 2012, the eligibility requirement increases to 25 years of service. Additionally, the retirement benefit will now be calculated at a rate of 50% of the average salary from the last three years of service, plus an additional 2% for every year of service from year 10 to retirement. The maximum pension benefit decreases from 75% after 30 years to 70% after 30 years. Currently, this new benefit provision is being contested by the Local 2748 International Association of Firefighters AFL-CIO.

A member who is unable to perform active duty as a result of disability, which the Board of Public Safety finds to be permanently incapacitating, is eligible to receive disability retirement benefits. The annual benefit for a service-related disability involving any heart, lung, cancer or other social security disability is 66.67% of the member's average salary, reduced for each dollar of earned income in excess of the salary the member would earn as an active employee, to a minimum of 50% of salary. The benefit for other service-related and nonservice-related disabilities is 50% of the member's average salary.

The Plan provides death benefits to a participant's spouse and dependents if the participant dies while actively employed. Per City Ordinance, the service-related death benefit is 50% of the deceased member's average salary, payable to the surviving spouse until death or earlier remarriage. However, it must be noted that Rhode Island State Law, Chapter 45-21-4, raises the percentage to 67.5%. For nonservice-related death, the annual benefit is 30% of the deceased member's highest annual salary, payable to the surviving spouse until death or remarriage. The benefit for surviving children is 10% of the deceased member's highest annual salary, payable to each surviving child until age 18 (or for life if such child becomes permanently disabled prior to the member's death). The maximum family death benefit for service-related death is 75% of the deceased member's highest annual salary and for nonservice-related deaths 50% of the highest annual salary.

A lump-sum payment equal to the member's accumulated contributions without interest shall be paid to the estate of any active member who dies with no surviving spouse or children.

Any member who terminates employment with 10 years or more of creditable service, but less than 20 years of creditable service, shall receive an annual benefit commencing at normal retirement age equal to 2.5% of average salary multiplied by full years of service at termination.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Benefit Provisions (Continued)

Any member who terminates employment prior to the completion of 10 years of creditable service will receive a lump-sum payment of his or her accumulated contributions without interest.

Funding Policy

Active plan members contribute a percentage of their covered earnings (regular, holiday and longevity) equal to $\frac{1}{3}$ of the actuarially determined contribution rate. The City is required to contribute $\frac{2}{3}$ of the actuarially determined contribution rate. Administrative costs are netted against investment return in the actuarial valuation. For fiscal year 2023, employees were required to contribute 14.34% and the City was required to contribute 28.69% of covered earnings which amounted to \$5,195,709.

Investments

Investment Policy

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

The long-term rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of future rates of return are developed for each major asset class. These ranges are combined to produce the expected long-term rate of return by weighing the expected future rates of return by the target asset allocation percentage plus expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	26.50 %	1.25 - 3.70%
Large Cap Equity	28.00	4.73
Small/Mid Cap Equity	12.00	5.78
International Equity	28.50	6.03 - 8.04
Inflation Protection	5.00	3.50
Total	<u>100.00 %</u>	<u>4.53 %</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Rate of Return

For the year ended June 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.4%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the City at June 30, 2023 were as follows:

Total Pension Liability	\$ 151,047,792
Plan Fiduciary Net Position	<u>123,814,411</u>
City's Net Pension Liability	<u><u>\$ 27,233,381</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u><u>82.0%</u></u>

Actuarial Assumptions

The following actuarial assumptions were used in the actuarial valuation dated July 1, 2022 and rolled forward to the measurement date of June 30, 2023.

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.50% to 13.50% including inflation
Investment Rate of Return	6.90%
Mortality Rates	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16 (Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2022	\$ 140,705,622	\$ 106,780,952	\$ 33,924,670
Service Cost	5,631,182	-	5,631,182
Interest	9,795,753	-	9,795,753
Differences Between Expected and Actual Experience	(2,020,011)	-	(2,020,011)
Contributions - Employer	-	5,195,709	(5,195,709)
Contributions - Employee	-	2,595,927	(2,595,927)
Net Investment Income	-	12,351,832	(12,351,832)
Benefit Payments, Including Refunds of Contributions	(3,064,754)	(3,064,754)	-
Administrative Expense	-	(45,255)	45,255
Balance - June 30, 2023	<u>\$ 151,047,792</u>	<u>\$ 123,814,411</u>	<u>\$ 27,233,381</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

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

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability (asset) if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Fire II Pension Plan	\$ 55,937,403	\$ 27,233,381	\$ 4,784,000

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

For the year ended June 30, 2023, the Fire II Pension Plan recognized pension expense of \$7,937,951. As of June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 5,938,337	\$ 3,508,943
Changes of Assumptions	4,626,410	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	4,238,766	-
Total	\$ 14,803,513	\$ 3,508,943

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

Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2024	\$ 2,225,665
2025	1,301,212
2026	5,571,598
2027	325,556
2028	1,179,112
Thereafter	691,427
Total	\$ 11,294,570

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Warwick Public School Employees' Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

The Warwick Public School Employees' Pension Plan, a single-employer defined benefit public employee pension plan. All eligible Warwick Public School employees other than teachers are eligible to participate on the first of the month after completing three months of service. A person is eligible if they are (a) employed 20 hours or more per week and covered under the collective bargaining agreement, or (b) employed 20 hours or more per week in a noncertified management position, or (c) an elected School Committee member. There is no separate financial report issued for this plan.

As of July 1, 2023, employee membership data related to the pension plan was as follows:

Active Plan Members	363
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	214
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	44
Total	621

Benefit Provisions

Participants are eligible for normal retirement at the later of age 62 or 10 years of plan participation or at any age upon completion of 32 years of service with 10 years of plan participation. The normal retirement benefit is 1.67% of average monthly earnings times years of participation, plus 0.33% times the average monthly earnings times years of participation exceeding 20 years. The normal form of benefit is a life annuity. Average monthly earnings are the monthly average of total compensation for the three consecutive years of highest compensation over the last 10 years.

The yearly annuity amount for a School Committee member who becomes a retired member is \$1,000 plus 4.8% times the salary amount for each plan year in which one made mandatory employee contributions.

The plan also provides death and disability benefits.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Benefit Provisions (Continued)

The following table summarizes the plan's requirements and benefits:

<u>Plan Provisions</u>	
Effective Date:	July 1, 1965
Plan Year Beginning:	July 1, 2023
Requirements	Minimum Age: 0 Minimum Months of Service: 3
Eligible Class	An elected school committee member or a member covered by the collective bargaining agreement.
Entry Dates	1st day of the month coinciding with or next following the date the plan requirements are met.
Employee Contributions	5% of earnings
Normal Retirement Date	For participants other than School Committee Members, first day of the month coinciding with or next following the earlier of attainment of age 62 or 32 years of Credited Service. For School Committee Members, first day of the month coinciding with or next following the later of attainment of age 60 or 6 years of Credited Service.
Normal Retirement Benefit	1.67% of the member's average monthly earnings multiplied by years of participation, plus 0.33% times average monthly earnings times years of participation greater than 20.
Average Monthly Earnings	Monthly average of total compensation for the three consecutive years of highest compensation of the previous 10 years.
Maximum Annual Benefit	\$265,000 as adjusted per IRC Sec 415 for retirement age other than social security retirement age and annuity form.
Normal Form of Benefit	Life Annuity
Accrued Benefit	Normal Retirement Benefit based on earnings and participation to date.
Early Retirement Benefit	Minimum Age: 52 Minimum Service: 10 years Benefit Amount: Accrued benefit, reduced by 7% for each year by which early retirement precedes normal retirement.
Pre-Retirement Death Benefit	Member contributions with interest, plus a \$5,000 lump-sum benefit.
Disability Benefit	Determined in the same manner as the normal retirement benefit.
Vest Termination Benefit	Upon termination after 10 years of service, 100% of the accrued benefit, deferred until the normal retirement date. A school committee member is vested after six years of plan participation.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Contributions

Plan members contribute 5% of earnings during the year. The School Department contributes based upon an annual actuarial valuation. During fiscal 2023, the School Department's contribution totaled \$2,806,164. Administrative costs are included in the actuarial valuation as part of the normal cost and financed through contributions.

Investments

Investment information has been provided by USI Advisors.

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Warwick School Committee 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 pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

This is an ongoing plan with a perpetual time horizon. For this reason, long-term capital market assumptions (20+ years) are applicable to approximate future real rate of return expectations. A modified building blocks methodology was used because being able to identify historical return premiums of asset classes in the context of varying market environments provides a reasonable basis to estimate the performance of asset classes going forward.

Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity - Large Cap	25.00 %	6.05 %
U.S. Equity - Small/Mid Cap	15.00	7.08
Non-U.S. Equity - Developed	10.00	6.74
Non-U.S. Equity - Emerging	5.00	8.70
U.S. Corporate Bonds - Core	10.00	2.40
U.S. Corporate Bonds - High Yield	5.00	4.45
Non-U.S. Debt - Emerging	4.00	4.42
U.S. Treasuries (Cash Equivalents)	17.00	0.74
TIPS (Inflation Protected)	4.00	1.78
Real Estate	5.00	4.89

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Rate of Return

For the year ended June 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 10.6%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The City's net pension liability was measured as of June 30, 2023. The components of the net pension liability of the City at June 30, 2023 were as follows:

Total Pension Liability	\$ 76,324,130
Plan Fiduciary Net Position	<u>62,937,988</u>
City's Net Pension Asset	<u>\$ 13,386,142</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u>82.46%</u>

Actuarial Assumptions

The following actuarial assumptions were used in the June 30, 2023 actuarial valuation:

Actuarial Cost Method	Individual Entry Age Normal
Amortization Method	Level Amortization
Salary Increases	4.50% for pre-age 50, 2.5% for post-age 50
Investment Rate of Return	6.75%
Mortality Rates	PubG-2010(B) with Generational Mortality Improvement and PubG-2010 Disabled Retiree Mortality with Generation Mortality Improvement

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

A single discount rate of 6.75% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.75%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Asset (a - b)
Balance - June 30, 2022	\$ 73,839,247	\$ 57,573,102	\$ 16,266,145
Service Cost	1,348,682	-	1,348,682
Interest	4,940,240	-	4,940,240
Differences Between Expected and Actual Experience	260,709	-	260,709
Contributions - Employer	-	2,806,164	(2,806,164)
Contributions - Employee	-	845,490	(845,490)
Net Investment Income	-	6,005,500	(6,005,500)
Benefit Payments, Including Refunds of Contributions	(4,064,748)	(4,064,748)	-
Administrative Expense	-	(227,520)	227,520
Balance - June 30, 2023	<u>\$ 76,324,130</u>	<u>\$ 62,937,988</u>	<u>\$ 13,386,142</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

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

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability (asset) if it was calculated using a single discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the single discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Warwick School Employees	<u>\$ 21,590,949</u>	<u>\$ 13,386,142</u>	<u>\$ 6,396,583</u>

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

For the year ended June 30, 2023, the Warwick Public School Employees Pension Plan recognized pension expense of \$3,789,654. As of June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 2,748,435	\$ -
Changes of Assumptions	458,493	125,700
Net Difference Between Projected and Actual Earning on Pension Plan Investments	2,501,394	-
Total	<u>\$ 5,708,322</u>	<u>\$ 125,700</u>

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

<u>Year Ending June 30,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2024	\$ 1,755,004
2025	943,936
2026	3,026,419
2027	(150,332)
2028	7,595
Total	<u>\$ 5,582,622</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan - Teachers

Summary of Significant Accounting Policies

Plan Description

Certain employees of the Warwick Public School system 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 five years of service as of July 1, 2012. Members are vested after five years of service.

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

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

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

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

Funding Policy

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 2023, Warwick Public School System Teachers were required to contribute 3.75% of their annual covered salary, except for teachers with 20 or more years of service as of June 30, 2012 who must contribute 11% of their annual covered salary. The state and Warwick Public Schools 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 Warwick Public Schools; the rates were 11.12% and 15.04% of annual covered payroll for the fiscal year ended June 30, 2023 for the state and Warwick Public Schools, respectively. Warwick Public Schools contributed \$12,738,617 for the fiscal year ended June 30, 2023, equal to 100% of the required contributions for each year. The State's share of contribution for fiscal year 2023 was \$8,8768,979 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At June 30, 2023, Warwick Public Schools reported a liability of \$115,487,650 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by Warwick Public Schools 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 Warwick Public Schools were as follows:

Warwick Public School's Proportionate Share of the Net Pension Liability	\$ 115,487,650
State of Rhode Island's Proportionate Share of the Net Pension Liability	85,411,230
Total	\$ 200,898,880

The net pension liability was measured as of June 30, 2022, 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, 2021 rolled forward to June 30, 2022. Warwick Public School's proportion of the net pension liability was based on a projection of Warwick Public School'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, 2022, Warwick Public School's proportion was 4.28%, compared to 4.33% in the prior year.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

For the year ended June 30, 2023, Warwick Public Schools recognized gross pension expense of \$8,784,417 and revenue of \$4,065,967 for support provided by the state. At June 30, 2023, Warwick Public Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,710,499	\$ 2,246,237
Changes of Assumptions	2,329,230	1,731,468
Net Difference Between Projected and Actual Earning on Pension Plan Investments	-	2,416,448
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	1,624,381	5,406,453
Contributions Subsequent to the Measurement Date	12,738,617	-
Total	\$ 18,402,727	\$ 11,800,606

An amount of \$12,738,617 reported as deferred outflows of resources related to pensions resulting from Warwick Public School's contributions in fiscal year 2023 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	Net Deferred Outflows (Inflows) of Resources
2024	\$ (2,163,225)
2025	(2,245,284)
2026	(4,104,182)
2027	2,896,998
2028	(371,378)
Thereafter	(149,425)
Total	\$ (6,136,496)

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

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 PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.	

The actuarial assumptions used in the June 30, 2021 valuation rolled forward to June 30, 2022 and the calculation of the total pension liability at June 30, 2022 were consistent with the results of an actuarial experience study performed as of June 30, 2019 for the six year period ended June 30, 2019 as approved by the System's Board on May 22, 2020.

Investments

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 40 sources. The June 30, 2022 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity:		
U.S. Equity	24.30 %	5.52 %
International Developed Equity	11.10	6.04
Emerging Markets Equity	4.60	7.83
Private Growth:		
Private Equity	12.50	9.42
Non-Core Real Estate	2.50	4.80
Income:		
Equity Options	2.00	5.25
EMD (50/50 Blend)	2.00	1.82
Liquid Credit	3.00	2.95
Private Credit	3.00	2.95
Collateralized Loan Obligations (CLO)	2.00	2.95
Crisis Protection Class:		
Treasury Duration	5.00	(0.44)
Systematic Trend	5.00	3.33
Inflation Protection:		
Core Real Estate	4.00	4.80
Private Infrastructure	4.00	5.65
Volatility Protection:		
IG Corp Credit	3.25	1.18
Securitized Credit	3.25	1.18
Absolute Return	6.50	3.33
Cash	2.00	(0.44)
	<u>100.00 %</u>	

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

Investments (Continued)

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

Discount Rate

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

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

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (6.0%) or 1 percentage point higher (8.0%) than the single discount rate (7.0%):

	1% Decrease	Current Discount Rate	1% Increase
School Teacher's Pension Plan	\$ 144,888,747	\$ 115,487,650	\$ 88,773,444

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

G. Summarized Net Pension Liability, Deferred Outflows and Inflows of Resources, and Pension Expense

	City Employees' Pension	Police I and Fire Pension	Police II Pension	Fire II Pension	Public School Employees' Pension	Public School Teachers' Pension	Total
Net Pension Liability	\$ 47,921,321	\$ 230,897,946	\$ 67,777,006	\$ 27,233,381	\$ 13,386,142	\$ 115,487,650	\$ 502,703,446
Deferred Outflows of Resources	8,520,440	3,002,327	18,151,257	14,803,513	5,708,322	18,402,727	68,588,586
Deferred Inflows of Resources	709,044	-	3,279,059	3,508,943	125,700	11,800,606	19,423,352
Pension Expense	9,409,609	19,580,942	12,509,595	7,937,951	3,789,654	8,784,417	62,012,168

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

H. Combining Schedule of Net Position – Pension and OPEB Trust Funds

	Pension					OPEB	Total
	Police Pension I and Fire Pension	Police Pension II	City Employees Pension	Fire Pension II	Other School Department Employees	OPEB Trust Fund	
	Assets						
Cash and Cash Equivalents	\$ 2,286,268	\$ 2,669,061	\$ 1,680,220	\$ 2,083,794	\$ 1,110,695	\$ -	\$ 9,830,038
Investments, at Fair Value:							
Mutual Funds	12,580,016	44,077,855	29,217,899	22,631,440	56,067,224	498,931	165,073,365
Equity Investments	12,048,044	42,213,934	27,982,359	21,674,424	-	-	103,918,761
Index Funds	26,014,700	91,150,303	60,420,820	46,800,432	-	-	224,386,255
Fixed Income Securities	17,021,515	59,639,983	39,533,568	30,621,697	-	-	146,816,763
Group Annuity Contracts	-	-	-	-	3,987,579	-	3,987,579
Accounts Receivable	-	-	-	273	1,772,490	-	1,772,763
Accrued Interest Receivable	7,481	3,245	2,712	2,351	-	-	15,789
Total Assets	69,958,024	239,754,381	158,837,578	123,814,411	62,937,988	498,931	655,801,313
Net Position							
Held in Trust for Pension Benefits	<u>\$ 69,958,024</u>	<u>\$ 239,754,381</u>	<u>\$ 158,837,578</u>	<u>\$ 123,814,411</u>	<u>\$ 62,937,988</u>	<u>\$ 498,931</u>	<u>\$ 655,801,313</u>

I. Combining Schedule of Changes in Net Position – Pension and OPEB Trust Funds

	Pension					OPEB	Total
	Police Pension I and Fire Pension	Police Pension II	City Employees Pension	Fire Pension II	Other School Department Employees	OPEB Trust Fund	
	Additions						
Contributions:							
Employer	\$ 20,595,957	\$ 5,647,942	\$ 8,075,809	\$ 5,195,709	\$ 2,806,164	\$ 13,290,419	\$ 55,612,000
Plan Members	27,642	2,902,070	2,094,493	2,595,927	845,490	-	8,465,622
Total Contributions	20,623,599	8,550,012	10,170,302	7,791,636	3,651,654	13,290,419	64,077,622
Investment Income:							
Investment Income	7,301,669	25,117,155	16,636,586	12,522,025	6,044,669	27,486	67,649,590
Less Investment Expense	(107,379)	(382,370)	(246,253)	(170,193)	(39,169)	(1,392)	(946,756)
Net Investment Income	7,194,290	24,734,785	16,390,333	12,351,832	6,005,500	26,094	66,702,834
Total Additions	27,817,889	33,284,797	26,560,635	20,143,468	9,657,154	13,316,513	130,780,456
Deductions							
Benefits	24,243,774	14,496,505	13,748,917	3,064,754	4,064,748	13,040,419	72,659,117
Administrative Expense	34,457	69,822	56,446	45,255	227,520	-	433,500
Total Deductions	24,278,231	14,566,327	13,805,363	3,110,009	4,292,268	13,040,419	73,092,617
Change in Net Position	3,539,658	18,718,470	12,755,272	17,033,459	5,364,886	276,094	57,687,839
Net Position - Beginning of Year	66,418,366	221,035,911	146,082,306	106,780,952	57,573,102	222,837	598,113,474
Net Position - End of Year	\$ 69,958,024	\$ 239,754,381	\$ 158,837,578	\$ 123,814,411	\$ 62,937,988	\$ 498,931	\$ 655,801,313

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 14 DEFINED CONTRIBUTION PLAN

Defined Contribution Plan Description

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

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

Warwick Public Schools recognized pension expense of \$537,432 for the fiscal year ended June 30, 2023.

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>.

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS

A. Other Postemployment Benefits – City

The City of Warwick OPEB Trust (the Trust)

Plan Description

The City of Warwick OPEB Trust Fund administers a single-employer defined benefit other postemployment healthcare plan. The plan provides medical/drug and dental (police officers only) benefits for eligible retirees and their dependents through the City group health and dental insurance plans, which cover both active and retired members. Benefit provisions are established and amended by union contract, through negotiations between the City and respective unions. The Trust does not issue a separate publicly available financial report.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

Plan Membership

At July 1, 2022, membership consisted of:

	<u>City, Police, and Fire</u>
Active Employees	705
Retired	<u>813</u>
Total	<u><u>1,518</u></u>

Funding Policy

Benefits are negotiated between the City and the respective unions. The City is required to contribute the cost of medical/drug and dental benefits, less the amount of any applicable co-payments in effect at the time or retirement.

Actuarial Assumptions and Other Inputs

The total OPEB liability at the June 30, 2023 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50%
Salary Increases	General: 0.00% to 4.00% (not including inflation) Fire: 0.00% to 10.00% (not including inflation) Police: 0.00% to 10.00% (not including inflation)
Long-term Rate of Return	6.00%
Discount Rate	3.86%
Healthcare Cost Trend Rates	Pre-65: Initial rate of 6.75% declining to an ultimate rate of 4.15% after 12 years Post-65: Initial rate of 5.20% declining to an ultimate rate of 4.15% after 11 years
Mortality	For healthy retirees, the gender-distinct PubG-2010 Healthy Retiree tables by Occupation were used, with male rates multiplied by 115% and female rates multiplied by 111%. Those rates were projected on a fully generational basis using the ultimate mortality improvement rates from the MP-2016 table.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

Investment Policy

The Trust Fund investments are managed by Vanguard Institutional Advisory Services (VIAS) and services are administered by Public Agency Retirement Services. All costs for management and administration are paid by the assets in the Trust Fund. The long-term real rate of return on OPEB investments was determined using the Town’s investment policy.

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 of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Diversified Index Fund	100.00 %	3.54 %

The annual money-weighted rate of return on OPEB plan investments was 6.1%. The money-weighted rate of return expresses investment performance, net of OPEB plan investment expense, adjusted for the changing amount actually invested.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.86%. The discount rate was selected using a blend of the Municipal Bond Index Rate (3.86% at June 30, 2023) for unfunded periods and the investment rate of return (6.00% at June 30, 2023).

Net OPEB Liability

The components of the net OPEB liability of the City at June 30, 2023, were as follows:

Total OPEB Liability	\$ 296,210,098
Plan Fiduciary Net Position	498,931
City's Net OPEB Liability	<u>\$ 295,711,167</u>
 Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	 <u>0.17%</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

Net OPEB Liability (Continued)

The City's net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.86%) or 1 percentage point higher (4.86%) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net OPEB Liability	<u>\$ 338,385,780</u>	<u>\$ 295,711,167</u>	<u>\$ 261,269,688</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend</u>	<u>1% Increase</u>
Net OPEB Liability	<u>\$ 255,617,712</u>	<u>\$ 295,711,167</u>	<u>\$ 346,301,149</u>

Employer Reporting

	<u>Total OPEB Liability</u>	<u>Plan Net Position</u>	<u>Net OPEB Liability</u>
Balance - June 30, 2022	\$ 397,385,397	\$ 222,837	\$ 397,162,560
Service Cost	12,960,086	-	12,960,086
Interest	14,662,039	-	14,662,039
Difference Between Expected and Actual Experience	(18,449)	-	(18,449)
Changes in Assumptions	(115,738,556)	-	(115,738,556)
Employer Contributions	-	13,290,419	(13,290,419)
Net Investment Income	-	26,094	(26,094)
Benefit Payments	(13,040,419)	(13,040,419)	-
Balance - June 30, 2023	<u>\$ 296,210,098</u>	<u>\$ 498,931</u>	<u>\$ 295,711,167</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.69% in 2022 to 3.86% in 2023.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

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

For the year ended June 30, 2023, the City recognized OPEB expense of \$3,668,390. At June 30, 2023, the City reported deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 59,039,463	\$ 5,827,772
Changes of Assumptions	12,564,738	164,451,046
Difference Between Expected and Actual Earnings	15,458	-
Total	\$ 71,619,659	\$ 170,278,818

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

Year Ending June 30,	Amount
2024	\$ (23,934,315)
2025	(23,934,317)
2026	(24,236,567)
2027	(23,180,216)
2028	(3,373,744)
Total	\$ (98,659,159)

B. Other Postemployment Benefits – School

Plan Description

The Warwick School Department administers a single-employer defined benefit other postemployment healthcare plan. The plan provides medical/drug benefits for eligible retirees and their dependents through the City's group health and dental insurance plans, which cover both active and retired members. Benefit provisions are established and amended by union contract, through negotiations between the City and respective unions. All benefits terminate at age 65. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Teaching Employees are eligible for benefits after serving the district for 20 to 30 years depending on their date of hire. Other district employees are required to reach age 62 and have 25 years of service. Teaching employees contribute 20 to 60% for coverage depending on their date of hire. Other employees will contribute 20% for coverage. Spouses of teaching employees are not covered by the plan. Spouses of other district employees will contribute 20% for coverage. Surviving beneficiaries continue to receive access to the district's medical coverage through COBRA after the death of the retired employee. Survivors are required to pay the full cost of benefits.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Other Postemployment Benefits – School (Continued)

Benefits Provided

Benefits are negotiated between the Warwick School Department and the respective unions. The Warwick School Department is required to contribute the cost of medical/drug and dental benefits, less the amount of any applicable co-payments in effect at the time of retirement. For the year ended June 30, 2023, the plan operated on a pay-as-you-go basis, and no provision has been made to fund future benefits to be provided to plan members. For the fiscal year ended June 30, 2023, the Warwick School Department paid benefits in the amount of \$673,936.

At June 30, 2023, membership consisted of:

	School
Active Employees	1,262
Retired	57
Total	1,319

Total OPEB Liability

The Warwick School Department's total OPEB liability of \$27,853,910 was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022 which was rolled back to the measurement date of June 30, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability as of June 30, 2023 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	3.00%
Salary Increases	3.00%
Discount Rate	4.13%
Healthcare Cost Trend Rates	8.0%, decreasing 0.5% per year to an ultimate rate of 5.0%
Mortality	RP-2006 Mortality Table with MP-2019 Projection

The discount rate was based on the S&P Municipal Bond 20-year High Grade Rate Index as of June 30, 2023.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Other Postemployment Benefits – School (Continued)

Changes in Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance - June 30, 2022	\$ 27,688,549
Service Cost	873,811
Interest	1,118,680
Difference Between Expected and Actual Experience	(984,171)
Changes in Assumptions	(169,023)
Benefit Payments	<u>(673,936)</u>
Balance - June 30, 2023	<u>\$ 27,853,910</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 4.09% in 2022 to 4.13% in 2023.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Warwick School Department, as well as what the Warwick School Department's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.13%) or 1 percentage point higher (5.13%) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	<u>\$ 32,069,514</u>	<u>\$ 27,853,910</u>	<u>\$ 23,638,305</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the Warwick School Department, as well as what the Warwick School Department's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (7.0% decreasing to 4.0%) or 1 percentage point higher (9.0% decreasing to 6.0%) than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend</u>	<u>1% Increase</u>
Total OPEB Liability	<u>\$ 23,298,216</u>	<u>\$ 27,853,910</u>	<u>\$ 33,355,578</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Other Postemployment Benefits – School (Continued)

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

For the year ended June 30, 2023, the Warwick School Department recognized OPEB expense of \$975,646. At June 30, 2023, the Warwick School Department reported 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	\$ 6,377,833	\$ 5,876,139
Changes of Assumptions	2,339,266	6,302,083
Total	<u>\$ 8,717,099</u>	<u>\$ 12,178,222</u>

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

<u>Year Ending June 30.</u>	<u>Amount</u>
2024	\$ (1,016,845)
2025	(1,016,843)
2026	(694,188)
2027	(694,188)
2028	(694,188)
Thereafter	655,129
Total	<u>\$ (3,461,123)</u>

C. Summarized Total Liability, Deferred Outflows and Inflows of Resources, and OPEB Expenses

	<u>City Plan</u>	<u>School Plan</u>	<u>Total</u>
Net/Total OPEB Liability	\$ 295,711,167	\$ 27,853,910	\$ 323,565,077
Deferred Outflows of Resources	71,619,659	8,717,099	80,336,758
Deferred Inflows of Resources	170,278,818	12,178,222	182,457,040
OPEB Expense	3,668,390	975,646	4,644,036

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 16 LEASES

Lessor

The City leases certain assets to organizations for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2042 including extensions. During the year ended June 30, 2023, the City recognized \$227,432 and \$26,308 in lease revenue and interest revenue, respectively.

Certain leases provide for increases in future minimum annual rental payments based on defined increases in the Consumer Price Index, subject to certain minimum increases.

Total future minimum lease receipts to be received are as follows:

Fiscal Year Ending June 30,	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2024	\$ 175,502	\$ 18,533	\$ 88,391	\$ 56,924	\$ 339,350
2025	182,322	16,839	90,519	55,345	345,025
2026	193,463	15,071	92,740	53,691	354,965
2027	202,706	13,193	95,058	51,955	362,912
2028	212,290	25,187	106,374	50,079	393,930
2029 - 2033	845,102	31,334	587,293	216,496	1,680,225
2034 - 2038	555,104	6,462	724,831	144,354	1,430,751
2039 - 2042	25,858	148	731,305	44,882	802,193
Total Minimum Lease Receipts	<u>\$ 2,392,347</u>	<u>\$ 126,767</u>	<u>\$ 2,516,511</u>	<u>\$ 673,726</u>	<u>\$ 5,709,351</u>

Lessee

The City leases building and office space under a long-term, noncancelable lease agreement, with annual installments ranging from \$564,967 to \$617,205, bearing interest at 4.5%.

The future minimum lease payments under the lease agreement is as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2024	\$ 293,638	\$ 277,707
2025	315,841	264,008
2026	339,297	249,283
2027	364,142	233,474
2028	390,207	216,520
2029 - 2033	2,332,055	784,722
2034 - 2038	2,316,397	226,545
Total Minimum Lease Payments	<u>\$ 6,351,577</u>	<u>\$ 2,252,259</u>

Right-to-use assets acquired through the lease are disclosed in Note 8.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 17 SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

Litigation

Liabilities for legal cases and other claims against governmental funds are recorded in the governmental funds when the ultimate liability can be estimated, and such cases are expected to be settled with available expendable financial resources.

At June 30, 2023, the City had several lawsuits pending. The total maximum damages being sought from the City to these cases are not known. In the opinion of the City officials and the City's legal counsel, the City's ultimate liability with respects to these cases, if any, will be immaterial.

Commitments

The City is committed under terms of various construction contracts in the amount of approximately \$3,900,000 as of June 30, 2023.

Grants

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

NOTE 18 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; and natural disasters. As a result, the City participates in a nonprofit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.), which provides coverage for property/liability claims. Upon joining the Trust, the City signed a participation agreement which outlines the rights and responsibilities of both the Trust and the City. The agreement states that for premiums paid by the City, the Trust will assume financial responsibility for the City's losses up to the maximum amount of insurance purchased, minus the City's deductible amounts. The Trust provides this insurance coverage through a pooled, self-insurance mechanism, which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its Members. There have been no significant reductions in insurance coverage during the year ended June 30, 2023 as compared to the previous year. The claims incurred did not exceed insurance coverage this year.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 18 RISK MANAGEMENT (CONTINUED)

The City is self-insured for workers' compensation and is liable for the payment of claims. The claims are administered by a third-party administrator and are funding on a pay-as-you-go basis. The changes in workers' compensation claims liability are as follows:

Year	Beginning Fiscal Year Liability	Current Year Claims and Changes in Estimate	Claims Payments	Balance Fiscal Year-End
2021-2022	\$ 390,128	\$ 419,028	\$ 374,288	\$ 434,868
2022-2023	434,868	293,497	439,850	288,515

Health Insurance

The School Department participated in a multiemployer 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. Claim liabilities are calculated considering the effects of inflation, recent claim and health care trends, and other economic and social factors.

As of July 1, 2021, the City no longer participates in the WBCH self-insured plan and participates in the Rhode Island Interlocal Trust plan which is fully insured.

An analysis of claims activity is presented below:

	Liability July 1	Claims and Changes in Estimate	Claims Payments	Liability June 30
School	\$ 1,924,925	\$ 26,262,392	\$ 26,828,099	\$ 1,359,218
City	670,410	-	670,410	-
2021-2022	<u>\$ 2,595,335</u>	<u>\$ 26,262,392</u>	<u>\$ 27,498,509</u>	<u>\$ 1,359,218</u>
School	\$ 1,359,218	28,355,775	\$ 28,086,079	\$ 1,628,914
2022-2023	<u>\$ 1,359,218</u>	<u>\$ 28,355,775</u>	<u>\$ 28,086,079</u>	<u>\$ 1,628,914</u>

NOTE 19 ABATEMENTS

The City enters into tax abatement agreements in conjunction with the City's tax stabilization ordinance for Warwick Intermodal and Historic Districts pursuant to the Rhode Island General Laws 44-3-9. Under the ordinance, the first five years of the tax stabilization period the tax assessment shall be frozen at a base tax rate as determined by the City, beginning in year six the property will pay 90% of the assessed value exempt from tax which decreases each year by 10%.

As of and for the fiscal year ended June 30, 2023, the City's two agreements under the tax stabilization ordinance have not reached year six and therefore no abatements have occurred to date.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
YEAR ENDED JUNE 30, 2023

	Original Budgeted Revenues	Final Budgeted Revenues	Actual Amount (Budgetary Basis)	Variance
REVENUES				
General Property Taxes	\$ 231,298,952	\$ 231,298,952	\$ 226,287,292	\$ (5,011,660)
Intergovernmental:				
Telephone Tax	964,596	964,596	1,095,600	131,004
Aid to School Buildings	1,620,498	1,620,498	1,583,551	(36,947)
Tax in Lieu	1,502,042	1,502,042	1,578,435	76,393
Motor Vehicle Tax Phase-Out	17,895,813	17,895,813	25,246,254	7,350,441
Departmental Grant Income	12,912,884	12,912,884	2,977,285	(9,935,599)
Total Intergovernmental	<u>34,895,833</u>	<u>34,895,833</u>	<u>32,481,125</u>	<u>(2,414,708)</u>
Licenses and Fees:				
Licenses - Police/Miscellaneous	513,393	513,393	654,965	141,572
Municipal Fees	1,404,567	1,404,567	1,006,728	(397,839)
Building Permits	1,300,000	1,300,000	1,391,183	91,183
Recreational Fees	747,987	747,987	851,681	103,694
Parking Violation and Fines	100,982	100,982	140,381	39,399
Department Processing/Program Fees	587,429	587,429	849,662	262,233
Total Licenses and Fees	<u>4,654,358</u>	<u>4,654,358</u>	<u>4,894,600</u>	<u>240,242</u>
Other Revenue:				
Realty Transfer Tax	2,000,000	2,000,000	1,378,661	(621,339)
Tax Titles	52,471	52,471	17,383	(35,088)
Interest on Taxes	2,400,000	2,400,000	2,195,243	(204,757)
Interest on Investments/Capital Projects	200,329	200,329	2,054,677	1,854,348
Housing Authority	143,483	143,483	157,369	13,886
Airport Parking Tax	500,000	500,000	500,000	-
Airport Miscellaneous Income	750,000	750,000	817,109	67,109
Airport Surcharge	732,190	732,190	1,305,672	573,482
Airport EDC	754,047	754,047	768,857	14,810
Municipal Court	238,906	238,906	329,416	90,510
Hotel Tax	1,800,000	1,800,000	2,166,208	366,208
Meal Tax	3,610,776	3,610,776	3,759,384	148,608
School Back Charge - Lease Purchase/Tipping Fee	31,039	31,039	17,642	(13,397)
Other Revenue	4,416,174	4,416,174	4,014,524	(401,650)
Enterprise Fund Back Charges	2,610,305	2,610,305	2,759,155	148,850
Employee Healthcare Copayments	2,261,362	2,261,362	2,381,469	120,107
Total Other Revenue	<u>22,501,082</u>	<u>22,501,082</u>	<u>24,622,769</u>	<u>2,121,687</u>
Total Revenues	293,350,225	293,350,225	288,285,786	(5,064,439)
OTHER FINANCING SOURCES				
Prior Year Encumbrances	-	2,045,713	-	(2,045,713)
Rescue Service Fees	3,500,000	3,500,000	3,854,397	354,397
Transfers - In from Special Detail	480,916	480,916	490,525	9,609
Transfers - In from School	43,735,085	43,762,319	44,952,852	1,190,533
Total Other Financing Sources	<u>47,716,001</u>	<u>49,788,948</u>	<u>49,297,774</u>	<u>(491,174)</u>
Total Revenues and Other Financing Sources	<u>\$ 341,066,226</u>	<u>\$ 343,139,173</u>	<u>\$ 337,583,560</u>	<u>\$ (5,555,613)</u>

See accompanying Notes to Required Supplementary Information.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2023

	Original Budgeted Expenses	Final Budgeted Expenses	Actual Amount (Budgetary Basis)	Variance
EXPENSES				
Executive and Administrative:				
Executive Department	\$ 431,499	\$ 431,535	\$ 442,502	\$ (10,967)
Legal Department	448,000	448,000	448,366	(366)
City Clerk	553,867	540,848	512,895	27,953
Probate Court	98,699	108,699	106,979	1,720
Municipal Court	29,700	39,700	36,226	3,474
Personnel Department	409,232	409,232	372,026	37,206
Subtotal	<u>1,970,997</u>	<u>1,978,014</u>	<u>1,918,994</u>	<u>59,020</u>
Legislative and Citizens Representation:				
Legislative Department	323,647	323,647	215,390	108,257
Board of Canvassers	353,636	433,636	507,417	(73,781)
Subtotal	<u>677,283</u>	<u>757,283</u>	<u>722,807</u>	<u>34,476</u>
Financial Management:				
Finance Administration	543,646	583,290	398,511	184,779
Treasury	439,892	439,892	453,819	(13,927)
Management Information Services	1,713,968	2,919,351	2,188,557	730,794
Purchasing	250,306	250,306	208,793	41,513
City Tax Collection	520,662	520,662	400,851	119,811
City Assessment	816,613	816,613	734,582	82,031
Boards and Commissions	118,950	118,950	122,743	(3,793)
Subtotal	<u>4,404,037</u>	<u>5,649,064</u>	<u>4,507,856</u>	<u>1,141,208</u>
Debt:				
Principal	7,568,396	7,568,396	7,505,780	62,616
Interest	2,507,681	2,507,681	2,530,143	(22,462)
Subtotal	<u>10,076,077</u>	<u>10,076,077</u>	<u>10,035,923</u>	<u>40,154</u>
Total Executive and Administrative	17,128,394	18,460,438	17,185,580	1,274,858
Public Safety Department:				
Animal Shelter	232,754	232,754	221,698	11,056
Police Department	23,384,638	23,430,164	22,186,625	1,243,539
Fire Department	24,026,867	24,487,951	26,060,289	(1,572,338)
Organized Crime/Drug Enforcement Task Force	42,372	42,372	118,666	(76,294)
Alcohol and Highway Safety Enforcement	219,750	219,750	224,322	(4,572)
Police Grants	22,000	22,000	19,934	2,066
Fire Grants	146,435	146,435	184,611	(38,176)
Emergency Management	140,400	140,400	103,627	36,773
Building Inspection and Minimum Housing	972,658	972,658	956,473	16,185
Total Public Safety	<u>49,187,874</u>	<u>49,694,484</u>	<u>50,076,245</u>	<u>(381,761)</u>
Recreation	2,119,819	2,293,381	1,990,403	302,978
Public Library	3,042,503	3,042,503	3,031,430	11,073

See accompanying Notes to Required Supplementary Information.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2023

	Original Budgeted Expenses	Final Budgeted Expenses	Actual Amount (Budgetary Basis)	Variance
EXPENSES (CONTINUED)				
Social Services:				
Human Services Administration	\$ 387,691	\$ 387,691	\$ 366,124	\$ 21,567
Senior Center	566,842	566,842	478,981	87,861
Senior Transportation	255,831	256,019	255,634	385
Total Social Services	<u>1,210,364</u>	<u>1,210,552</u>	<u>1,100,739</u>	<u>109,813</u>
Planning Department	2,054,890	2,054,890	723,242	1,331,648
Community Development	302,654	302,654	1,839,872	(1,537,218)
Tourism, Culture, and Development	757,409	757,409	515,811	241,598
Public Works Department:				
Administrative Division	747,887	747,887	633,420	114,467
Highway Division	3,901,558	4,235,415	3,372,759	862,656
Sanitation Division	3,448,696	3,435,732	2,955,974	479,758
Automotive Division	3,246,052	3,330,146	3,049,904	280,242
City Building Maintenance Division	1,366,801	1,279,317	1,216,840	62,477
Engineering Division	1,268,459	1,369,959	533,094	836,865
Field Maintenance	858,269	858,269	687,769	170,500
Recycling	87,500	101,475	93,893	7,582
Total Public Works Department	<u>14,925,222</u>	<u>15,358,200</u>	<u>12,543,653</u>	<u>2,814,547</u>
Employee Benefits, Special, and Capital:				
Employee Benefits	29,301,584	28,901,584	28,768,867	132,717
Insurance	2,475,083	2,475,083	2,964,820	(489,737)
City Council Claims	10,000	10,000	7,325	2,675
Postage	72,300	72,631	57,848	14,783
Fixed Costs	378,160	378,160	352,629	25,531
Pension	39,326,556	39,326,556	39,510,609	(184,053)
Total Employee Benefits, Special, and Capital	<u>71,563,683</u>	<u>71,164,014</u>	<u>71,662,098</u>	<u>(498,084)</u>
Total Expenditures	162,292,812	164,338,525	160,669,073	3,669,452
OTHER FINANCING USES				
Operating Transfer to School Unrestricted Fund	178,773,414	178,800,648	179,991,181	(1,190,533)
Transfers - Other	-	-	356,885	(356,885)
Total Other Financing Uses	<u>178,773,414</u>	<u>178,800,648</u>	<u>180,348,066</u>	<u>(1,547,418)</u>
Total Expenditures and Other Financing Uses	<u>\$ 341,066,226</u>	<u>\$ 343,139,173</u>	<u>\$ 341,017,139</u>	<u>\$ 2,122,034</u>

See accompanying Notes to Required Supplementary Information.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – SCHOOL GENERAL FUND
YEAR ENDED JUNE 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance</u>
REVENUES				
State and Federal School Aid	\$ 42,318,585	\$ 42,318,585	\$ 43,713,513	\$ 1,394,928
Other School Miscellaneous Revenue	1,416,500	1,416,500	1,239,339	(177,161)
Appropriation from the City	<u>135,038,329</u>	<u>135,038,329</u>	<u>135,038,329</u>	<u>-</u>
Total Revenues	<u>178,773,414</u>	<u>178,773,414</u>	<u>179,991,181</u>	<u>1,217,767</u>
EXPENDITURES				
Education	<u>178,773,414</u>	<u>178,773,414</u>	<u>179,305,551</u>	<u>(532,137)</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 685,630</u>	<u>\$ 685,630</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY DATA AND BUDGETARY COMPLIANCE
YEAR ENDED JUNE 30, 2023**

NOTE 1 BUDGETARY TO GAAP BASIS RECONCILIATION

The following reconciliation summarizes the difference for the City's General Fund and the School Unrestricted Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2023:

REVENUES AND OTHER FINANCING SOURCES	<u>General Fund</u>	<u>School Unrestricted Fund</u>
Actual Amounts (Budgetary Basis)	\$ 337,583,560	\$ 179,991,181
Difference - Budget to GAAP:		
Leases - Lessor	44,417	-
The appropriated fund balance from the Reserve for Education is a budgetary revenue but is not a current year revenue for financial reporting purposes.	(44,952,852)	-
Co-Payment and Enterprise Chargebacks which are budgeted as revenues and reported net of expenses for financial reporting purposes.	(5,140,624)	-
Debt Interest Subsidy	440,920	-
Leases - Lessees Gross Up	6,558,624	
Rescue Service Fund revenue net of transfer to General Fund reported as revenue for GAAP purposes not included in Budget Basis revenues.	122,559	-
The pension contributions made to the Employees Retirement System by the state of Rhode Island on behalf of the City of Warwick is not reported as a budgetary revenue, but is a current year revenue for financial reporting purposes.	<u>-</u>	<u>8,768,979</u>
Total Revenues and Other Financing Sources as Reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds	<u>\$ 294,656,604</u>	<u>\$ 188,760,160</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY DATA AND BUDGETARY COMPLIANCE
YEAR ENDED JUNE 30, 2023**

NOTE 1 BUDGETARY TO GAAP BASIS RECONCILIATION (CONTINUED)

EXPENDITURES AND OTHER FINANCING SOURCES	<u>General Fund</u>	<u>School Unrestricted Fund</u>
Actual Amounts (Budgetary Basis)	\$ 341,017,139	\$ 179,305,551
Difference - Budget to GAAP:		
Encumbrances	(1,074,609)	-
Transfer to School Department is reported at gross amount for budget purposes but is reported net of School revenue for GAAP.	(44,952,852)	-
Co-Payment and Enterprise Chargebacks which are budgeted as revenues and reported net of expenses for financial reporting purposes.	(5,140,624)	-
Debt Interest Subsidy	440,920	-
Water Refunding Credit	(10,616)	-
Leases - Lessees Gross Up	6,558,624	
Rescue Service Fund revenue net of transfer to General Fund reported as revenue for GAAP purposes not part of the budgetary basis expenditures.	122,559	-
The pension contributions made to the Employees Retirement System by the state of Rhode Island on behalf of the City of Warwick is not reported as budgetary revenue, but is a current year revenue for financial reporting purposes.	<u>-</u>	<u>8,768,979</u>
Total Expenditures and Other Financing Sources as Reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds	<u>\$ 296,960,541</u>	<u>\$ 188,074,530</u>

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
CITY EMPLOYEES' PENSION PLAN

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:										
Service Cost	\$ 3,307,094	\$ 2,852,798	\$ 2,677,781	\$ 3,078,896	\$ 3,006,219	\$ 3,470,808	\$ 3,265,824	\$ 2,604,452	\$ 2,361,164	\$ 1,368,801
Interest	13,746,813	13,180,968	12,784,135	12,508,910	11,922,138	11,508,757	11,177,444	11,143,830	10,681,187	9,817,470
Difference Between Actual and Expected Experience	(909,095)	5,491,893	(158,472)	988,766	5,173,695	1,973,093	-	(552,930)	1,619,642	8,308,519
Assumption Changes	-	-	3,434,790	-	-	-	-	8,912,895	-	(354,818)
Benefit Payments	(13,748,917)	(13,354,384)	(12,801,013)	(11,993,649)	(11,285,833)	(10,198,712)	(9,301,086)	(8,862,354)	(8,367,787)	(7,872,056)
Net Change in Total Pension Liability	2,395,895	8,171,275	5,937,221	4,582,923	8,816,219	6,753,946	5,142,182	13,245,893	6,294,206	11,267,916
Total Pension Liability - Beginning	204,363,004	196,191,729	190,254,508	185,671,585	176,855,366	170,101,420	164,959,238	151,713,345	145,419,139	134,151,223
Total Pension Liability - Ending (a)	206,758,899	204,363,004	196,191,729	190,254,508	185,671,585	176,855,366	170,101,420	164,959,238	151,713,345	145,419,139
Plan Fiduciary Net Position:										
Contributions - Employer	8,075,809	7,814,937	7,390,390	7,458,317	6,728,459	6,194,245	5,764,819	5,505,376	5,640,498	5,436,625
Contributions - Employee	2,094,493	1,821,343	1,713,881	1,888,893	1,877,583	1,888,875	1,765,310	1,620,427	1,579,755	1,572,702
Net Investment Income (Loss)	16,390,333	(25,557,952)	43,662,282	1,646,993	5,339,193	11,247,563	14,263,989	(1,578,910)	2,695,082	15,609,969
Benefit Payments	(13,748,917)	(13,354,384)	(12,801,013)	(11,993,649)	(11,285,833)	(10,198,712)	(9,301,086)	(8,862,354)	(8,367,787)	(7,872,056)
Administrative Expense	(56,446)	(192,994)	(82,951)	(17,932)	(28,655)	(21,413)	(34,671)	(33,370)	(34,244)	(28,582)
Other	-	-	-	-	-	10,591	-	-	-	-
Net Change in Plan Fiduciary Net Position	12,755,272	(29,469,050)	39,882,589	(1,017,378)	2,630,747	9,121,149	12,458,361	(3,348,831)	1,513,304	14,718,658
Plan Fiduciary Net Position - Beginning	146,082,306	175,551,356	135,668,767	136,686,145	134,055,398	124,934,249	112,475,888	115,824,719	114,311,415	99,592,757
Plan Fiduciary Net Position - Ending (b)	158,837,578	146,082,306	175,551,356	135,668,767	136,686,145	134,055,398	124,934,249	112,475,888	115,824,719	114,311,415
Net Pension Liability (a - b)	<u>\$ 47,921,321</u>	<u>\$ 58,280,698</u>	<u>\$ 20,640,373</u>	<u>\$ 54,585,741</u>	<u>\$ 48,985,440</u>	<u>\$ 42,799,968</u>	<u>\$ 45,167,171</u>	<u>\$ 52,483,350</u>	<u>\$ 35,888,626</u>	<u>\$ 31,107,724</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	76.8%	71.5%	89.5%	71.3%	73.6%	75.8%	73.4%	68.2%	76.3%	78.6%
Covered Payroll	\$ 22,047,295	\$ 19,172,032	\$ 18,044,347	\$ 20,987,700	\$ 20,862,031	\$ 23,610,939	\$ 22,066,375	\$ 20,255,338	\$ 20,072,947	\$ 18,391,191
Net Pension Liability as a Percentage of Covered Payroll	217.4%	304.0%	114.4%	260.1%	234.8%	181.3%	204.7%	259.1%	178.8%	169.1%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE I AND FIRE PENSION PLAN

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:										
Service Cost	\$ 82,610	\$ 59,102	\$ 80,267	\$ 120,433	\$ 203,421	\$ 653,640	\$ 810,009	\$ 936,610	\$ 1,005,457	\$ 1,276,922
Interest	20,035,361	19,838,179	19,639,083	19,749,130	19,695,012	19,565,475	19,645,595	20,076,965	20,085,394	22,543,132
Difference Between Actual and Expected Experience	2,735,131	7,024,034	(5,067,311)	2,461,445	4,520,679	4,604,032	-	1,862	(1,195,853)	(10,108,652)
Assumption Changes	-	-	12,235,759	-	-	-	-	16,534,846	-	(26,630,682)
Benefit Payments	(24,243,774)	(23,912,083)	(24,069,172)	(23,748,457)	(23,444,600)	(22,027,916)	(21,067,877)	(20,192,173)	(19,753,740)	(19,675,904)
Net Change in Total Pension Liability	(1,390,672)	3,009,232	2,818,626	(1,417,449)	974,512	2,795,231	(612,273)	17,358,110	141,258	(32,595,184)
Total Pension Liability - Beginning	302,246,642	299,237,410	296,418,784	297,836,233	296,861,721	294,066,490	294,678,763	277,320,653	277,179,395	309,774,579
Total Pension Liability - Ending (a)	300,855,970	302,246,642	299,237,410	296,418,784	297,836,233	296,861,721	294,066,490	294,678,763	277,320,653	277,179,395
Plan Fiduciary Net Position:										
Contributions - Employer	20,595,957	19,990,062	19,455,048	18,935,407	18,427,881	17,934,399	17,465,464	17,378,897	16,039,998	15,206,485
Contributions - Employee	27,642	17,680	30,470	39,822	54,725	175,440	219,770	266,831	284,810	321,061
Net Investment Income (Loss)	7,194,290	(11,720,873)	19,509,520	533,271	2,753,392	5,911,507	9,138,696	(929,819)	1,380,201	9,803,078
Benefit Payments	(24,243,774)	(23,912,083)	(24,069,172)	(23,748,457)	(23,444,600)	(22,027,916)	(21,067,877)	(20,192,173)	(19,753,740)	(19,675,904)
Administrative Expense	(34,457)	(105,544)	(61,386)	(29,185)	(31,059)	(22,453)	(38,823)	(29,322)	(29,576)	(24,335)
Other	-	-	-	-	55,057	11,061	670	-	-	-
Net Change in Plan Fiduciary Net Position	3,539,658	(15,730,758)	14,864,480	(4,269,142)	(2,184,604)	1,982,038	5,717,900	(3,505,586)	(2,078,307)	5,630,385
Plan Fiduciary Net Position - Beginning	66,418,366	82,149,124	67,284,644	71,553,786	73,738,390	71,756,352	66,038,452	69,544,038	71,622,345	65,991,960
Plan Fiduciary Net Position - Ending (b)	69,958,024	66,418,366	82,149,124	67,284,644	71,553,786	73,738,390	71,756,352	66,038,452	69,544,038	71,622,345
Net Pension Liability (a - b)	<u>\$230,897,946</u>	<u>\$235,828,276</u>	<u>\$217,088,286</u>	<u>\$229,134,140</u>	<u>\$226,282,447</u>	<u>\$223,123,331</u>	<u>\$222,310,138</u>	<u>\$228,640,311</u>	<u>\$207,776,615</u>	<u>\$205,557,050</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	23.3%	22.0%	27.5%	22.7%	24.0%	24.8%	24.4%	22.4%	25.1%	25.8%
Covered Payroll	\$ 394,886	\$ 252,571	\$ 435,286	\$ 568,886	\$ 781,786	\$ 2,506,287	\$ 3,139,571	\$ 3,811,871	\$ 4,068,714	\$ 4,154,657
Net Pension Liability as a Percentage of Covered Payroll	58472.1%	93371.1%	49872.6%	40277.7%	28944.3%	8902.5%	7080.9%	5998.1%	5106.7%	4947.6%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE II PENSION PLAN

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:										
Service Cost	\$ 4,321,149	\$ 3,974,498	\$ 4,706,043	\$ 4,613,386	\$ 4,718,763	\$ 4,693,492	\$ 4,744,240	\$ 3,884,441	\$ 3,770,366	\$ 3,762,837
Interest	20,439,080	19,344,379	18,006,298	17,296,153	16,581,550	15,998,841	15,258,836	14,589,705	13,811,883	13,520,113
Difference Between Actual and Expected Experience	(3,953,708)	6,396,994	799,252	320,431	244,425	(2,080,926)	-	329,603	738,684	(1,806,121)
Assumption Changes	-	-	9,216,906	-	-	-	-	15,898,398	-	(3,961,813)
Benefit Payments	(14,496,505)	(13,561,246)	(12,410,626)	(11,570,529)	(10,716,458)	(9,658,734)	(8,861,372)	(8,245,091)	(7,768,947)	(7,488,066)
Net Change in Total Pension Liability	6,310,016	16,154,625	20,317,873	10,659,441	10,828,280	8,952,673	11,141,704	26,457,056	10,551,986	4,026,950
Total Pension Liability - Beginning	301,221,371	285,066,746	264,748,873	254,089,432	243,261,152	234,308,479	223,166,775	196,709,719	186,157,733	182,130,783
Total Pension Liability - Ending (a)	307,531,387	301,221,371	285,066,746	264,748,873	254,089,432	243,261,152	234,308,479	223,166,775	196,709,719	186,157,733
Plan Fiduciary Net Position:										
Contributions - Employer	5,647,942	5,003,559	4,920,611	4,610,514	4,483,039	4,179,364	3,938,725	3,853,855	3,828,534	3,322,236
Contributions - Employee	2,902,070	2,500,022	2,564,911	2,347,752	2,171,138	2,089,682	2,008,027	1,931,974	1,914,267	1,661,118
Net Investment Income (Loss)	24,734,785	(39,131,258)	63,503,368	2,217,681	8,225,502	16,368,484	22,689,311	(2,481,497)	4,075,102	24,147,499
Benefit Payments	(14,496,505)	(13,561,246)	(12,410,626)	(11,570,529)	(10,716,458)	(9,658,734)	(8,861,372)	(8,245,091)	(7,768,947)	(7,488,066)
Administrative Expense	(69,822)	(242,428)	(115,465)	(8,863)	(47,871)	(19,924)	(28,474)	(37,409)	(39,395)	-
Other	-	-	-	150,000	-	500	-	-	-	(24,100)
Net Change in Plan Fiduciary Net Position	18,718,470	(45,431,351)	58,462,799	(2,253,445)	4,115,350	12,959,372	19,746,217	(4,978,168)	2,009,561	21,618,687
Plan Fiduciary Net Position - Beginning	221,035,911	266,467,262	208,004,463	210,257,908	206,142,558	193,183,186	173,436,969	178,415,137	176,405,576	154,786,889
Plan Fiduciary Net Position - Ending (b)	239,754,381	221,035,911	266,467,262	208,004,463	210,257,908	206,142,558	193,183,186	173,436,969	178,415,137	176,405,576
Net Pension Liability (a - b)	\$ 67,777,006	\$ 80,185,460	\$ 18,599,484	\$ 56,744,410	\$ 43,831,524	\$ 37,118,594	\$ 41,125,293	\$ 49,729,806	\$ 18,294,582	\$ 9,752,157
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	78.0%	73.4%	93.5%	78.6%	82.7%	84.7%	82.4%	77.7%	90.7%	94.8%
Covered Payroll	\$ 15,776,374	\$ 14,174,388	\$ 15,068,983	\$ 14,358,499	\$ 15,696,281	\$ 13,820,649	\$ 13,791,394	\$ 13,269,052	\$ 12,781,663	\$ 12,494,306
Net Pension Liability as a Percentage of Covered Payroll	429.6%	565.7%	123.4%	395.2%	279.2%	268.6%	298.2%	374.8%	143.1%	78.1%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
FIRE II PENSION PLAN

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:										
Service Cost	\$ 5,631,182	\$ 5,634,288	\$ 5,606,602	\$ 5,620,680	\$ 5,507,825	\$ 4,844,310	\$ 4,563,165	\$ 3,946,558	\$ 3,534,726	\$ 3,435,947
Interest	9,795,753	8,711,018	7,803,142	6,804,383	6,048,701	5,250,580	4,654,274	4,125,110	3,572,193	3,205,452
Benefit Changes	-	-	-	-	-	2,321,185	-	-	-	-
Difference Between Actual and Expected Experience Assumption Changes	(2,020,011)	4,104,726	(2,087,914)	3,775,843	758,031	(135,069)	-	(577,982)	482,842	(62,953)
Benefit Payments	(3,064,754)	(2,401,717)	(1,843,767)	(1,598,747)	(1,243,444)	(843,743)	(587,618)	(449,467)	(397,441)	(394,626)
Net Change in Total Pension Liability	10,342,170	16,048,315	13,418,323	14,602,159	11,071,113	11,437,263	8,629,821	12,245,706	7,192,320	4,841,906
Total Pension Liability - Beginning	140,705,622	124,657,307	111,238,984	96,636,825	85,565,712	74,128,449	65,498,628	53,252,922	46,060,602	41,218,696
Total Pension Liability - Ending (a)	151,047,792	140,705,622	124,657,307	111,238,984	96,636,825	85,565,712	74,128,449	65,498,628	53,252,922	46,060,602
Plan Fiduciary Net Position:										
Contributions - Employer	5,195,709	4,906,175	4,574,311	4,282,728	3,646,246	3,561,858	3,149,947	2,973,277	2,943,088	2,903,462
Contributions - Employee	2,595,927	2,452,125	2,308,382	2,141,361	1,823,301	1,780,929	1,574,973	1,486,639	1,471,544	1,451,731
Net Investment Income (Loss)	12,351,832	(17,767,563)	27,534,636	1,143,368	3,401,921	4,543,343	7,834,412	(930,262)	782,789	5,483,041
Benefit Payments	(3,064,754)	(2,401,717)	(1,843,767)	(1,598,747)	(1,243,444)	(843,743)	(587,618)	(449,467)	(397,441)	(394,626)
Administrative Expense	(45,255)	(90,863)	(39,324)	(24,917)	(11,083)	(18,000)	(20,875)	(8,926)	(8,697)	(4,315)
Other	-	-	4,796	-	-	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	17,033,459	(12,901,843)	32,539,034	5,943,793	7,616,941	9,024,387	11,950,839	3,071,261	4,791,283	9,439,293
Plan Fiduciary Net Position - Beginning	106,780,952	119,682,795	87,143,761	81,199,968	73,583,027	64,558,640	52,607,801	49,536,540	44,745,257	35,305,964
Plan Fiduciary Net Position - Ending (b)	123,814,411	106,780,952	119,682,795	87,143,761	81,199,968	73,583,027	64,558,640	52,607,801	49,536,540	44,745,257
Net Pension Liability (a - b)	<u>\$ 27,233,381</u>	<u>\$ 33,924,670</u>	<u>\$ 4,974,512</u>	<u>\$ 24,095,223</u>	<u>\$ 15,436,857</u>	<u>\$ 11,982,685</u>	<u>\$ 9,569,809</u>	<u>\$ 12,890,827</u>	<u>\$ 3,716,382</u>	<u>\$ 1,315,345</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.0%	75.9%	96.0%	78.3%	84.0%	86.0%	87.1%	80.3%	93.0%	97.1%
Covered Payroll	\$ 17,630,502	\$ 17,172,471	\$ 15,955,044	\$ 16,004,215	\$ 15,696,281	\$ 15,267,285	\$ 14,188,946	\$ 13,393,144	\$ 12,602,432	\$ 11,769,201
Net Pension Liability as a Percentage of Covered Payroll	154.5%	197.6%	31.2%	150.6%	98.3%	78.5%	67.4%	96.2%	29.5%	11.2%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
WARWICK PUBLIC SCHOOLS EMPLOYEES' PENSION PLAN

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:										
Service Cost	\$ 1,348,682	\$ 1,289,052	\$ 1,288,330	\$ 1,221,621	\$ 1,148,322	\$ 1,101,378	\$ 1,085,156	\$ 1,182,332	\$ 1,153,661	\$ 1,233,904
Interest	4,940,240	4,614,936	4,393,115	4,213,696	3,985,397	3,727,866	3,405,815	3,239,682	3,013,821	2,683,152
Difference Between Actual and Expected Experience	260,709	2,629,091	1,395,609	515,079	655,019	1,105,363	2,093,032	(363,953)	342,058	664,117
Assumption Changes	-	151,628	(186,566)	(157,290)	2,375,125	85,298	81,200	113,452	-	67,700
Benefit Payments	(4,064,748)	(3,789,775)	(3,426,102)	(2,984,641)	(2,514,114)	(2,265,755)	(1,901,797)	(1,506,891)	(1,122,881)	(1,035,956)
Net Change in Total Pension Liability	2,484,883	4,894,932	3,464,386	2,808,465	5,649,749	3,754,150	4,763,406	2,664,622	3,386,659	3,612,917
Total Pension Liability - Beginning	73,839,247	68,944,315	65,479,929	62,671,464	57,021,715	53,267,565	48,504,159	45,839,537	42,452,878	38,839,961
Total Pension Liability - Ending (a)	76,324,130	73,839,247	68,944,315	65,479,929	62,671,464	57,021,715	53,267,565	48,504,159	45,839,537	42,452,878
Plan Fiduciary Net Position:										
Contributions - Employer	2,806,164	406,900	559,592	50,050	2,286,461	1,152,310	2,044,880	1,968,941	1,752,679	2,160,500
Contributions - Employee	845,490	748,165	783,020	796,308	742,348	721,712	803,054	732,245	766,137	743,492
Net Investment Income (Loss)	6,005,500	(9,342,632)	14,839,413	2,255,272	4,037,778	4,797,201	5,414,063	936,885	1,487,522	3,977,291
Benefit Payments	(4,064,748)	(3,789,775)	(3,426,102)	(2,984,641)	(2,514,114)	(2,265,755)	(1,901,797)	(1,506,891)	(1,122,881)	(1,035,956)
Administrative Expense	(227,520)	(217,064)	(225,103)	(254,773)	(180,897)	(200,111)	(205,899)	(173,084)	(95,056)	(83,496)
Net Change in Plan Fiduciary Net Position	5,364,886	(12,194,406)	12,530,820	(137,784)	4,371,576	4,205,357	6,154,301	1,958,096	2,788,401	5,761,831
Plan Fiduciary Net Position - Beginning	57,573,102	69,767,508	57,236,688	57,374,472	53,002,896	48,797,539	42,643,238	40,685,142	37,896,741	32,134,910
Plan Fiduciary Net Position - Ending (b)	62,937,988	57,573,102	69,767,508	57,236,688	57,374,472	53,002,896	48,797,539	42,643,238	40,685,142	37,896,741
Net Pension Liability (Asset) (a - b)	\$ 13,386,142	\$ 16,266,145	\$ (823,193)	\$ 8,243,241	\$ 5,296,992	\$ 4,018,819	\$ 4,470,026	\$ 5,860,921	\$ 5,154,395	\$ 4,556,137
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.5%	78.0%	101.2%	87.4%	91.5%	93.0%	91.6%	87.9%	88.8%	89.3%
Covered Payroll	\$ 13,434,461	\$ 14,234,073	\$ 13,624,438	\$ 13,529,580	\$ 12,952,620	\$ 13,435,984	\$ 12,914,407	\$ 12,567,847	\$ 13,918,915	\$ 13,335,646
Net Pension Liability as a Percentage of Covered Payroll	99.6%	114.3%	-6.0%	60.9%	40.9%	29.9%	34.6%	46.6%	37.0%	34.2%

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
CITY EMPLOYEES' PENSION PLAN**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 8,075,809	\$ 7,814,937	\$ 7,390,390	\$ 7,458,317	\$ 6,728,459	\$ 6,194,245	\$ 5,764,819	\$ 5,505,376	\$ 5,640,498	\$ 5,436,625
Actual Contribution Made in Relation to the Actuarially Determined Contribution	8,075,809	7,814,937	7,390,390	7,458,317	6,728,459	6,194,245	5,764,819	5,505,376	5,640,498	5,436,625
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 22,047,295	\$ 19,172,032	\$ 18,044,347	\$ 20,987,700	\$ 20,862,031	\$ 23,610,939	\$ 23,610,939	\$ 20,255,338	\$ 20,072,947	\$ 18,391,191
Contributions as a Percentage of Covered Payroll	36.6%	40.8%	41.0%	35.5%	32.3%	26.2%	24.4%	27.2%	28.1%	29.6%

Notes to Schedule of Contributions

Valuation Date

July 1, 2022

Notes

Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

5 Year Smoothed Market

Inflation

2.50%

Salary Increases

3.00% to 7.00% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
POLICE I AND FIRE PENSION PLAN**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 20,595,957	\$ 19,990,062	\$ 19,455,048	\$ 18,935,407	\$ 18,427,881	\$ 17,934,399	\$ 17,465,464	\$ 17,378,897	\$ 16,039,998	\$ 15,206,485
Actual Contribution Made in Relation to the Actuarially Determined Contribution	20,595,957	19,990,062	19,455,048	18,935,407	18,427,881	17,934,399	17,465,464	17,378,897	16,039,998	15,206,485
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 394,886	\$ 252,571	\$ 432,286	\$ 568,886	\$ 781,786	\$ 2,506,287	\$ 3,139,571	\$ 3,811,871	\$ 4,068,714	\$ 4,154,657
Contributions as a Percentage of Covered Payroll	5215.7%	7914.6%	4500.5%	3328.5%	2357.2%	715.6%	556.3%	455.9%	394.2%	366.0%

Notes to Schedule of Contributions

Valuation Date

July 1, 2022

Notes Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

5 Year Smoothed Market

Inflation

2.50%

Salary Increases

3.50% to 13.50% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16
(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
POLICE II PENSION PLAN**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 5,647,942	\$ 5,003,559	\$ 4,920,611	\$ 4,610,514	\$ 4,483,039	\$ 4,179,364	\$ 3,938,725	\$ 3,853,855	\$ 3,828,534	\$ 3,322,236
Actual Contribution Made in Relation to the Actuarially Determined Contribution	5,647,942	5,003,559	4,920,611	4,610,514	4,483,039	4,179,364	3,938,725	3,853,855	3,828,534	3,322,236
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 15,776,374	\$ 14,174,388	\$ 15,068,983	\$ 14,358,499	\$ 14,286,295	\$ 13,820,649	\$ 13,791,394	\$ 13,269,052	\$ 12,781,663	\$ 12,494,306
Contributions as a Percentage of Covered Payroll	35.8%	35.3%	32.7%	32.1%	31.4%	30.2%	28.6%	29.0%	30.0%	26.6%

Notes to Schedule of Contributions

Valuation Date

July 1, 2022

Notes Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

5 Year Smoothed Market

Inflation

2.50%

Salary Increases

3.50% to 13.50% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16
(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
FIRE II PENSION PLAN**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 5,195,709	\$ 4,906,175	\$ 4,584,284	\$ 4,282,728	\$ 3,646,246	\$ 3,561,858	\$ 3,149,947	\$ 2,973,277	\$ 2,943,088	\$ 2,903,462
Actual Contribution Made in Relation to the Actuarially Determined Contribution	5,195,709	4,906,175	4,584,284	4,282,728	3,646,246	3,561,858	3,149,947	2,973,277	2,943,088	2,903,462
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 17,630,502	\$ 17,172,471	\$ 15,955,044	\$ 16,004,215	\$ 15,696,281	\$ 15,696,281	\$ 14,188,946	\$ 13,393,144	\$ 12,602,432	\$ 11,769,201
Contributions as a Percentage of Covered Payroll	29.5%	28.6%	28.7%	26.8%	23.2%	22.7%	22.2%	22.2%	23.4%	24.7%

Notes to Schedule of Contributions

Valuation Date

July 1, 2022

Notes

Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

5 Year Smoothed Market

Inflation

2.50%

Salary Increases

3.50% to 13.50% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
WARWICK PUBLIC SCHOOLS EMPLOYEES' PENSION PLAN**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 1,863,852	\$ 940,968	\$ 966,492	\$ 1,130,306	\$ 1,000,253	\$ 1,109,882	\$ 1,156,709	\$ 1,161,346	\$ 1,092,021	\$ 1,236,062
Actual Contribution Made in Relation to the Actuarially Determined Contribution	2,806,164	406,900	559,592	50,050	2,286,461	1,152,310	2,044,880	1,968,941	1,752,679	2,160,500
Contribution Deficiency (Excess)	<u>\$ (942,312)</u>	<u>\$ 534,068</u>	<u>\$ 406,900</u>	<u>\$ 1,080,256</u>	<u>\$ (1,286,208)</u>	<u>\$ (42,428)</u>	<u>\$ (888,171)</u>	<u>\$ (807,595)</u>	<u>\$ (660,658)</u>	<u>\$ (924,438)</u>
Covered Payroll	\$ 13,434,461	\$ 14,234,073	\$ 13,529,580	\$ 13,529,580	\$ 12,952,620	\$ 13,435,984	\$ 12,914,407	\$ 12,567,847	\$ 13,918,915	\$ 13,335,646
Contributions as a Percentage of Covered Payroll	20.9%	2.9%	4.1%	0.4%	17.7%	8.6%	15.8%	15.7%	12.6%	16.2%

Notes to Schedule of Contributions

Valuation Date

July 1, 2023

Notes

Actuarially determined contribution rates are calculated as of the beginning of the fiscal year, July 1, the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	For funding purposes, the Entry Age Normal Actuarial Cost Method is used.
Amortization Method	Level percentage of payroll
Asset Valuation Method	Fair Market Value
Salary Increases	4.50% for pre-age 50, 2.5% for post-age 50
Investment Rate of Return	6.75%
Retirement Age	30% at Age 62, 15% per year for Ages 63 through 64, 100% at Age 65.
Mortality	PubG-2010(B) with Generational Mortality Improvement
Disabled Mortality	PubG-2010 Disabled Retiree Mortality with Generation Mortality Improvement

Other Information:

Notes

There were no benefit changes during the year.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF INVESTMENT RETURNS
CITY PENSION AND OPEB PLANS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual Money-Weighted Rate of Return, Net of Investment Expense:										
Police I and Fire Pension Plan	11.2 %	(14.6)%	30.0 %	0.8 %	4.2 %	8.5 %	14.2 %	(1.9)%	0.5 %	15.4 %
Police II Pension Plan	11.4	(14.9)	30.9	1.1	4.2	8.6	13.2	(1.4)	2.3	15.7
Fire II Pension Plan	11.4	(14.6)	30.9	1.4	4.4	6.8	14.4	(1.8)	1.3	14.8
City Employees Pension Plan	11.4	(14.8)	32.8	1.2	4.2	9.1	12.8	(1.4)	2.1	15.7
Warwick Public School Employees' Pension Plan	10.6	(13.7)	26.3	4.0	7.5	9.7	12.6	2.3	2.0	17.2
City OPEB Plan	6.1	(34.9)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
EMPLOYEES' RETIREMENT SYSTEM – TEACHERS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 12,738,617	\$ 12,641,040	\$ 12,218,833	\$ 11,800,882	\$ 11,027,679	\$ 10,176,528	\$ 10,619,358	\$ 10,888,514	\$ 10,546,876
Actual Contribution Made in Relation to the Actuarially Determined Contribution	<u>12,738,617</u>	<u>12,641,040</u>	<u>12,218,833</u>	<u>11,800,882</u>	<u>11,027,679</u>	<u>10,176,528</u>	<u>10,619,358</u>	<u>10,888,514</u>	<u>10,546,876</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 86,188,207	\$ 85,528,011	\$ 82,671,401	\$ 83,598,027	\$ 78,624,319	\$ 76,861,994	\$ 80,571,760	\$ 79,304,545	\$ 78,649,336
Contributions as a Percentage of Covered Payroll	14.8%	14.8%	14.8%	14.1%	14.0%	13.2%	13.2%	13.7%	13.4%

Notes

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

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EMPLOYEES' RETIREMENT SYSTEM – TEACHERS

Fiscal Year	2023	2022	2021	2020	2019	2018	2017	2016	2015
Measurement Date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Employer's Proportion of the Net Pension Liability	4.276%	4.324%	4.324%	4.330%	4.413%	4.264%	4.708%	4.840%	5.003%
Employer's Proportionate Share of the Net Pension Liability	\$ 115,487,650	\$ 101,879,992	\$ 138,142,866	\$ 138,160,441	\$ 140,219,615	\$ 134,499,571	\$ 140,460,773	\$ 133,250,179	\$ 121,776,253
State's Proportionate Share of the Net Pension Liability	<u>85,411,230</u>	<u>75,553,147</u>	<u>102,643,533</u>	<u>103,496,476</u>	<u>104,593,761</u>	<u>101,649,361</u>	<u>96,195,004</u>	<u>91,032,340</u>	<u>83,507,586</u>
Total Net Pension Liability	<u>\$ 200,898,880</u>	<u>\$ 177,433,139</u>	<u>\$ 240,786,399</u>	<u>\$ 241,656,917</u>	<u>\$ 244,813,376</u>	<u>\$ 236,148,932</u>	<u>\$ 236,655,777</u>	<u>\$ 224,282,519</u>	<u>\$ 205,283,839</u>
Employer's Covered Payroll	\$ 86,188,207	\$ 85,528,011	\$ 82,671,401	\$ 78,624,319	\$ 76,861,994	\$ 80,571,760	\$ 79,304,545	\$ 78,649,336	\$ 76,683,103
Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	133.99%	119.12%	167.10%	175.72%	182.43%	166.93%	177.12%	169.42%	158.80%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	59.60%	54.60%	54.60%	54.60%	54.30%	54.00%	54.06%	57.55%	61.40%

Notes

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

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN NET/TOTAL OPEB LIABILITY AND RELATED RATIOS

	2023	2022	2021	2020	2019	2018
City Plan						
Total OPEB Liability:						
Service Cost	\$ 12,960,086	\$ 20,063,473	\$ 10,717,987	\$ 10,622,337	\$ 10,159,859	\$ 10,631,235
Interest	14,662,039	8,918,466	10,009,065	9,953,310	10,320,288	10,463,940
Differences Between Expected and Actual Experience	(18,449)	92,287,051	(1,928,670)	7,774,043	(3,523,060)	(14,109,697)
Changes in Assumptions and Other Inputs	(115,738,556)	(116,381,306)	17,553,766	4,621,734	5,992,743	-
Benefit Payments	<u>(13,040,419)</u>	<u>(13,148,953)</u>	<u>(13,972,245)</u>	<u>(12,908,231)</u>	<u>(12,129,308)</u>	<u>(11,482,709)</u>
Net Change in Total OPEB Liability	(101,175,299)	(8,261,269)	22,379,903	20,063,193	10,820,522	(4,497,231)
Total OPEB Liability - Beginning	<u>397,385,397</u>	<u>405,646,666</u>	<u>383,266,763</u>	<u>363,203,570</u>	<u>352,383,048</u>	<u>356,880,279</u>
Total OPEB Liability - Ending	296,210,098	397,385,397	<u>\$ 405,646,666</u>	<u>\$ 383,266,763</u>	<u>\$ 363,203,570</u>	<u>\$ 352,383,048</u>
Plan Fiduciary Net Position:						
Contributions - Employer	13,290,419	13,398,953				
Net Investment Income (Loss)	26,094	(27,163)				
Benefit Payments	<u>(13,040,419)</u>	<u>(13,148,953)</u>				
Net Change in Plan Fiduciary Net Position	276,094	222,837				
Plan Fiduciary Net Position - Beginning	<u>222,837</u>	<u>-</u>				
Plan Fiduciary Net Position - Ending (b)	<u>498,931</u>	<u>222,837</u>				
Net OPEB Liability (Asset) (a - b)	<u>\$ 295,711,167</u>	<u>\$ 397,162,560</u>				
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.17%	0.06%				
Covered-Employee Payroll	\$ 55,849,057	\$ 50,771,462	\$ 52,560,591	\$ 52,396,661	\$ 51,864,261	\$ 49,203,459
Net/Total OPEB Liability as a Percentage of Covered-Employee Payroll	529.5%	782.3%	771.8%	731.5%	700.3%	716.2%
School Plan						
Total OPEB Liability:						
Service Cost	\$ 873,811	\$ 1,232,401	\$ 859,637	\$ 873,977	\$ 843,281	\$ 2,069,696
Interest	1,118,680	813,458	691,204	744,953	763,073	1,573,178
Changes in Benefit Terms	-	-	-	-	(27,448,651)	-
Differences Between Expected and Actual Experience	(984,171)	(3,443,341)	8,291,182	(2,059,373)	(409,717)	(2,581,254)
Changes in Assumptions and Other Inputs	(169,023)	(7,909,508)	2,122,587	423,444	671,700	-
Benefit Payments	<u>(673,936)</u>	<u>(638,092)</u>	<u>(632,191)</u>	<u>(765,203)</u>	<u>(782,810)</u>	<u>(812,604)</u>
Net Change in Total OPEB Liability	165,361	(9,945,082)	11,332,419	(782,202)	(26,363,124)	249,016
Total OPEB Liability - Beginning	<u>27,688,549</u>	<u>37,633,631</u>	<u>26,301,212</u>	<u>27,083,414</u>	<u>53,446,538</u>	<u>53,197,522</u>
Total OPEB Liability - Ending	<u>\$ 27,853,910</u>	<u>\$ 27,688,549</u>	<u>\$ 37,633,631</u>	<u>\$ 26,301,212</u>	<u>\$ 27,083,414</u>	<u>\$ 53,446,538</u>
Covered-Employee Payroll	\$ 100,376,748	\$ 91,483,414	\$ 96,759,805	\$ 88,671,896	\$ 93,240,089	\$ 95,717,334
Net/Total OPEB Liability as a Percentage of Covered-Employee Payroll	27.7%	30.3%	38.9%	29.7%	29.0%	55.8%

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

SUPPLEMENTARY INFORMATION

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

**CITY OF WARWICK, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

Special Revenue Restricted City Funds – These funds are used to account for revenues from specific taxes or other earmarked revenue sources which by law are designated to finance particular functions or activities of government, and which therefore cannot be diverted to other uses.

School Restricted Funds – Funds established to account for federal, state, and private grant monies used for the benefit of the Warwick School Department.

Capital Project Funds - The Capital Project Funds account for all resources used for the acquisition and/or construction of capital facilities by the City, except those financed by the Enterprise Funds.

Debt Service Fund - The Debt Service Fund is used to account for the balance of funds restricted for the repayment of debt service.

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Special Revenue Restricted City	Special Revenue Restricted School	Capital Project Funds	Debt Service Fund	Total
ASSETS					
Cash and Cash Equivalents	\$ 1,715,156	\$ 572,519	\$ 49,762	\$ -	\$ 2,337,437
Cash Held by Fiscal Agent	-	-	1,093,150	-	1,093,150
Restricted Cash and Cash Equivalents	38,985	-	1,447,928	6,408,098	7,895,011
Receivables, Net of Allowance for Uncollectible Amounts:					
Intergovernmental	3,350,420	22,696,467	127,470	-	26,174,357
Loan Receivable	2,525,738	-	-	-	2,525,738
Departmental and Other	850,646	1,095,288	416,125	-	2,362,059
Due from Other Funds	2,968,830	963,160	4,594,617	-	8,526,607
Other Assets	-	178,300	-	-	178,300
Total Assets	<u>\$ 11,449,775</u>	<u>\$ 25,505,734</u>	<u>\$ 7,729,052</u>	<u>\$ 6,408,098</u>	<u>\$ 51,092,659</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable and Accrued Expenditures	\$ 1,807,603	\$ 991,089	\$ 3,780,750	\$ -	\$ 6,579,442
Due to Federal and State Governments	76	-	-	-	76
Due to Other Funds	947,049	22,614,457	736,517	-	24,298,023
Unearned Revenues	3,000	10,390	-	-	13,390
Other Liabilities	471,602	-	-	-	471,602
Total Liabilities	<u>3,229,330</u>	<u>23,615,936</u>	<u>4,517,267</u>	<u>-</u>	<u>31,362,533</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenues - Other	5,243,133	-	-	-	5,243,133
Total Deferred Inflows of Resources	<u>5,243,133</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,243,133</u>
FUND BALANCES					
Nonspendable	-	176,703	-	-	176,703
Restricted	4,063,661	2,063,331	4,408,983	6,408,098	16,944,073
Unassigned	(1,086,349)	(350,236)	(1,197,198)	-	(2,633,783)
Total Fund Balances	<u>2,977,312</u>	<u>1,889,798</u>	<u>3,211,785</u>	<u>6,408,098</u>	<u>14,486,993</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 11,449,775</u>	<u>\$ 25,505,734</u>	<u>\$ 7,729,052</u>	<u>\$ 6,408,098</u>	<u>\$ 51,092,659</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023**

	Special Revenue Restricted City	Special Revenue Restricted School	Capital Project Funds	Debt Service Fund	Total
REVENUES					
Intergovernmental Revenues	\$ 4,719,512	\$ 16,079,073	\$ 4,453,743	\$ -	\$ 25,252,328
Charges for Services	674,974	1,210,589	-	-	1,885,563
Other Revenue	53,478	-	780,745	-	834,223
Investment Income	2,331	-	282,478	189,046	473,855
Contributions and Private Grants	325,650	332,275	-	-	657,925
Total Revenues	<u>5,775,945</u>	<u>17,621,937</u>	<u>5,516,966</u>	<u>189,046</u>	<u>29,103,894</u>
EXPENDITURES					
Executive and Administration	80,711	-	-	-	80,711
Public Safety	2,617,257	-	2,968,519	-	5,585,776
Public Libraries	101,455	-	-	-	101,455
Social Services	191,638	-	-	-	191,638
Planning and Economic Development	2,993,571	-	-	-	2,993,571
Public Works	-	-	2,879,190	-	2,879,190
Education	-	17,608,437	23,639,693	-	41,248,130
Total Expenditures	<u>5,984,632</u>	<u>17,608,437</u>	<u>29,487,402</u>	<u>-</u>	<u>53,080,471</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	(208,687)	13,500	(23,970,436)	189,046	(23,976,577)
OTHER FINANCING SOURCES (USES)					
Transfers In	338,186	-	18,699	507,500	864,385
Transfer Out	(490,525)	-	(61)	-	(490,586)
Total Other Financing Sources (Uses)	<u>(152,339)</u>	<u>-</u>	<u>18,638</u>	<u>507,500</u>	<u>373,799</u>
NET CHANGE IN FUND BALANCES					
	(361,026)	13,500	(23,951,798)	696,546	(23,602,778)
Fund Balances - Beginning of Year	<u>3,338,338</u>	<u>1,876,298</u>	<u>27,163,583</u>	<u>5,711,552</u>	<u>38,089,771</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,977,312</u>	<u>\$ 1,889,798</u>	<u>\$ 3,211,785</u>	<u>\$ 6,408,098</u>	<u>\$ 14,486,993</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
SPECIAL REVENUE RESTRICTED CITY
JUNE 30, 2023**

	Special Detail Fund (301)	City Clerk Restricted Fund (308)	Emergency Operations City (310)	Warwick Public Library Restricted Fund (320)	Open Space Land Dedication (325)	Sewer Connection Grant (342)	Excess Hotel Tax Fund (356)	Mooring Fee Reserve Fund (357)	Opioid Operations (321)	Senior Center Gift Shop (362)
ASSETS										
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 162,977	\$ -	\$ 2	\$ 148,179	\$ 263,210	\$ -	\$ 26,281
Restricted Cash and Cash Equivalents										
Receivables, Net of Uncollectibles:										
Departmental and Other	850,646	-	-	-	-	-	-	-	-	-
Loans Receivable										
Intergovernmental	-	-	-	-	-	-	-	-	1,866,750	-
Due from Other Funds	106,489	1,078,719	128,657	41,222	494,121	51,563	15,210	-	953,338	-
Total Assets	<u>\$ 957,135</u>	<u>\$ 1,078,719</u>	<u>\$ 128,657</u>	<u>\$ 204,199</u>	<u>\$ 494,121</u>	<u>\$ 51,565</u>	<u>\$ 163,389</u>	<u>\$ 263,210</u>	<u>\$ 2,820,088</u>	<u>\$ 26,281</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES										
Accounts Payable and Accrued Expenditures	\$ -	\$ 3,845	\$ -	\$ 16,351	\$ -	\$ -	\$ -	\$ -	\$ 89,412	\$ 606
Due to Federal and State Governments	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	3,287
Unearned Revenue	-	-	-	-	-	-	-	-	-	-
Other Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>3,845</u>	<u>-</u>	<u>16,351</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>89,412</u>	<u>3,893</u>
DEFERRED INFLOWS OF RESOURCES										
Unavailable Revenue - Other	850,646	-	-	-	-	-	-	-	1,866,750	-
FUND BALANCES										
Restricted	106,489	1,074,874	128,657	187,848	494,121	51,565	163,389	263,210	863,926	22,388
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>106,489</u>	<u>1,074,874</u>	<u>128,657</u>	<u>187,848</u>	<u>494,121</u>	<u>51,565</u>	<u>163,389</u>	<u>263,210</u>	<u>863,926</u>	<u>22,388</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 957,135</u>	<u>\$ 1,078,719</u>	<u>\$ 128,657</u>	<u>\$ 204,199</u>	<u>\$ 494,121</u>	<u>\$ 51,565</u>	<u>\$ 163,389</u>	<u>\$ 263,210</u>	<u>\$ 2,820,088</u>	<u>\$ 26,281</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED CITY
JUNE 30, 2023**

	Police JAG Grant (363)	Assistance to Firefighters Grant (368)	Federal Asset Forfeiture Fund (364)	State Asset Forfeiture Fund (366)	Community Development Block Grant (500)	HUD Disaster Recovery Grant (5012)	FEMA COVID (309)	Employee Benefit Trust Fund (315)	Treasurer's Agent (360)	Neighbors Helping Neighbors (306)	Total
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ 86,750	\$ 124,251	\$ 44,870	\$ -	\$ -	\$ 148,000	\$ 701,507	\$ 9,129	\$ 1,715,156
Restricted Cash and Cash Equivalents						38,985	-		-	-	38,985
Receivables, Net of Uncollectibles:											
Departmental and Other	-	-	-	-	-	-	-	-	-	-	850,646
Loans Receivable	-	-	-	-	2,525,738	-	-	-	-	-	2,525,738
Intergovernmental	-	1,287,282	-	-	196,388	-	-	-	-	-	3,350,420
Due from Other Funds	-	-	-	20,469	-	-	-	5,883	70,109	3,050	2,968,830
Total Assets	\$ -	\$ 1,287,282	\$ 86,750	\$ 144,720	\$ 2,766,996	\$ 38,985	\$ -	\$ 153,883	\$ 771,616	\$ 12,179	\$ 11,449,775
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES											
LIABILITIES											
Accounts Payable and Accrued Expenditures	\$ -	\$ 1,326,086	\$ 6,251	\$ -	\$ 196,388	\$ 164,374	\$ -	\$ -	\$ 4,290	\$ -	\$ 1,807,603
Due to Federal and State Governments	-	-	-	-	76	-	-	-	-	-	76
Due to Other Funds	39,522	256,498	21,606	-	-	-	626,136	-	-	-	947,049
Unearned Revenue	-	-	-	-	-	-	-	-	3,000	-	3,000
Other Liabilities	-	-	-	4,044	-	-	-	-	467,558	-	471,602
Total Liabilities	39,522	1,582,584	27,857	4,044	196,464	164,374	626,136	-	474,848	-	3,229,330
DEFERRED INFLOWS OF RESOURCES											
Unavailable Revenue - Other	-	-	-	-	2,525,737	-	-	-	-	-	5,243,133
FUND BALANCES											
Restricted	-	-	58,893	140,676	44,795	-	-	153,883	296,768	12,179	4,063,661
Unassigned	(39,522)	(295,302)	-	-	-	(125,389)	(626,136)	-	-	-	(1,086,349)
Total Fund Balances	(39,522)	(295,302)	58,893	140,676	44,795	(125,389)	(626,136)	153,883	296,768	12,179	2,977,312
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 1,287,282	\$ 86,750	\$ 144,720	\$ 2,766,996	\$ 38,985	\$ -	\$ 153,883	\$ 771,616	\$ 12,179	\$ 11,449,775

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE RESTRICTED CITY
YEAR ENDED JUNE 30, 2023

	Special Detail Fund (301)	City Clerk Restricted Fund (308)	Emergency Operations City (310)	Warwick Public Library Restricted Fund (320)	Open Space Land Dedication (325)	Sewer Connection Grant (342)	Excess Hotel Tax Fund (356)	Mooring Fee Reserve Fund (357)	Opioid Operations (321)	Senior Center Gift Shop (362)
REVENUES										
Charges for Services	\$ 542,883	\$ 81,920	\$ -	\$ -	\$ 26,175	\$ 22,000	\$ -	\$ -	\$ -	\$ 1,996
Intergovernmental	-	-	-	13,695	-	-	198,079	-	392,945	-
Contributions and Private Grants	-	-	-	102,781	-	-	-	-	-	-
Investment Income	-	-	-	387	-	3	361	638	-	67
Other Revenue	-	-	-	-	-	-	-	-	-	4,755
Total Revenues	<u>542,883</u>	<u>81,920</u>	<u>-</u>	<u>116,863</u>	<u>26,175</u>	<u>22,003</u>	<u>198,440</u>	<u>638</u>	<u>392,945</u>	<u>6,818</u>
EXPENDITURES										
Executive and Administration	-	41,788	-	-	-	-	-	-	-	-
Public Safety	145,234	-	-	-	-	-	-	-	172,858	-
Public Libraries	-	-	-	101,455	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	182,869	-	-	8,769
Planning and Economic Development	-	-	-	-	-	1,000	-	-	-	-
Total Expenditures	<u>145,234</u>	<u>41,788</u>	<u>-</u>	<u>101,455</u>	<u>-</u>	<u>1,000</u>	<u>182,869</u>	<u>-</u>	<u>172,858</u>	<u>8,769</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	397,649	40,132	-	15,408	26,175	21,003	15,571	638	220,087	(1,951)
OTHER FINANCING SOURCES (USES)										
Transfers In	-	-	-	-	-	-	-	-	-	-
Transfers Out	(490,525)	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>(490,525)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(92,876)	40,132	-	15,408	26,175	21,003	15,571	638	220,087	(1,951)
Fund Balances - Beginning of Year	<u>199,365</u>	<u>1,034,742</u>	<u>128,657</u>	<u>172,440</u>	<u>467,946</u>	<u>30,562</u>	<u>147,818</u>	<u>262,572</u>	<u>643,839</u>	<u>24,339</u>
FUND BALANCES - END OF YEAR	<u>\$ 106,489</u>	<u>\$ 1,074,874</u>	<u>\$ 128,657</u>	<u>\$ 187,848</u>	<u>\$ 494,121</u>	<u>\$ 51,565</u>	<u>\$ 163,389</u>	<u>\$ 263,210</u>	<u>\$ 863,926</u>	<u>\$ 22,388</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED CITY
YEAR ENDED JUNE 30, 2023

	Police JAG Grant (363)	Assistance to Firefighters Grant (368)	Federal Asset Forfeiture Fund (364)	State Asset Forfeiture Fund (366)	Community Development Block Grant (500)	HUD Disaster Recovery Grant (5012)	FEMA COVID (309)	Employee Benefit Trust Fund (315)	Treasurer's Agent (360)	Neighbors Helping Neighbors (306)	Total
REVENUES											
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 674,974
Intergovernmental	213,078	1,287,282	17,529	20,469	1,793,823	782,612	-	-	-	-	4,719,512
Contributions and Private Grants	-	-	-	-	-	-	-	33,806	175,013	14,050	325,650
Investment Income	-	-	202	300	-	-	-	353	-	20	2,331
Other Revenue	-	-	-	-	48,723	-	-	-	-	-	53,478
Total Revenues	<u>213,078</u>	<u>1,287,282</u>	<u>17,731</u>	<u>20,769</u>	<u>1,842,546</u>	<u>782,612</u>	<u>-</u>	<u>34,159</u>	<u>175,013</u>	<u>14,070</u>	<u>5,775,945</u>
EXPENDITURES											
Executive and Administration	-	-	-	-	-	-	-	27,923	-	11,000	80,711
Public Safety	171,471	1,910,783	44,285	-	-	-	-	-	172,626	-	2,617,257
Public Libraries	-	-	-	-	-	-	-	-	-	-	101,455
Social Services	-	-	-	-	-	-	-	-	-	-	191,638
Planning and Economic Development	-	-	-	-	2,084,570	908,001	-	-	-	-	2,993,571
Total Expenditures	<u>171,471</u>	<u>1,910,783</u>	<u>44,285</u>	<u>-</u>	<u>2,084,570</u>	<u>908,001</u>	<u>-</u>	<u>27,923</u>	<u>172,626</u>	<u>11,000</u>	<u>5,984,632</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	41,607	(623,501)	(26,554)	20,769	(242,024)	(125,389)	-	6,236	2,387	3,070	(208,687)
OTHER FINANCING SOURCES (USES)											
Transfers In	-	338,186	-	-	-	-	-	-	-	-	338,186
Transfers Out	-	-	-	-	-	-	-	-	-	-	(490,525)
Total Other Financing Sources (Uses)	<u>-</u>	<u>338,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(152,339)</u>
NET CHANGE IN FUND BALANCES	41,607	(285,315)	(26,554)	20,769	(242,024)	(125,389)	-	6,236	2,387	3,070	(361,026)
Fund Balances - Beginning of Year	<u>(81,129)</u>	<u>(9,987)</u>	<u>85,447</u>	<u>119,907</u>	<u>286,819</u>	<u>-</u>	<u>(626,136)</u>	<u>147,647</u>	<u>294,381</u>	<u>9,109</u>	<u>3,338,338</u>
FUND BALANCES - END OF YEAR	<u>\$ (39,522)</u>	<u>\$ (295,302)</u>	<u>\$ 58,893</u>	<u>\$ 140,676</u>	<u>\$ 44,795</u>	<u>\$ (125,389)</u>	<u>\$ (626,136)</u>	<u>\$ 153,883</u>	<u>\$ 296,768</u>	<u>\$ 12,179</u>	<u>\$ 2,977,312</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

ASSETS	<u>IDEA</u>	<u>IDEA Preschool</u>	<u>Title I</u>	<u>Title II</u>	<u>Title III</u>	<u>Title IV</u>	<u>Perkins Voc</u>	<u>Homeless Child/Youth</u>	<u>Fresh Fruit/Veg Program</u>
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	44,665	-	-
Intergovernmental	2,998,473	123,436	1,925,543	524,622	26,925	132,429	116,783	92,598	14,361
Due from Other Funds	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 2,998,473</u>	<u>\$ 123,436</u>	<u>\$ 1,925,543</u>	<u>\$ 524,622</u>	<u>\$ 26,925</u>	<u>\$ 132,429</u>	<u>\$ 161,448</u>	<u>\$ 92,598</u>	<u>\$ 14,361</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ 171	\$ -	\$ -	\$ -	\$ 22,603	\$ 103	\$ 6,874
Due to Other Funds	2,998,473	123,436	1,925,372	524,622	26,925	132,429	89,501	146,452	11,484
Unearned Revenue	-	-	-	-	-	-	9,890	-	-
Total Liabilities	<u>2,998,473</u>	<u>123,436</u>	<u>1,925,543</u>	<u>524,622</u>	<u>26,925</u>	<u>132,429</u>	<u>121,994</u>	<u>146,555</u>	<u>18,358</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	39,454	-	-
Unassigned	-	-	-	-	-	-	-	(53,957)	(3,997)
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,454</u>	<u>(53,957)</u>	<u>(3,997)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,998,473</u>	<u>\$ 123,436</u>	<u>\$ 1,925,543</u>	<u>\$ 524,622</u>	<u>\$ 26,925</u>	<u>\$ 132,429</u>	<u>\$ 161,448</u>	<u>\$ 92,598</u>	<u>\$ 14,361</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	Gen-Assembly Skills USA	RI Arts Big Yellow Bus	Arts Dalmation Toll Gate	Big Yellow Bus Vets	Emergency Repairs - Tech	Career and Tech Repairs	CTE Categorical	CTE Reserve	CTE Trust
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	5,647	70	-	-	-	-	195,530	57,677	-
Due from Other Funds	11,177	2,620	3,040	580	350,942	31,950	56,521	2,196	1,373
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	\$ 16,824	\$ 2,690	\$ 3,040	\$ 580	\$ 350,942	\$ 31,950	\$ 252,051	\$ 59,873	\$ 1,373
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,945	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	500	-	-	-	-	-	-	-
Total Liabilities	-	500	-	-	-	-	17,945	-	-
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	16,824	2,190	3,040	580	350,942	31,950	234,106	59,873	1,373
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	16,824	2,190	3,040	580	350,942	31,950	234,106	59,873	1,373
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 16,824	\$ 2,690	\$ 3,040	\$ 580	\$ 350,942	\$ 31,950	\$ 252,051	\$ 59,873	\$ 1,373

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	Full Day Kindergarten	English Learner Categorical	Learning Champions	CS4RI Teals Innovation Office Grant	Champlin Audio/Video	Champlin Winman	Champlin Aldrich Gorton	Feinstein	Feinstein Holliman
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	87	-	-	-	-	-	-	-
Due from Other Funds	880	-	-	6,587	29,665	-	3,306	242,756	-
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	\$ 880	\$ 87	\$ -	\$ 6,587	\$ 29,665	\$ -	\$ 3,306	\$ 242,756	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,356	\$ -
Due to Other Funds	-	87	1,076	-	-	977	-	-	525
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	87	1,076	-	-	977	-	15,356	525
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	880	-	-	6,587	29,665	-	3,306	227,400	-
Unassigned	-	-	(1,076)	-	-	(977)	-	-	(525)
Total Fund Balances	880	-	(1,076)	6,587	29,665	(977)	3,306	227,400	(525)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 880	\$ 87	\$ -	\$ 6,587	\$ 29,665	\$ -	\$ 3,306	\$ 242,756	\$ -

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	Feinstein Scott-Comm Fund	Lowe's Charitable Fund	United Way	Toshiba Grant Science	Gen Youth Foundation Oak Beach	Staples Foundation	Shapiro Fund for Warwick	Kula Foundation	Target
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-
Due from Other Funds	924	29	589	1,579	7,804	242	5,695	6	1,018
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 924</u>	<u>\$ 29</u>	<u>\$ 589</u>	<u>\$ 1,579</u>	<u>\$ 7,804</u>	<u>\$ 242</u>	<u>\$ 5,695</u>	<u>\$ 6</u>	<u>\$ 1,018</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	924	29	589	1,579	7,804	242	5,695	6	1,018
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>924</u>	<u>29</u>	<u>589</u>	<u>1,579</u>	<u>7,804</u>	<u>242</u>	<u>5,695</u>	<u>6</u>	<u>1,018</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 924</u>	<u>\$ 29</u>	<u>\$ 589</u>	<u>\$ 1,579</u>	<u>\$ 7,804</u>	<u>\$ 242</u>	<u>\$ 5,695</u>	<u>\$ 6</u>	<u>\$ 1,018</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	Education Development Center	Dorothy Rich Association	RI Interlocal Trust	Signs of Enlightenment Toll Gate	Shaw Grant	Stop & Shop	Carter Family Spark Grant	Cedar Hill Library Books	PTO Donations
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-
Due from Other Funds	1,444	314	10,052	1,792	500	9,881	645	42	3,912
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	\$ 1,444	\$ 314	\$ 10,052	\$ 1,792	\$ 500	\$ 9,881	\$ 645	\$ 42	\$ 3,912
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	-	-	-
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	1,444	314	10,052	1,792	500	9,881	645	42	3,912
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	1,444	314	10,052	1,792	500	9,881	645	42	3,912
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,444	\$ 314	\$ 10,052	\$ 1,792	\$ 500	\$ 9,881	\$ 645	\$ 42	\$ 3,912

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	C.A.S.I.T Italian Program	James Manson Memorial	Workforce Partnership of Greater RI	Esther Chester Donation	Mary Mani Memorial Fund	Carol Gray Memorial Fund	Patricia St. Amant Afterschool	Day One Your Voice Your Data	City/Town Contribution Sports
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-
Due from Other Funds	4,918	4,439	-	-	50	23	9,400	1,000	7,988
Other Assets	-	-	-	178,300	-	-	-	-	-
Total Assets	<u>\$ 4,918</u>	<u>\$ 4,439</u>	<u>\$ -</u>	<u>\$ 178,300</u>	<u>\$ 50</u>	<u>\$ 23</u>	<u>\$ 9,400</u>	<u>\$ 1,000</u>	<u>\$ 7,988</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	8,450	1,597	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>8,450</u>	<u>1,597</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES									
Nonspendable	-	-	-	176,703	-	-	-	-	-
Restricted	4,918	4,439	-	-	50	23	9,400	1,000	7,988
Unassigned	-	-	(8,450)	-	-	-	-	-	-
Total Fund Balances	<u>4,918</u>	<u>4,439</u>	<u>(8,450)</u>	<u>176,703</u>	<u>50</u>	<u>23</u>	<u>9,400</u>	<u>1,000</u>	<u>7,988</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 4,918</u>	<u>\$ 4,439</u>	<u>\$ -</u>	<u>\$ 178,300</u>	<u>\$ 50</u>	<u>\$ 23</u>	<u>\$ 9,400</u>	<u>\$ 1,000</u>	<u>\$ 7,988</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

ASSETS	Injury Fund	Donations Performing Arts	Donations Instructional Supplies	Holliman Yearbook	Technology Self Insurance	School Food Service Fund	Johnny Rockets	Donations Instructional Materials	Donations Sports
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,530	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	25	-	-	-	1,790	1,046,308	-	-	-
Intergovernmental	-	-	-	-	-	127,590	-	-	-
Due from Other Funds	234	10,270	42,066	1,211	-	-	-	1,000	1,000
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	\$ 259	\$ 10,270	\$ 42,066	\$ 1,211	\$ 1,790	\$ 1,175,428	\$ -	\$ 1,000	\$ 1,000
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ 51	\$ -	\$ -	\$ 330,016	\$ 144	\$ -	\$ -
Due to Other Funds	-	-	-	-	217,858	563,738	60,220	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	51	-	217,858	893,754	60,364	-	-
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	259	10,270	42,015	1,211	-	281,674	-	1,000	1,000
Unassigned	-	-	-	-	(216,068)	-	(60,364)	-	-
Total Fund Balances	259	10,270	42,015	1,211	(216,068)	281,674	(60,364)	1,000	1,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 259	\$ 10,270	\$ 42,066	\$ 1,211	\$ 1,790	\$ 1,175,428	\$ -	\$ 1,000	\$ 1,000

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	School Climate Transformation	Champlin Toll Gate	Cares Act ESSER Program	ESSER II Back to School	ESSER II Extended Learning	ESSER II Math Support	ESSER II Student Transitions	ESSER III Back to School	ESSER III Other Priority
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	1,896,027	186,230	1,094	297,396	7,006,461	4,375,602
Due from Other Funds	2,908	19	448	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 2,908</u>	<u>\$ 19</u>	<u>\$ 448</u>	<u>\$ 1,896,027</u>	<u>\$ 186,230</u>	<u>\$ 1,094</u>	<u>\$ 297,396</u>	<u>\$ 7,006,461</u>	<u>\$ 4,375,602</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ 117,240	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	1,778,787	186,230	1,094	297,396	7,006,461	4,375,602
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,896,027</u>	<u>186,230</u>	<u>1,094</u>	<u>297,396</u>	<u>7,006,461</u>	<u>4,375,602</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	2,908	19	448	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>2,908</u>	<u>19</u>	<u>448</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,908</u>	<u>\$ 19</u>	<u>\$ 448</u>	<u>\$ 1,896,027</u>	<u>\$ 186,230</u>	<u>\$ 1,094</u>	<u>\$ 297,396</u>	<u>\$ 7,006,461</u>	<u>\$ 4,375,602</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	ESSER III Student Transitions	ELC Covid Screening	ESSER II Other Priority	Food Service	Emergency Connectivity Fund	Act Foundation	ARP IDEA	ARP IDEA - Preschool
ASSETS								
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:								
Departmental and Other	-	-	-	-	-	2,500	-	-
Intergovernmental	172,895	23,674	4,202	-	1,090,242	-	459,523	32,980
Due from Other Funds	-	-	-	22,356	-	31,139	-	-
Other Assets	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 172,895</u>	<u>\$ 23,674</u>	<u>\$ 4,202</u>	<u>\$ 22,356</u>	<u>\$ 1,090,242</u>	<u>\$ 33,639</u>	<u>\$ 459,523</u>	<u>\$ 32,980</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Expenditures	\$ 800	\$ 103	\$ -	\$ -	\$ -	\$ 14,193	\$ -	\$ -
Due to Other Funds	172,095	23,571	4,202	-	1,090,242	-	459,523	32,980
Unearned Revenue	-	-	-	-	-	-	-	-
Total Liabilities	<u>172,895</u>	<u>23,674</u>	<u>4,202</u>	<u>-</u>	<u>1,090,242</u>	<u>14,193</u>	<u>459,523</u>	<u>32,980</u>
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	22,356	-	19,446	-	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,356</u>	<u>-</u>	<u>19,446</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 172,895</u>	<u>\$ 23,674</u>	<u>\$ 4,202</u>	<u>\$ 22,356</u>	<u>\$ 1,090,242</u>	<u>\$ 33,639</u>	<u>\$ 459,523</u>	<u>\$ 32,980</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	ARP - ESSER 1% Afterschool	Pre-K Development	Project Aware Sea Grants	Afterschool Prevention	Lindsay Ann Memorial	Mental Health Grant	Violence Prevention	PGSF Educational	IDEA Part B ARRA
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	20,619	8,374	155	-	-	31,706	57,489	-	3,698
Due from Other Funds	-	-	2,750	6,700	400	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	\$ 20,619	\$ 8,374	\$ 2,905	\$ 6,700	\$ 400	\$ 31,706	\$ 57,489	\$ -	\$ 3,698
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ 8,030	\$ 6,750	\$ 2,905	\$ 2,319	\$ 281	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	12,589	1,624	-	-	-	31,706	57,489	4,800	3,698
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	20,619	8,374	2,905	2,319	281	31,706	57,489	4,800	3,698
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	4,381	119	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(4,800)	-
Total Fund Balances	-	-	-	4,381	119	-	-	(4,800)	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 20,619	\$ 8,374	\$ 2,905	\$ 6,700	\$ 400	\$ 31,706	\$ 57,489	\$ -	\$ 3,698

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	LifeTouch	Education Innovation & Research	STEM/STEAM Grant	Library Services	ESSER III Digital Divide	SBA Capital Fund	Comprehensive Literacy Grant	No Kid Hungry Grant
ASSETS								
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:								
Departmental and Other	-	-	-	-	-	-	-	-
Intergovernmental	-	8	268	-	75,639	608,766	1,648	-
Due from Other Funds	472	-	-	-	-	-	-	5,000
Other Assets	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 472</u>	<u>\$ 8</u>	<u>\$ 268</u>	<u>\$ -</u>	<u>\$ 75,639</u>	<u>\$ 608,766</u>	<u>\$ 1,648</u>	<u>\$ 5,000</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 44,663	\$ 400,542	\$ -	\$ -
Due to Other Funds	-	8	268	22	30,976	208,224	1,648	-
Unearned Revenue	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>8</u>	<u>268</u>	<u>22</u>	<u>75,639</u>	<u>608,766</u>	<u>1,648</u>	<u>-</u>
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	472	-	-	-	-	-	-	5,000
Unassigned	-	-	-	(22)	-	-	-	-
Total Fund Balances	<u>472</u>	<u>-</u>	<u>-</u>	<u>(22)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 472</u>	<u>\$ 8</u>	<u>\$ 268</u>	<u>\$ -</u>	<u>\$ 75,639</u>	<u>\$ 608,766</u>	<u>\$ 1,648</u>	<u>\$ 5,000</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2023**

	NE Dairy & Food Council	Jeannette Cram Scholarship	Student Activity Funds	Total
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 23,594	\$ 547,395	\$ 572,519
Receivables, Net of Uncollectibles:				
Departmental and Other	-	-	-	1,095,288
Intergovernmental	-	-	-	22,696,467
Due from Other Funds	7,104	-	10,204	963,160
Other Assets	-	-	-	178,300
	<u>7,104</u>	<u>-</u>	<u>10,204</u>	<u>178,300</u>
Total Assets	<u>\$ 7,104</u>	<u>\$ 23,594</u>	<u>\$ 557,599</u>	<u>\$ 25,505,734</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ 991,089
Due to Other Funds	-	-	-	22,614,457
Unearned Revenue	-	-	-	10,390
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,615,936</u>
FUND BALANCES				
Nonspendable	-	-	-	176,703
Restricted	7,104	23,594	557,599	2,063,331
Unassigned	-	-	-	(350,236)
Total Fund Balances	<u>7,104</u>	<u>23,594</u>	<u>557,599</u>	<u>1,889,798</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,104</u>	<u>\$ 23,594</u>	<u>\$ 557,599</u>	<u>\$ 25,505,734</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	IDEA	IDEA Preschool	Title I	Title II	Title III	Title IV	Perkins Voc	Homeless Child/Youth	Fresh Fruit/Veg Program
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	3,001,162	123,167	1,922,956	524,622	26,925	132,629	270,218	92,599	79,337
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	3,001,162	123,167	1,922,956	524,622	26,925	132,629	270,218	92,599	79,337
EXPENDITURES									
Salaries	1,982,311	68,636	1,166,016	319,147	7,240	31,145	2,200	65,000	-
Employee Benefits	905,763	42,547	535,622	116,240	831	2,458	62	4,972	-
Purchased Services	9,919	7,750	97,202	70,003	7,446	74,561	42,283	13,880	76,610
Supplies and Materials	-	-	39,462	-	2,655	19,906	100,581	5,564	-
Capital Equipment and Property	-	-	18,101	1,197	7,641	-	97,103	-	-
Indirect	103,169	4,234	66,104	18,035	926	4,559	9,289	3,183	2,727
Miscellaneous	-	-	449	-	186	-	18,700	-	-
Total Expenditures	3,001,162	123,167	1,922,956	524,622	26,925	132,629	270,218	92,599	79,337
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-	-	-	39,454	(53,957)	(3,997)
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,454	\$ (53,957)	\$ (3,997)

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	Gen-Assembly Skills USA	RI Arts Big Yellow Bus - Sher	Arts Dalmation Toll Gate	Big Yellow Bus Vets	Emergency Repairs - Tech	Career and Tech Repairs	CTE Categorical	CTE Reserve	CTE Trust
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	10,647	2,035	-	-	-	-	320,324	57,678	-
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	10,647	2,035	-	-	-	-	320,324	57,678	-
EXPENDITURES									
Salaries	-	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-	-
Purchased Services	-	1,965	-	-	-	-	4,437	-	-
Supplies and Materials	3,374	-	-	-	-	-	87,074	-	-
Capital Equipment and Property	6,907	-	-	-	-	-	217,801	55,695	-
Indirect	366	70	-	-	-	-	11,012	1,983	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	10,647	2,035	-	-	-	-	320,324	57,678	-
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-	-	-
Fund Balances - Beginning of Year	16,824	2,190	3,040	580	350,942	31,950	234,106	59,873	1,373
FUND BALANCES - END OF YEAR	\$ 16,824	\$ 2,190	\$ 3,040	\$ 580	\$ 350,942	\$ 31,950	\$ 234,106	\$ 59,873	\$ 1,373

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	Full Day Kindergarten	English Learner Categorical	Learning Champions	CS4RI Teals Innovation Office Grant	Champlin Audio/Video	Champlin Winman	Champlin Aldrich Gorton	Feinstein	Feinstein Holliman
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	18,478	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	108,920	-
Total Revenues	-	18,478	-	-	-	-	-	108,920	-
EXPENDITURES									
Salaries	-	7,638	-	-	-	-	-	-	-
Employee Benefits	-	198	-	-	-	-	-	-	-
Purchased Services	-	10,007	-	-	-	-	-	9,029	-
Supplies and Materials	-	-	-	-	-	-	-	43,885	-
Capital Equipment and Property	-	-	-	-	-	-	-	15,142	-
Indirect	-	635	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	339	-
Total Expenditures	-	18,478	-	-	-	-	-	68,395	-
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-	40,525	-
Fund Balances - Beginning of Year	880	-	(1,076)	6,587	29,665	(977)	3,306	186,875	(525)
FUND BALANCES - END OF YEAR	\$ 880	\$ -	\$ (1,076)	\$ 6,587	\$ 29,665	\$ (977)	\$ 3,306	\$ 227,400	\$ (525)

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	Feinstein Scott-Comm Fund	Lowes Charitable Fund	United Way	Toshiba Grant Science	Gen Youth Foundation Oak Beach	Staples Foundation	Shapiro Fund for Warwick	Kula Foundation	Target
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	4,900	-	-
Total Revenues	-	-	-	-	-	-	4,900	-	-
EXPENDITURES									
Salaries	-	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-	-
Purchased Services	-	-	-	-	-	-	2,074	-	-
Supplies and Materials	-	405	-	-	-	-	248	-	-
Capital Equipment and Property	-	200	-	-	2,417	-	700	-	-
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	-	605	-	-	2,417	-	3,022	-	-
NET CHANGE IN FUND BALANCES	-	(605)	-	-	(2,417)	-	1,878	-	-
Fund Balances - Beginning of Year	924	634	589	1,579	10,221	242	3,817	6	1,018
FUND BALANCES - END OF YEAR	<u>\$ 924</u>	<u>\$ 29</u>	<u>\$ 589</u>	<u>\$ 1,579</u>	<u>\$ 7,804</u>	<u>\$ 242</u>	<u>\$ 5,695</u>	<u>\$ 6</u>	<u>\$ 1,018</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	Education Development Center	Dorothy Rich Association	RI Interlocal Trust	Signs of Enlightenment Toll Gate	Shaw Grant	Stop & Shop	Carter Family Spark Grant	Cedar Hill Library Books	PTO Donations
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-	-	-	-
EXPENDITURES									
Salaries	-	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-	-
Purchased Services	-	-	-	-	-	-	-	-	-
Supplies and Materials	-	-	-	-	-	279	-	-	-
Capital Equipment and Property	-	-	-	-	-	-	-	-	-
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	279	-	-	-
NET CHANGE IN FUND BALANCES	-	-	-	-	-	(279)	-	-	-
Fund Balances - Beginning of Year	1,444	314	10,052	1,792	500	10,160	645	42	3,912
FUND BALANCES - END OF YEAR	<u>\$ 1,444</u>	<u>\$ 314</u>	<u>\$ 10,052</u>	<u>\$ 1,792</u>	<u>\$ 500</u>	<u>\$ 9,881</u>	<u>\$ 645</u>	<u>\$ 42</u>	<u>\$ 3,912</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	C.A.S.I.T Italian Program	James Manson Memorial	Workforce Partnership of Greater RI	Esther Chester Donation	Mary Mani Memorial Fund	Carol Gray Memorial Fund	Patricia St. Amant Afterschool	Day One Your Voice Your Data	City/Town Contribution Sports
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	11,462	-	-	-	-	-	-
Total Revenues	-	-	11,462	-	-	-	-	-	-
EXPENDITURES									
Salaries	-	-	8,312	-	-	-	-	-	-
Employee Benefits	-	-	654	-	-	-	-	-	-
Purchased Services	-	-	-	-	-	-	-	-	-
Supplies and Materials	-	-	3,703	-	-	-	1,147	-	-
Capital Equipment and Property	-	-	-	-	-	-	-	-	-
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	12,669	-	-	-	1,147	-	-
NET CHANGE IN FUND BALANCES	-	-	(1,207)	-	-	-	(1,147)	-	-
Fund Balances - Beginning of Year	4,918	4,439	(7,243)	176,703	50	23	10,547	1,000	7,988
FUND BALANCES - END OF YEAR	\$ 4,918	\$ 4,439	\$ (8,450)	\$ 176,703	\$ 50	\$ 23	\$ 9,400	\$ 1,000	\$ 7,988

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	Injury Fund	Donations Performing Arts	Donations Instructional Supplies	Holliman Yearbook	Technology Self Insurance	School Food Service Fund	Johnny Rockets	Donations Instructional Materials	Donations Sports
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,210,589	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	1,887,626	-	-	-
Other Revenue	2,019	3,226	24,418	-	16,294	-	-	-	-
Total Revenues	2,019	3,226	24,418	-	16,294	3,098,215	-	-	-
EXPENDITURES									
Salaries	-	-	-	-	-	94,377	-	-	-
Employee Benefits	-	-	-	-	-	24,212	-	-	-
Purchased Services	-	695	425	-	-	3,064,588	5,399	-	-
Supplies and Materials	-	-	10,734	-	-	-	-	-	-
Capital Equipment and Property	-	2,000	2,370	-	-	33,015	-	-	-
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	2,019	-	-	-	-	-	-	-	-
Total Expenditures	2,019	2,695	13,529	-	-	3,216,192	5,399	-	-
NET CHANGE IN FUND BALANCES	-	531	10,889	-	16,294	(117,977)	(5,399)	-	-
Fund Balances - Beginning of Year	259	9,739	31,126	1,211	(232,362)	399,651	(54,965)	1,000	1,000
FUND BALANCES - END OF YEAR	<u>\$ 259</u>	<u>\$ 10,270</u>	<u>\$ 42,015</u>	<u>\$ 1,211</u>	<u>\$ (216,068)</u>	<u>\$ 281,674</u>	<u>\$ (60,364)</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	School Climate Transformation	Champlin Toll Gate	Cares Act ESSER Program	ESSER II Back to School	ESSER II Extended Learning	ESSER II Math Support	ESSER II Student Transitions	ESSER III Back to School	ESSER III Other Priority
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	643,355	110,421	1,094	226,765	3,388,495	71,165
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	643,355	110,421	1,094	226,765	3,388,495	71,165
EXPENDITURES									
Salaries	-	-	-	82,451	99,300	983	154,570	580,535	-
Employee Benefits	-	-	-	33,034	7,325	73	64,400	317,010	-
Purchased Services	-	-	-	-	-	-	-	266,043	39,000
Supplies and Materials	-	-	-	505,754	-	-	-	1,555,917	-
Capital Equipment and Property	-	-	-	-	-	-	-	421,319	29,719
Indirect	-	-	-	22,116	3,796	38	7,795	247,671	2,446
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	643,355	110,421	1,094	226,765	3,388,495	71,165
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-	-	-
Fund Balances - Beginning of Year	2,908	19	448	-	-	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ 2,908</u>	<u>\$ 19</u>	<u>\$ 448</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	ESSER III Student Transitions	ELC Covid Screening	ESSER II Other Priority	Food Service	Emergency Connectivity Fund	Act Foundation	ARP IDEA	ARP IDEA - Preschool
REVENUES								
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	86,887	81,055	-	-	709,080	-	459,523	32,980
Other Revenue	-	-	-	-	-	147,264	-	-
Total Revenues	86,887	81,055	-	-	709,080	147,264	459,523	32,980
EXPENDITURES								
Salaries	-	72,180	-	-	-	-	397,899	-
Employee Benefits	-	5,522	-	-	-	-	45,827	-
Purchased Services	-	567	-	-	-	-	-	-
Supplies and Materials	-	-	-	-	-	88,220	-	-
Capital Equipment and Property	83,900	-	-	-	684,705	38,698	-	31,846
Indirect	2,987	2,786	-	-	24,375	-	15,797	1,134
Miscellaneous	-	-	-	-	-	900	-	-
Total Expenditures	86,887	81,055	-	-	709,080	127,818	459,523	32,980
NET CHANGE IN FUND BALANCES	-	-	-	-	-	19,446	-	-
Fund Balances - Beginning of Year	-	-	-	22,356	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ 22,356	\$ -	\$ 19,446	\$ -	\$ -

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	ARP - ESSER 1% Afterschool	Pre-K Development	Project Aware Sea Grants	Afterschool Prevention	Lindsay Ann Memorial	Mental Health Grant	School Violence Prevention	PGSF Educational	IDEA Part B ARRA
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	20,619	8,374	155	-	-	31,706	57,489	-	3,698
Other Revenue	-	-	-	12,900	400	-	-	-	-
Total Revenues	20,619	8,374	155	12,900	400	31,706	57,489	-	3,698
EXPENDITURES									
Salaries	16,912	-	-	1,400	-	2,075	50,626	-	-
Employee Benefits	1,270	-	-	103	-	153	4,887	-	-
Purchased Services	1,452	6,750	-	5,252	-	26,000	-	-	-
Supplies and Materials	-	1,336	-	1,090	281	2,388	-	-	989
Capital Equipment and Property	-	-	-	674	-	-	-	4,800	2,582
Indirect	985	288	155	-	-	1,090	1,976	-	127
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	20,619	8,374	155	8,519	281	31,706	57,489	4,800	3,698
NET CHANGE IN FUND BALANCES	-	-	-	4,381	119	-	-	(4,800)	-
Fund Balances - Beginning of Year	-	-	-	-	-	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ 4,381	\$ 119	\$ -	\$ -	\$ (4,800)	\$ -

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	LifeTouch	Education Innovation & Research	STEM/STEAM Grant	Library Services	ESSER II Digital Divide	SBA Capital Fund	Comprehensive Literacy Grants	No Kid Hungry Grant
REVENUES								
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	8	16,571	-	75,639	826,095	1,553	-
Other Revenue	472	-	-	-	-	-	-	-
Total Revenues	472	8	16,571	-	75,639	826,095	1,553	-
EXPENDITURES								
Salaries	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-
Purchased Services	-	-	2,489	-	-	48,155	1,500	-
Supplies and Materials	-	-	5,440	-	-	85,400	-	-
Capital Equipment and Property	-	-	8,072	-	73,039	659,404	-	-
Indirect	-	8	570	-	2,600	28,398	53	-
Miscellaneous	-	-	-	-	-	4,738	-	-
Total Expenditures	-	8	16,571	-	75,639	826,095	1,553	-
NET CHANGE IN FUND BALANCES	472	-	-	-	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	(22)	-	-	-	5,000
FUND BALANCES - END OF YEAR	<u>\$ 472</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (22)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,000</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2023

	NE Dairy & Food Council	Jeannette Cram Scholarship	Student Activity Funds	Total
REVENUES				
Charges for Services	\$ -	\$ -	\$ -	\$ 1,210,589
Intergovernmental	-	-	755,943	16,079,073
Other Revenue	-	-	-	332,275
Total Revenues	<u>-</u>	<u>-</u>	<u>755,943</u>	<u>17,621,937</u>
EXPENDITURES				
Salaries	-	-	-	5,210,953
Employee Benefits	-	-	-	2,113,163
Purchased Services	-	-	-	3,895,481
Supplies and Materials	-	-	703,147	3,268,979
Capital Equipment and Property	-	-	-	2,499,047
Indirect	-	-	-	593,483
Miscellaneous	-	-	-	27,331
Total Expenditures	<u>-</u>	<u>-</u>	<u>703,147</u>	<u>17,608,437</u>
NET CHANGE IN FUND BALANCES	-	-	52,796	13,500
Fund Balances - Beginning of Year	<u>7,104</u>	<u>23,594</u>	<u>504,803</u>	<u>1,876,298</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 7,104</u></u>	<u><u>\$ 23,594</u></u>	<u><u>\$ 557,599</u></u>	<u><u>\$ 1,889,798</u></u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
CAPITAL PROJECT FUNDS
JUNE 30, 2023**

	2000 Open Space Bond Fund (402)	2006 School Bond Fund (410)	2006 City Buildings Bond Fund (440)	Direct Financing (499)	2020 Road and Bridge Fund (401)	2020 Efficient Building Loan (431)	2021 Energy Efficiency Loan (434)	School Bond Funds (416, 423, 433, 436, 437)	Total
ASSETS									
Cash and Cash Equivalents	\$ -	\$ 49,720	\$ 42	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,762
Cash Held by Fiscal Agent	-	-	-	1,093,150	-	-	-	-	1,093,150
Restricted Cash and Cash Equivalents	-	-	-	-	1,035,117	-	-	412,811	1,447,928
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	416,125	-	-	-	416,125
Intergovernmental	-	-	-	-	-	86,668	40,802	-	127,470
Due from Other Funds	367,582	-	-	-	2,070,671	-	863,897	1,292,467	4,594,617
Total Assets	\$ 367,582	\$ 49,720	\$ 42	\$ 1,093,150	\$ 3,521,913	\$ 86,668	\$ 904,699	\$ 1,705,278	\$ 7,729,052
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 788,711	\$ -	\$ 89,563	\$ 2,902,476	\$ 3,780,750
Due to Other Funds	-	35,885	-	700,632	-	-	-	-	736,517
Total Liabilities	-	35,885	-	700,632	788,711	-	89,563	2,902,476	4,517,267
FUND BALANCES									
Restricted	367,582	13,835	42	392,518	2,733,202	86,668	815,136	-	4,408,983
Unassigned	-	-	-	-	-	-	-	(1,197,198)	(1,197,198)
Total Fund Balances	367,582	13,835	42	392,518	2,733,202	86,668	815,136	(1,197,198)	3,211,785
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 367,582	\$ 49,720	\$ 42	\$ 1,093,150	\$ 3,521,913	\$ 86,668	\$ 904,699	\$ 1,705,278	\$ 7,729,052

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECT FUNDS
YEAR ENDED JUNE 30, 2023

	2000 Open Space Bond Fund (402)	2006 School Bond Fund (410)	2006 City Buildings Bond Fund (440)	Direct Financing (499)	2020 Road and Bridge Fund (401)	2020 Efficient Building Loan (431)	2021 Energy Efficiency Loan (434)	School Bond Funds (416, 423, 433, 436, 437)	Total
REVENUES									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,453,743	\$ 4,453,743
Investment Income	-	-	-	-	33,469	-	-	249,009	282,478
Other Revenue	-	-	-	-	780,745	-	-	-	780,745
Total Revenues	-	-	-	-	814,214	-	-	4,702,752	5,516,966
EXPENDITURES									
Public Safety	-	-	-	2,968,519	-	-	-	-	2,968,519
Public Works	-	-	399,355	-	415,612	1,867,837	196,386	-	2,879,190
Education	-	-	-	-	-	-	-	23,639,693	23,639,693
Total Expenditures	-	-	399,355	2,968,519	415,612	1,867,837	196,386	23,639,693	29,487,402
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(399,355)	(2,968,519)	398,602	(1,867,837)	(196,386)	(18,936,941)	(23,970,436)
OTHER FINANCING SOURCES (USES)									
Transfers In	-	-	18,699	-	-	-	-	-	18,699
Transfers Out	-	-	-	-	-	-	-	(61)	(61)
Total Other Financing Sources (Uses)	-	-	18,699	-	-	-	-	(61)	18,638
NET CHANGE IN FUND BALANCES	-	-	(380,656)	(2,968,519)	398,602	(1,867,837)	(196,386)	(18,937,002)	(23,951,798)
Fund Balances - Beginning of Year	367,582	13,835	380,698	3,361,037	2,334,600	1,954,505	1,011,522	17,739,804	27,163,583
FUND BALANCES - END OF YEAR	<u>\$ 367,582</u>	<u>\$ 13,835</u>	<u>\$ 42</u>	<u>\$ 392,518</u>	<u>\$ 2,733,202</u>	<u>\$ 86,668</u>	<u>\$ 815,136</u>	<u>\$ (1,197,198)</u>	<u>\$ 3,211,785</u>

COMBINING SCHEDULES

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
FUNDS WHICH COMPRISE THE CITY'S GENERAL FUND
JUNE 30, 2023**

	<u>General Fund</u>	<u>Rescue Service Fees Fund</u>	<u>Total General Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 55,398,322	\$ 60,046	\$ 55,458,368
Property Taxes Receivables	6,132,040	-	6,132,040
Due from Federal and State Governments	3,868,679	-	3,868,679
Lease Receivable	2,392,347	-	2,392,347
Other Receivables	102,465	1,913,516	2,015,981
Due from Other Funds	13,623,626	(691,521)	12,932,105
Prepaid Items	1,419,693	-	1,419,693
	<u>1,419,693</u>	<u>-</u>	<u>1,419,693</u>
Total Assets	<u>\$ 82,937,172</u>	<u>\$ 1,282,041</u>	<u>\$ 84,219,213</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable and Accrued Expenditures	\$ 1,492,335	\$ 20,534	\$ 1,512,869
Accrued Payroll and Related Liabilities	927,615	-	927,615
Due to Federal and State Governments	-	-	-
Due to Other Funds	40,589,016	-	40,589,016
Other Liabilities	236,202	-	236,202
Total Liabilities	<u>43,245,168</u>	<u>20,534</u>	<u>43,265,702</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues	3,988,826	1,261,507	5,250,333
Leases	2,305,693	-	2,305,693
Advance Collections	534,702	-	534,702
Total Deferred Inflows of Resources	<u>6,829,221</u>	<u>1,261,507</u>	<u>8,090,728</u>
FUND BALANCES			
Nonspendable	1,419,693	-	1,419,693
Assigned	1,074,609	-	1,074,609
Unassigned	30,368,481	-	30,368,481
Total Fund Balances	<u>32,862,783</u>	<u>-</u>	<u>32,862,783</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 82,937,172</u>	<u>\$ 1,282,041</u>	<u>\$ 84,219,213</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FUNDS WHICH COMPRISE THE CITY'S GENERAL FUND
YEAR ENDED JUNE 30, 2023**

	<u>General Fund</u>	<u>Rescue Service Fees Fund</u>	<u>Total General Fund</u>
REVENUES			
General Property Taxes	\$ 226,287,292	\$ -	\$ 226,287,292
Interest on Taxes	2,195,243	-	2,195,243
Intergovernmental Revenues	32,921,984	-	32,921,984
Airport Revenues	3,391,638	-	3,391,638
Real Estate Transfer Tax	1,378,661	-	1,378,661
Hotel and Meals Tax	5,925,592	-	5,925,592
Charges for Services	5,020,334	3,976,741	8,997,075
Investment Income	2,054,678	215	2,054,893
Other Revenue	483,825	-	483,825
Total Revenues	<u>279,659,247</u>	<u>3,976,956</u>	<u>283,636,203</u>
EXPENDITURES			
Executive and Administration	7,011,199	-	7,011,199
Public Safety	50,057,545	122,559	50,180,104
Recreation	1,990,404	-	1,990,404
Public Libraries	3,031,430	-	3,031,430
Social Services	1,100,738	-	1,100,738
Planning and Economic Development	2,213,275	-	2,213,275
Public Works	18,626,750	-	18,626,750
Employee Benefits, Fixed Costs and Capital	66,521,474	-	66,521,474
Debt Service:			
Principal	7,094,714	-	7,094,714
Interest	3,287,738	-	3,287,738
Total Expenditures	<u>160,935,267</u>	<u>122,559</u>	<u>161,057,826</u>
EXCESS OF REVENUES OVER EXPENSES	118,723,980	3,854,397	122,578,377
OTHER FINANCING SOURCES (USES)			
Lease Receipts	6,558,624	-	6,558,624
Insurance Proceeds	426,200	-	426,200
Sale of Capital Assets	3,544,991	-	3,544,991
Transfers In	4,344,983	(3,854,397)	490,586
Transfer Out	(135,902,714)	-	(135,902,714)
Total Other Financing Sources (Uses)	<u>(121,027,916)</u>	<u>(3,854,397)</u>	<u>(124,882,313)</u>
NET CHANGE IN FUND BALANCES	(2,303,936)	-	(2,303,936)
Fund Balances - Beginning of Year	<u>35,166,719</u>	<u>-</u>	<u>35,166,719</u>
FUND BALANCES - END OF YEAR	<u>\$ 32,862,783</u>	<u>\$ -</u>	<u>\$ 32,862,783</u>

**CITY OF WARWICK, RHODE ISLAND
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 JUNE 30, 2023**

	Workers' Compensation Fund	Healthcare Management School Department	Healthcare Management City	Total
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 645,895	\$ -	\$ -	\$ 645,895
Due from Other Funds	-	-	8,779,293	8,779,293
Deposit with Agent	70,000	6,357,329	-	6,427,329
Total Current Assets	715,895	6,357,329	8,779,293	15,852,517
LIABILITIES				
Current Liabilities:				
Claims Payable	288,514	1,628,913	-	1,917,427
Total Liabilities	288,514	1,628,913	-	1,917,427
NET POSITION				
Unrestricted	427,381	4,728,416	8,779,293	13,935,090
Total Net Position	\$ 427,381	\$ 4,728,416	\$ 8,779,293	\$ 13,935,090

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2023

	Workers' Compensation Fund	Healthcare Management School Department	Healthcare Management City	Total
OPERATING REVENUES				
Contributions and Other Revenue	\$ -	\$ 26,672,649	\$ -	\$ 26,672,649
Workers' Compensation	439,850	-	-	439,850
Total Operating Revenues	<u>439,850</u>	<u>26,672,649</u>	<u>-</u>	<u>27,112,499</u>
OPERATING EXPENSES				
Benefit Claims/Premiums Paid	293,497	28,355,775	-	28,649,272
Total Operating Expenses	<u>293,497</u>	<u>28,355,775</u>	<u>-</u>	<u>28,649,272</u>
OPERATING INCOME (LOSS)	146,353	(1,683,126)	-	(1,536,773)
NONOPERATING REVENUES (EXPENSES)				
Interest Income	1,575	-	-	1,575
CHANGE IN FUND NET POSITION	147,928	(1,683,126)	-	(1,535,198)
Fund Net Position - Beginning of Year	<u>279,453</u>	<u>6,411,542</u>	<u>8,779,293</u>	<u>15,470,288</u>
FUND NET POSITION - END OF YEAR	<u><u>\$ 427,381</u></u>	<u><u>\$ 4,728,416</u></u>	<u><u>\$ 8,779,293</u></u>	<u><u>\$ 13,935,090</u></u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2023**

	Workers' Compensation Fund	Healthcare Management School Department	Healthcare Management City	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Employer/Employee Contributions	\$ -	\$ 26,672,649	\$ -	\$ 26,672,649
Receipts from Other Operating Services	439,850	-	-	439,850
Payments for Claims	<u>(439,851)</u>	<u>(28,086,080)</u>	<u>-</u>	<u>(28,525,931)</u>
Net Cash Used by Operating Activities	(1)	(1,413,431)	-	(1,413,432)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Deposits with Agent	-	1,413,431	6,976,172	8,389,603
Interfund Borrowings (Payments), Net	<u>-</u>	<u>-</u>	<u>(6,976,172)</u>	<u>(6,976,172)</u>
Net Cash Provided by Noncapital Financing Activities	-	1,413,431	-	1,413,431
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	<u>1,575</u>	<u>-</u>	<u>-</u>	<u>1,575</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,574	-	-	1,574
Cash and Cash Equivalents - Beginning of Year	<u>644,321</u>	<u>-</u>	<u>-</u>	<u>644,321</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 645,895</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 645,895</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 146,353	\$ (1,683,126)	\$ -	\$ (1,536,773)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Used by Operating Activities:				
Changes in Assets and Liabilities:				
Increase (Decrease) in Claims Payable	<u>(146,354)</u>	<u>269,695</u>	<u>-</u>	<u>123,341</u>
Net Cash Used by Operating Activities	<u>\$ (1)</u>	<u>\$ (1,413,431)</u>	<u>\$ -</u>	<u>\$ (1,413,432)</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS SEWER
JUNE 30, 2023**

	Sewer Funds								Total
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	
ASSETS									
Current Assets:									
Cash and Cash Equivalents	\$ 11,806,683	\$ 557,545	\$ -	\$ -	\$ -	\$ 5,226,617	\$ 54,263	\$ 188,791	\$ 17,833,899
Restricted Cash and Cash Equivalents	-	-	-	7,422,545	-	-	-	-	7,422,545
Accounts Receivable, Net:									
Sewer Use Fees	7,373,329	-	-	-	-	-	-	-	7,373,329
Sewer Assessments	-	2,726,120	-	-	-	-	-	-	2,726,120
Intergovernmental	-	-	-	26,687,452	-	-	-	-	26,687,452
Leases	63,775	-	-	-	-	-	-	-	63,775
Prepays	566,873	-	-	-	-	-	-	-	566,873
Other Receivables	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-
Total Current Assets	<u>19,810,660</u>	<u>3,283,665</u>	<u>-</u>	<u>34,109,997</u>	<u>-</u>	<u>5,226,617</u>	<u>54,263</u>	<u>188,791</u>	<u>62,673,993</u>
Noncurrent Assets:									
Sewer Assessments	-	9,185,777	-	-	-	-	-	-	9,185,777
Leases Receivable	1,515,641	-	-	-	-	-	-	-	1,515,641
Construction in Progress	7,031,789	-	-	7,517,513	-	-	-	-	14,549,302
Depreciable Capital Assets, Net	<u>28,379,722</u>	<u>-</u>	<u>6,799,142</u>	<u>121,095,515</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>156,274,379</u>
Total Noncurrent Assets	<u>36,927,152</u>	<u>9,185,777</u>	<u>6,799,142</u>	<u>128,613,028</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>181,525,099</u>
Total Assets	56,737,812	12,469,442	6,799,142	162,723,025	-	5,226,617	54,263	188,791	244,199,092
DEFERRED OUTFLOWS OF RESOURCES									
Deferred Charge on Refunding	29,621	-	-	-	-	-	-	-	29,621
Deferred Outflows - OPEB	1,321,740	-	-	-	-	-	-	-	1,321,740
Deferred Outflows - Related to Pensions	<u>639,711</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>639,711</u>
Total Deferred Outflows of Resources	<u>1,991,072</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,991,072</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS SEWER
JUNE 30, 2023

	Sewer Funds								Total
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	
LIABILITIES									
Current Liabilities:									
Accounts Payable and Accrued Expenses	\$ 907,195	\$ -	\$ -	\$ 1,949,646	\$ -	\$ 147,310	\$ -	\$ -	\$ 3,004,151
Accrued Payroll	1,254	-	-	-	-	-	-	-	1,254
Accrued Interest Payable	411,101	-	-	-	-	-	-	-	411,101
Due to Federal and State Government	-	-	-	-	-	-	-	-	-
Due to Other Funds	3,250,811	113,969	(36,128)	(1,235,533)	(3,713)	765,353	14,968	6,250	2,875,977
Other Liabilities	-	-	-	-	-	-	-	182,541	182,541
Total OPEB Liability, Due Within One Year	264,424	-	-	-	-	-	-	-	264,424
Current Portion of Long-Term Bonds and Loans	1,275,398	-	-	5,177,908	-	-	-	-	6,453,306
Total Current Liabilities	6,110,183	113,969	(36,128)	5,892,021	(3,713)	912,663	14,968	188,791	13,192,754
Noncurrent Liabilities:									
Unearned Revenue	-	-	-	63,167	-	-	-	-	63,167
Accrued Compensated Absences	184,621	-	-	-	-	-	-	-	184,621
Total OPEB Liability	5,192,915	-	-	-	-	-	-	-	5,192,915
Net Pension Liability	3,597,910	-	-	-	-	-	-	-	3,597,910
Long-Term Bonds and Loans	1,066,649	-	-	61,782,226	-	-	-	-	62,848,875
Total Noncurrent Liabilities	10,042,095	-	-	61,845,393	-	-	-	-	71,887,488
Total Liabilities	16,152,278	113,969	(36,128)	67,737,414	(3,713)	912,663	14,968	188,791	85,080,242
DEFERRED INFLOWS OF RESOURCES									
Deferred Inflows - Leases	1,571,955	-	-	-	-	-	-	-	1,571,955
Deferred Inflows - Related to OPEB	3,142,489	-	-	-	-	-	-	-	3,142,489
Deferred Inflows - Related to Pensions	53,235	-	-	-	-	-	-	-	53,235
Total Deferred Inflows of Resources	4,767,679	-	-	-	-	-	-	-	4,767,679
NET POSITION									
Net Investment in Capital Assets	33,099,085	-	6,799,142	86,390,700	-	-	-	-	126,288,927
Restricted for Debt Service	-	-	-	7,422,545	-	-	-	-	7,422,545
Unrestricted	4,709,842	12,355,473	36,128	1,172,366	3,713	4,313,954	39,295	-	22,630,771
Total Net Position	\$ 37,808,927	\$ 12,355,473	\$ 6,835,270	\$ 94,985,611	\$ 3,713	\$ 4,313,954	\$ 39,295	\$ -	\$ 156,342,243

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS SEWER
YEAR ENDED JUNE 30, 2023

	Sewer Funds								
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	Total
OPERATING REVENUES									
User Fees	\$ 16,275,022	\$ -	\$ -	\$ -	\$ -	\$ 1,253,520	\$ -	\$ -	\$ 17,528,542
Special Assessments (Including Abatements)	-	712,819	-	-	-	-	-	-	712,819
Other Revenues	228,837	64,695	-	8,879	-	-	-	-	302,411
Total Operating Revenues	<u>16,503,859</u>	<u>777,514</u>	<u>-</u>	<u>8,879</u>	<u>-</u>	<u>1,253,520</u>	<u>-</u>	<u>-</u>	<u>18,543,772</u>
OPERATING EXPENSES									
Contract Services	221,649	-	-	-	-	-	-	-	221,649
Salaries and Benefits	4,660,870	-	-	-	-	-	-	-	4,660,870
Materials and Supplies	1,283,287	-	-	-	-	-	-	-	1,283,287
Depreciation and Amortization	1,822,412	-	312,533	4,535,077	-	-	-	-	6,670,022
Operations	4,135,210	-	-	291,462	-	1,080,207	-	-	5,506,879
Total Operating Expenses	<u>12,123,428</u>	<u>-</u>	<u>312,533</u>	<u>4,826,539</u>	<u>-</u>	<u>1,080,207</u>	<u>-</u>	<u>-</u>	<u>18,342,707</u>
OPERATING INCOME (LOSS)	4,380,431	777,514	(312,533)	(4,817,660)	-	173,313	-	-	201,065
NONOPERATING REVENUES (EXPENSES)									
Interest Income	337,474	1,628	-	191,102	-	12,739	132	-	543,075
Interest Expense	(1,224,361)	-	-	-	-	-	-	-	(1,224,361)
Loss on Disposal of Assets	(42,310)	-	(2,602)	(3,334)	-	-	(48,501)	-	(96,747)
Total Nonoperating Revenues (Expenses)	<u>(929,197)</u>	<u>1,628</u>	<u>(2,602)</u>	<u>187,768</u>	<u>-</u>	<u>12,739</u>	<u>(48,369)</u>	<u>-</u>	<u>(778,033)</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	3,451,234	779,142	(315,135)	(4,629,892)	-	186,052	(48,369)	-	(576,968)
TRANSFERS AND CAPITAL CONTRIBUTIONS									
Capital Contributions	2,703,141	-	-	-	-	-	-	-	2,703,141
Transfers In	(5,160,555)	(2,410,217)	-	8,617,749	-	(841,265)	-	-	205,712
Transfers Out	-	-	-	(205,712)	-	-	-	-	(205,712)
Total Transfers and Capital Contributions	<u>(2,457,414)</u>	<u>(2,410,217)</u>	<u>-</u>	<u>8,412,037</u>	<u>-</u>	<u>(841,265)</u>	<u>-</u>	<u>-</u>	<u>2,703,141</u>
CHANGE IN NET POSITION	993,820	(1,631,075)	(315,135)	3,782,145	-	(655,213)	(48,369)	-	2,126,173
Net Position - Beginning of Year	<u>36,815,107</u>	<u>13,986,548</u>	<u>7,150,405</u>	<u>91,203,466</u>	<u>3,713</u>	<u>4,969,167</u>	<u>87,664</u>	<u>-</u>	<u>154,216,070</u>
NET POSITION - END OF YEAR	<u>\$ 37,808,927</u>	<u>\$ 12,355,473</u>	<u>\$ 6,835,270</u>	<u>\$ 94,985,611</u>	<u>\$ 3,713</u>	<u>\$ 4,313,954</u>	<u>\$ 39,295</u>	<u>\$ -</u>	<u>\$ 156,342,243</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS SEWER
YEAR ENDED JUNE 30, 2023**

	Sewer Funds								Total
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from Customers and Users	\$ 15,943,578	\$ 2,338,942	\$ -	\$ 24,290	\$ -	\$ 1,253,520	\$ -	\$ -	\$ 19,560,330
Payments to Suppliers	(5,772,042)	-	-	(2,290,333)	-	(1,171,854)	-	-	(9,234,229)
Payments to Employees	(3,904,438)	-	-	-	-	-	-	-	(3,904,438)
Receipts from Other Operating Services	228,837	64,695	-	8,879	-	-	-	-	302,411
Net Cash Provided (Used) by Operating Activities	6,495,935	2,403,637	-	(2,257,164)	-	81,666	-	-	6,724,074
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
Interfund Borrowings (Payments), Net	2,899,460	4,556	-	(101,841)	-	759,599	-	460	3,562,234
Transfers In from Other Funds	-	-	-	8,617,749	-	(841,265)	-	-	7,776,484
Transfers To Other Funds	(5,160,555)	(2,410,217)	-	(205,712)	-	-	-	-	(7,776,484)
Net Cash Provided (Used) by Noncapital Financing Activities	(2,261,095)	(2,405,661)	-	8,310,196	-	(81,666)	-	460	3,562,234
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Additions to Property, Plant, and Equipment	(1,380,920)	-	-	(3,289,550)	-	-	-	-	(4,670,470)
Interest Received on Leases Receivable	15,847	-	-	-	-	-	-	-	15,847
Proceeds from Bonds, Loans and Leases	-	-	-	6,170,456	-	-	-	-	6,170,456
Principal Paid on Bonds and Loans	(1,142,060)	-	-	(7,825,974)	-	-	-	-	(8,968,034)
Interest Paid on Bonds and Loans	(1,293,542)	-	-	(19,400)	-	-	-	-	(1,312,942)
Net Cash Provided (Used) by Capital and Related Financing Activities	(3,800,675)	-	-	(4,964,468)	-	-	-	-	(8,765,143)
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest on Investments	321,627	1,628	-	191,102	-	12,739	132	-	527,228
Net Cash Provided by Investing Activities	321,627	1,628	-	191,102	-	12,739	132	-	527,228
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	755,792	(396)	-	1,279,666	-	12,739	132	460	2,048,393
Cash and Cash Equivalents - Beginning of Year	11,050,891	557,941	-	6,142,879	-	5,213,878	54,131	188,331	23,208,051
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 11,806,683</u>	<u>\$ 557,545</u>	<u>\$ -</u>	<u>\$ 7,422,545</u>	<u>\$ -</u>	<u>\$ 5,226,617</u>	<u>\$ 54,263</u>	<u>\$ 188,791</u>	<u>\$ 25,256,444</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS SEWER
YEAR ENDED JUNE 30, 2023

	Sewer Funds								Total
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES									
Operating Income (Loss)	\$ 4,380,431	\$ 777,514	\$ (312,533)	\$ (4,817,660)	\$ -	\$ 173,313	\$ -	\$ -	\$ 201,065
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:									
Depreciation and Amortization	1,822,412	-	312,533	4,535,077	-	-	-	-	6,670,022
Loss on Disposal of Assets	89,063	-	-	24,290	-	-	-	-	113,353
Change in Total OPEB Liability	(1,069,173)	-	-	-	-	-	-	-	(1,069,173)
Change in Net Pension Liability	(663,474)	-	-	-	-	-	-	-	(663,474)
Change in Deferred Outflows - Pension and OPEB	1,036,180	-	-	-	-	-	-	-	1,036,180
Change in Deferred Inflows - Pension and OPEB	1,512,001	-	-	-	-	-	-	-	1,512,001
Changes in Assets and Liabilities:									
(Increase) Decrease in Accounts Receivable	(420,507)	-	-	-	-	-	-	-	(420,507)
(Increase) Decrease in Sewer Assessments	-	1,626,123	-	-	-	-	-	-	1,626,123
(Increase) Decrease in Prepays	(566,873)	-	-	-	-	-	-	-	(566,873)
Increase (Decrease) in Accounts Payable and Accrued Expenses	434,977	-	-	(1,998,871)	-	(91,647)	-	-	(1,655,541)
Increase (Decrease) in Accrued Payroll	(72,531)	-	-	-	-	-	-	-	(72,531)
Increase (Decrease) in Compensated Absences	13,429	-	-	-	-	-	-	-	13,429
Net Cash Provided (Used) by Operating Activities	<u>\$ 6,495,935</u>	<u>\$ 2,403,637</u>	<u>\$ -</u>	<u>\$ (2,257,164)</u>	<u>\$ -</u>	<u>\$ 81,666</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,724,074</u>
SCHEDULE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES									
Proceeds from Bonds and Loans	\$ -	\$ -	\$ -	\$ 20,004,314	\$ -	\$ -	\$ -	\$ -	\$ 20,004,314
Change in Accounts Receivables	-	-	-	(13,833,858)	-	-	-	-	(13,833,858)
Cash Received from Bond and Loan Proceeds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,170,456</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,170,456</u>
Additions to Property, Plant and Equipment	\$ 4,084,061	\$ -	\$ -	\$ 4,056,570	\$ -	\$ -	\$ -	\$ -	\$ 8,140,631
Change in Accounts Payable	-	-	-	(767,020)	-	-	-	-	(767,020)
Contributions of Capital Assets	(2,703,141)	-	-	-	-	-	-	-	(2,703,141)
Cash Payments for Property, Plant and Equipment	<u>\$ 1,380,920</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,289,550</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,670,470</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS WATER
JUNE 30, 2023**

	Water Funds						Total
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	
ASSETS							
Current Assets:							
Cash and Cash Equivalents	\$ 16,667,414	\$ -	\$ -	\$ 117	\$ -	\$ 31,565	\$ 16,699,096
Accounts Receivable, Net:							
Water Use Fees	4,756,197	-	-	-	-	-	4,756,197
Leases	24,616	-	-	-	-	-	24,616
Due from Other Funds	-	-	-	-	-	-	-
Prepaid Expenses	10,344	-	-	-	-	-	10,344
Inventory	92,864	-	-	-	-	-	92,864
Total Current Assets	<u>21,551,435</u>	<u>-</u>	<u>-</u>	<u>117</u>	<u>-</u>	<u>31,565</u>	<u>21,583,117</u>
Noncurrent Assets:							
Leases Receivable	912,479	-	-	-	-	-	912,479
Construction in Progress	205,266	-	-	-	-	-	205,266
Depreciable Capital Assets, Net	9,750,709	711,255	964,808	-	-	-	11,426,772
Total Noncurrent Assets	<u>10,868,454</u>	<u>711,255</u>	<u>964,808</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,544,517</u>
Total Assets	32,419,889	711,255	964,808	117	-	31,565	34,127,634
DEFERRED OUTFLOWS OF RESOURCES							
Deferred Outflows - OPEB	1,161,189	-	-	-	-	-	1,161,189
Deferred Outflows - Related to Pensions	562,006	-	-	-	-	-	562,006
Total Deferred Outflows of Resources	<u>1,723,195</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,723,195</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS WATER
JUNE 30, 2023

	Water Funds						Total
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	
LIABILITIES							
Current Liabilities:							
Accounts Payable and Accrued Expenses	\$ 1,275,660	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,275,660
Accrued Payroll and Related Liabilities	2,106	-	-	-	-	-	2,106
Due to Other Funds	4,314,547	(116,724)	-	(749,999)	(250,198)	(2,000,000)	1,197,626
Total OPEB Liability, Due Within One Year	232,305	-	-	-	-	-	232,305
Total Current Liabilities	<u>5,824,618</u>	<u>(116,724)</u>	<u>-</u>	<u>(749,999)</u>	<u>(250,198)</u>	<u>(2,000,000)</u>	<u>2,707,697</u>
Noncurrent Liabilities:							
Accrued Compensated Absences	186,142	-	-	-	-	-	186,142
Total OPEB Liability	4,562,137	-	-	-	-	-	4,562,137
Net Pension Liability	3,160,876	-	-	-	-	-	3,160,876
Total Noncurrent Liabilities	<u>7,909,155</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,909,155</u>
Total Liabilities	13,733,773	(116,724)	-	(749,999)	(250,198)	(2,000,000)	10,616,852
DEFERRED INFLOWS OF RESOURCES							
Deferred Inflows - Leases	909,823	-	-	-	-	-	909,823
Deferred Inflows - Related to OPEB	2,760,776	-	-	-	-	-	2,760,776
Deferred Inflows - Related to Pensions	46,768	-	-	-	-	-	46,768
Total Deferred Inflows of Resources	<u>3,717,367</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,717,367</u>
NET POSITION							
Net Investment in Capital Assets	9,955,975	711,255	964,808	-	-	-	11,632,038
Unrestricted	6,735,969	116,724	-	750,116	250,198	2,031,565	9,884,572
Total Net Position	<u>\$ 16,691,944</u>	<u>\$ 827,979</u>	<u>\$ 964,808</u>	<u>\$ 750,116</u>	<u>\$ 250,198</u>	<u>\$ 2,031,565</u>	<u>\$ 21,516,610</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS WATER
YEAR ENDED JUNE 30, 2023**

	Water Funds						Total
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	
OPERATING REVENUES							
User Fees	\$ 12,569,511	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,569,511
Other Revenues	212,102	-	-	-	-	-	212,102
Total Operating Revenues	<u>12,781,613</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,781,613</u>
OPERATING EXPENSES							
Contract Services	188,051	-	-	-	-	-	188,051
Salaries and Benefits	2,890,250	-	-	-	-	-	2,890,250
Materials and Supplies	13,041	-	-	-	-	-	13,041
Depreciation and Amortization	471,398	14,181	19,888	-	-	-	505,467
Operations	7,162,541	-	-	-	-	-	7,162,541
Total Operating Expenses	<u>10,725,281</u>	<u>14,181</u>	<u>19,888</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,759,350</u>
OPERATING INCOME (LOSS)	2,056,332	(14,181)	(19,888)	-	-	-	2,022,263
NONOPERATING REVENUES (EXPENSES)							
Interest Income	533,561	-	-	-	-	77	533,638
CHANGE IN NET POSITION	2,589,893	(14,181)	(19,888)	-	-	77	2,555,901
Net Position - Beginning of Year	14,102,051	842,160	984,696	750,116	250,198	2,031,488	18,960,709
NET POSITION - END OF YEAR	<u>\$ 16,691,944</u>	<u>\$ 827,979</u>	<u>\$ 964,808</u>	<u>\$ 750,116</u>	<u>\$ 250,198</u>	<u>\$ 2,031,565</u>	<u>\$ 21,516,610</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS WATER
YEAR ENDED JUNE 30, 2023**

	Water Funds						Total
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from Customers and Users	\$ 12,872,257	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,872,257
Payments to Suppliers	(9,488,267)	-	-	-	-	-	(9,488,267)
Payments to Employees	(3,353,908)	-	-	-	-	-	(3,353,908)
Receipts from Other Operating Services	212,102	-	-	-	-	-	212,102
Net Cash Provided by Operating Activities	<u>242,184</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>242,184</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Interfund Borrowings	(1,531,941)	-	-	1	-	-	(1,531,940)
Transfers In from Other Funds	-	-	-	-	-	-	-
Transfers To Other Funds	-	-	-	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(1,531,941)</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>(1,531,940)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Additions to Property, Plant, and Equipment	(1,367,591)	-	-	-	-	-	(1,367,591)
Cash Received from Leases	-	-	-	-	-	-	-
Interest Received on Leases	26,521	-	-	-	-	-	26,521
Principal Paid on Bonds, Loans, and Leases	-	-	-	-	-	-	-
Interest Paid on Bonds, Loans, and Leases	-	-	-	-	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(1,341,070)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,341,070)</u>
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest on Investments	507,040	-	-	-	-	77	507,117
Net Cash Provided by Investing Activities	<u>507,040</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>77</u>	<u>507,117</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(2,123,787)</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>77</u>	<u>(2,123,709)</u>
Cash and Cash Equivalents - Beginning of Year	<u>18,791,201</u>	<u>-</u>	<u>-</u>	<u>116</u>	<u>-</u>	<u>31,488</u>	<u>18,822,805</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 16,667,414</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 117</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 31,565</u></u>	<u><u>\$ 16,699,096</u></u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS WATER
YEAR ENDED JUNE 30, 2023**

	Water Funds						Total
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES							
Operating Income (Loss)	\$ 2,056,332	\$ (14,181)	\$ (19,888)	\$ -	\$ -	\$ -	\$ 2,022,263
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:							
Depreciation and Amortization	471,398	14,181	19,888	-	-	-	505,467
Change in Total OPEB Liability	(1,732,070)	-	-	-	-	-	(1,732,070)
Change in Net Pension Liability	(1,100,508)	-	-	-	-	-	(1,100,508)
Change in Deferred Outflows - Pension and OPEB	1,274,438	-	-	-	-	-	1,274,438
Change in Deferred Inflows - Pension and OPEB	1,123,820	-	-	-	-	-	1,123,820
Changes in Assets and Liabilities:							
(Increase) Decrease in Accounts Receivable	302,746	-	-	-	-	-	302,746
(Increase) Decrease in Prepays	(10,344)	-	-	-	-	-	(10,344)
Increase (Decrease) in Accounts Payable and Accrued Expenses	(2,114,290)	-	-	-	-	-	(2,114,290)
Increase (Decrease) in Accrued Payroll	(49,913)	-	-	-	-	-	(49,913)
Increase (Decrease) in Compensated Absences	20,575	-	-	-	-	-	20,575
Net Cash Provided by Operating Activities	<u>\$ 242,184</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 242,184</u>

TAX COLLECTOR'S ANNUAL REPORTS

**CITY OF WARWICK, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT
YEAR ENDED JUNE 30, 2023**

Assessment of	Balance - June 30, 2022	Current Year Assessment	Additions	Abatements	Refunds/ Adjustments	Amount to be Collected	Current Year Collections	Balance - June 30, 2023
2022	\$ -	\$ 226,379,446	\$ 114,096	\$ (131,209)	\$ 107,052	\$ 226,469,385	\$ 220,801,706	\$ 5,667,679
2021	5,563,349	-	-	(88,429)	(21,697)	5,453,223	4,282,138	1,171,085
2020	1,428,776	-	-	(65,823)	(15,955)	1,346,998	251,700	1,095,298
2019	925,833	-	-	(83,111)	(3,619)	839,103	72,251	766,852
2018	921,334	-	-	(41,852)	(2,233)	877,249	32,796	844,453
2017	1,120,152	-	-	(2,109)	429	1,118,472	50,628	1,067,844
2016	893,299	-	-	(2,524)	(15,652)	875,123	16,930	858,193
2015	964,721	-	-	(2,218)	(4,619)	957,884	36,480	921,404
2014	649,784	-	-	(2,130)	(3,881)	643,773	47,205	596,568
2013	455,110	-	-	(2,096)	(7,923)	445,091	8,526	436,565
2012	693,230	-	-	(2,226)	(7,095)	683,909	6,527	677,382
2011	715,671	-	-	(2,162)	(18,912)	694,597	5,208	689,389
2010	329,041	-	-	(2,133)	(22,325)	304,583	2,215	302,368
2009	164,244	-	-	(2,889)	(85,626)	75,729	3,321	72,408
2008	217,053	-	-	(2,722)	(40,389)	173,942	1,045	172,897
2007	355,708	-	-	(2,571)	(50,362)	302,775	1,505	301,270
2006	322,656	-	-	(2,265)	(86,153)	234,238	1,188	233,050
2005	307,938	-	-	(2,531)	(34,920)	270,487	1,084	269,403
2004	296,534	-	-	(2,424)	(73,237)	220,873	428	220,445
2003	238,351	-	-	(2,335)	(1,905)	234,111	42	234,069
2002	240,443	-	-	(2,256)	(1,540)	236,647	93	236,554
2001	274,769	-	-	(2,165)	(2,633)	269,971	54	269,917
2000	329,977	-	-	(2,084)	(5,826)	322,067	46	322,021
1999	1,388,737	-	-	(2,003)	-	1,386,734	1,699	1,385,035
1998	1,395,178	-	-	(2,003)	-	1,393,175	1,698	1,391,477
1997	395,948	-	-	(2,003)	-	393,945	2,405	391,540
1996	433,608	-	-	(2,128)	-	431,480	2,425	429,055
Total	21,021,444	\$ 226,379,446	\$ 114,096	\$ (460,401)	\$ (399,021)	\$ 246,655,564	\$ 225,631,343	21,024,221
Allowance for Doubtful Accounts	(15,407,312)							(14,892,181)
Net Property Tax Receivable	\$ 5,614,132							\$ 6,132,040

Schedule of Most Recent Net Assessed Property Value by Category

Description of Property	Valuation	Levy	Current Year Collections	
Real Property	\$ 9,908,623,898	\$ 204,161,118	Revenue Received 60 Days Subsequent to Fiscal Year Ended June 30, 2023	\$ 225,631,343
Motor Vehicles	-	-	Total	2,164,473
Tangible Personal Property	592,655,770	22,200,885		227,795,816
Total	10,501,279,668	226,362,003	Prior Year Revenue Received 60 Days Subsequent to Fiscal Year Ended June 30, 2022	(1,508,524)
Exemptions	217,131,936	-	Current Year Property Tax Revenue	\$ 226,287,292
Net Assessed Value	\$ 10,284,147,732	\$ 226,362,003		

**CITY OF WARWICK, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Tax Years	July - August 2022 Collections Subject to 60-day FY 2022 Accrual	September - June 2023 Collections	Total FY 2023 Cash Collections	July - August 2023 Collections Subject to 60-day FY 2023 Accrual
2022	\$ -	\$ 220,801,706	\$ 220,801,706	\$ 2,076,813
2021	1,518,962	2,763,176	4,282,138	39,877
2020	1,784	249,916	251,700	31,109
2019	(43,221)	115,472	72,251	3,732
2018	11,693	21,103	32,796	4,109
2017	12,748	37,880	50,628	4,298
2016	(4,112)	21,042	16,930	1,536
2015	3,984	32,496	36,480	(726)
2014	3,556	43,649	47,205	892
2013	(3,935)	12,461	8,526	601
2012	1,675	4,852	6,527	(1)
2011	1,255	3,953	5,208	201
2010	979	1,236	2,215	104
2009	662	2,659	3,321	(6)
2008	594	451	1,045	(3)
2007	605	900	1,505	-
2006	255	933	1,188	426
2005	262	822	1,084	257
2004	301	127	428	373
2003	-	42	42	458
2002	-	93	93	331
2001	-	54	54	92
2000	28	18	46	-
1999	-	1,699	1,699	-
1998	-	1,698	1,698	-
1997	-	2,405	2,405	-
1996	-	2,425	2,425	-
Total	<u>\$ 1,508,075</u>	<u>\$ 224,123,268</u>	<u>\$ 225,631,343</u>	<u>\$ 2,164,473</u>

ANNUAL SUPPLEMENTAL TRANSPARENCY REPORTS

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2023

<u>REVENUE</u>	<u>Municipal</u>	<u>Education Department</u>
Current Year Levy Tax Collection	\$ 221,715,800	\$ -
Last Year's Levy Tax Collection	4,303,837	-
Prior Years Property Tax Collection	267,656	-
Interest & Penalty	2,195,243	-
PILOT & Tax Treaty (excluded from levy) Collection	-	-
Other Local Property Taxes	-	-
Licenses and Permits	1,626,986	-
Fines and Forfeitures	140,631	-
Investment Income	2,243,939	-
Departmental	4,502,513	-
Rescue Run Revenue	3,976,740	-
Police & Fire Detail	3,160,300	-
Other Local Non-Property Tax Revenues	-	-
Tuition	-	1,067,763
Impact Aid	-	-
Medicaid	-	1,298,137
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	1,838,180
CDBG	224,921	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	822,714	7,614,514
COVID - ESSER	-	4,603,822
COVID - CRF	-	-
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	-
COVID - ARPA	9,907,249	-
MV Excise Tax Reimbursement	25,246,254	-
State PILOT Program	1,578,435	-
Distressed Community Relief Fund	-	-
Library Resource Aid	-	-
Library Construction Aid	-	-
Public Service Corporation Tax	1,095,600	-
Meals & Beverage Tax / Hotel Tax	5,925,592	-
LEA Aid	-	41,821,892
Group Home	-	-
Housing Aid Capital Projects	-	-
Housing Aid Bonded Debt	1,583,551	-
State Food Service Revenue	-	49,446
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	2,093,675	1,192,794
Motor Vehicle Phase Out	-	-
Other Revenue	3,736,403	2,494,758
Local Appropriation for Education	-	135,038,329
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
Total Revenue	<u>\$ 296,348,037</u>	<u>\$ 197,019,635</u>
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	507,561	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	4,461,716	-
Rounding	-	-
Total Other Financing Sources	<u>\$ 4,969,277</u>	<u>\$ -</u>

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2023

EXPENDITURES	General		Social	Centralized	Planning	Libraries	Public Works	Parks and Rec	Police Department
	Government	Finance	Services	IT					
Compensation- Group A	\$ 1,733,734	\$ 1,641,889	\$ 742,780	\$ 233,771	\$ 1,799,901	\$ 2,099,769	\$ 6,288,221	\$ 1,218,552	\$ 15,086,389
Compensation - Group B	-	-	-	-	-	-	-	-	2,661,010
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	17,368	11,048	-	1,521	4,547	9,411	756,650	68,370	2,353,461
Overtime - Group B	-	-	-	-	-	-	-	-	221,790
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	2,549,397
Active Medical Insurance - Group A	228,921	274,705	91,568	53,415	213,659	206,029	854,637	91,568	2,463,272
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	373,904
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental insurance- Group A	28,860	34,631	11,544	6,734	26,936	25,974	107,742	11,544	149,846
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	47,137
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	217,365	191,488	87,981	36,227	144,910	269,118	579,639	150,085	1,247,258
Life Insurance	2,376	2,851	950	554	2,217	2,138	8,869	950	15,519
State Defined Contribution- Group A	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	-	-	-	-	-	-	-	-	-
Other Benefits- Group B	-	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	735,957	883,149	294,383	171,723	686,894	662,362	2,747,574	294,383	8,098,936
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	1,202,064
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	752,072	405,670	247,772	88,504	415,769	299,733	245,125	38,511	337,830
Materials/Supplies	220,915	21,503	2,680	94,087	13,296	336,436	503,482	21,250	886,930
Software Licenses	-	-	-	488,115	-	-	-	-	-
Capital Outlays	-	-	50,000	1,210,996	1,608,628	-	7,689,409	359,686	630,145
Insurance	2,821,015	-	-	-	-	-	-	-	-
Maintenance	-	-	-	-	-	124,043	62,089	258,620	-
Vehicle Operations	-	1,194	19,108	-	8,624	-	1,974,320	-	232,092
Utilities	-	-	35,314	379,365	5,322	156,629	512,848	374,445	635,690
Contingency	-	-	-	-	-	-	423,838	-	-
Street Lighting	-	-	-	-	-	-	11,972	-	-
Revaluation	-	29,200	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	105,916	-	-
Trash Removal & Recycling	-	-	-	-	-	-	-	-	-
Claims & Settlements	359,954	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-	-
Other Operation Expenditures	-	250	2,429	18,553	2,873	4,711	1,466,336	10,000	166,227
Tipping Fees	-	-	-	-	-	-	62,800	-	-
Local Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	-	-	-	-	-
Municipal Debt- Interest	-	-	-	-	-	-	-	-	-
School Debt- Principal	-	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 7,118,534	\$ 3,497,577	\$ 1,586,509	\$ 2,783,566	\$ 4,933,575	\$ 4,196,353	\$ 24,401,468	\$ 2,897,964	\$ 39,358,897

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2023

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	\$ 18,442,372	\$ -	\$ 184,468	\$ -	\$ -	\$ -	\$ 49,471,845	\$ 80,622,912
Compensation - Group B	690,457	-	10,157	-	-	-	3,361,624	7,937,154
Compensation - Group C	-	-	-	-	-	-	-	20,457,313
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	4,729,704	-	4,093	-	-	-	7,956,173	-
Overtime - Group B	165,273	-	-	-	-	-	387,063	12,661
Overtime - Group C	-	-	-	-	-	-	-	657,745
Police & Fire Detail	27,642	-	-	-	-	-	2,577,039	-
Active Medical Insurance - Group A	3,141,761	-	30,523	-	-	-	7,650,057	13,215,791
Active Medical Insurance- Group B	91,568	-	-	-	-	-	465,472	1,228,511
Active Medical Insurance- Group C	-	-	-	-	-	-	-	4,784,980
Active Dental insurance- Group A	172,446	-	3,848	-	-	-	580,103	507,438
Active Dental Insurance- Group B	11,544	-	-	-	-	-	58,681	46,782
Active Dental Insurance- Group C	-	-	-	-	-	-	-	197,714
Payroll Taxes	1,112,699	-	20,701	-	-	-	4,057,471	8,192,997
Life Insurance	14,270	-	317	-	-	-	51,010	-
State Defined Contribution- Group A	-	-	-	-	-	-	-	495,456
State Defined Contribution - Group B	-	-	-	-	-	-	-	41,976
State Defined Contribution - Group C	-	-	-	-	-	-	-	-
Other Benefits- Group A	-	-	-	-	-	-	-	325,492
Other Benefits- Group B	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	23,100
Local Defined Benefit Pension- Group A	23,340,673	-	98,128	-	-	-	38,014,162	13,305
Local Defined Benefit Pension - Group B	294,383	-	-	-	-	-	1,496,447	90,718
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	1,745,891
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	11,944,478
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	1,059,658
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	667,787	-	98,969	-	-	-	3,597,742	30,025,024
Materials/Supplies	630,449	-	4,023	-	-	-	2,735,052	3,248,253
Software Licenses	-	-	-	-	-	-	488,115	1,315,183
Capital Outlays	54,179	-	28,125	-	-	-	11,631,168	2,217,114
Insurance	-	-	-	-	-	-	2,821,015	686,270
Maintenance	44,701	-	-	-	-	-	489,454	411,538
Vehicle Operations	480,076	-	-	-	-	-	2,715,415	721,002
Utilities	236,026	-	22,925	-	-	-	2,358,564	2,776,494
Contingency	-	-	-	-	-	-	423,838	-
Street Lighting	-	-	-	-	-	-	11,972	-
Revaluation	-	-	-	-	-	-	29,200	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	105,916	-
Trash Removal & Recycling	-	-	-	-	-	-	-	-
Claims & Settlements	-	-	-	-	-	-	359,954	-
Community Support	-	-	-	-	-	-	-	-
Other Operation Expenditures	261,256	-	21,338	-	-	-	1,953,973	966,272
Tipping Fees	-	-	-	-	-	-	62,800	-
Local Appropriation for Education	-	-	-	135,038,329	-	-	135,038,329	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	4,246,455	-	4,246,455	-
Municipal Debt- Interest	-	-	-	-	382,888	-	382,888	-
School Debt- Principal	-	-	-	-	2,741,215	-	2,741,215	-
School Debt- Interest	-	-	-	-	2,588,175	-	2,588,175	-
Retiree Medical Insurance- Total	-	-	-	-	-	10,770,559	10,770,559	368,385
Retiree Dental Insurance- Total	-	-	-	-	-	137,160	137,160	(17,103)
OPEB Contribution- Total	-	-	-	-	-	250,000	250,000	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	\$ 54,609,267	\$ -	\$ 527,615	\$ 135,038,329	\$ 9,958,732	\$ 11,157,719	\$ 302,066,104	\$ 196,320,505

Financing Uses: Transfer to Capital Funds	\$ -	\$ -
Financing Uses: Transfer to Other Funds	864,385	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
Total Other Financing Uses	\$ 864,385	\$ -
Net Change in Fund Balance¹	(1,613,175)	699,130
Fund Balance1- beginning of year	\$40,878,271	\$1,903,532
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	205,354	-
Prior period adjustments	-	-
Misc. Adjustment	-	-
Fund Balance¹ - beginning of year adjusted	41,083,625	1,903,532
Rounding	-	-
Fund Balance¹ - end of year	\$ 39,470,450	\$ 2,602,662

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

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended June 30, 2023

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance1 - per MTP-2 at June 30, 2022 adjusted						\$ 40,878,271	-	\$ 40,878,271	
<i>No funds removed from RGS for fiscal 2022</i>						-	-	-	
<i>Funds added to RGS for Fiscal 2022</i>						205,354	-	205,354	
<i>No misc. adjustments made for fiscal 2022</i>						-	-	-	
Fund Balance¹ - per MTP-2 at June 30, 2022 adjusted						<u>\$ 41,083,625</u>	-	<u>\$ 41,083,625</u>	
General Fund	\$ 283,636,203	\$ 11,020,401	\$ 161,057,826	\$ 135,902,714	\$ (2,303,936)	\$ 35,166,719	-	\$ 35,166,719	\$ 32,862,783
Debt Service Fund	189,046	507,500	-	-	696,546	5,711,552	-	5,711,552	6,408,098
American Rescue Plan	9,907,249	-	9,907,249	-	-	-	-	-	-
Federal Asset Forfeiture	17,731	-	44,285	-	(26,554)	85,447	-	85,447	58,893
State Asset Forfeiture	20,769	-	-	-	20,769	119,907	-	119,907	140,676
Totals per audited financial statements	<u>\$ 293,770,998</u>	<u>\$ 11,527,901</u>	<u>\$ 171,009,360</u>	<u>\$ 135,902,714</u>	<u>\$ (1,613,175)</u>	<u>\$ 41,083,625</u>	<u>\$ -</u>	<u>\$ 41,083,625</u>	<u>\$ 39,470,450</u>
Reconciliation from financial statements to MTP2									
Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2	\$ -	\$ -	135,038,329	(135,038,329)	\$ -	\$ -	\$ -	\$ -	\$ -
Police and Fire details are not shown on the general fund, but are included in MTP reporting	2,577,039	-	2,577,039	-	-	-	-	-	-
GASB 87 Implementation - Sawtooth Building 15 year lease	-	(6,558,624)	(6,558,624)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 296,348,037</u>	<u>\$ 4,969,277</u>	<u>\$ 302,066,104</u>	<u>\$ 864,385</u>	<u>\$ (1,613,175)</u>	<u>\$41,083,625</u>	<u>\$ -</u>	<u>\$41,083,625</u>	<u>\$ 39,470,450</u>

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2023

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance¹ - per MTP-2 at June 30, 2022 adjusted <i>No misc. adjustments made for fiscal 2022</i>						\$ 1,903,532	-	\$ 1,903,532	
Fund Balance¹ - per MTP-2 at June 30, 2023 adjusted						<u>\$ 1,903,532</u>	-	<u>\$ 1,903,532</u>	
School Unrestricted Fund	\$ 53,721,831	\$ 135,038,329	\$ 188,074,530	\$ -	\$ 685,630	\$ 27,234	\$ -	\$ 27,234	\$ 712,864
Enterprise Fund	-	-	-	-	-	-	-	-	-
SBA School Capital Project Fund	-	-	-	-	-	-	-	-	-
School Special Revenue Funds	17,621,937	-	17,608,437	-	13,500	1,876,298	-	1,876,298	1,889,798
Totals per audited financial statements	<u>\$ 71,343,768</u>	<u>\$ 135,038,329</u>	<u>\$ 205,682,967</u>	<u>\$ -</u>	<u>\$ 699,130</u>	<u>\$ 1,903,532</u>	<u>\$ -</u>	<u>\$ 1,903,532</u>	<u>\$ 2,602,662</u>
<u>Reconciliation from financial statements to MTP2</u>									
Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2	\$ 135,038,329	\$ (135,038,329)	\$ -	\$ -	\$ -	-	-	-	-
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(8,768,979)	-	(8,768,979)	-	-	-	-	-	-
For financial statements, indirect cost charges and recovery are reported in federal grant funds and also actual expenditures & reimbursement reported in School Unrestricted Fund.	(593,483)	-	(593,483)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 197,019,635</u>	<u>\$ -</u>	<u>\$ 196,320,505</u>	<u>\$ -</u>	<u>\$ 699,130</u>	<u>\$1,903,532</u>	<u>-</u>	<u>\$1,903,532</u>	<u>\$ 2,602,662</u>
<u>Reconciliation from MTP2 to UCOA</u>									
Miscellaneous Variance between MTP2 and UCOA	<u>\$ (1)</u>		<u>\$ (1,459)</u>						
Totals per UCOA Validated Totals Report Dated 2/29/24	<u>\$ 197,019,634</u>		<u>\$ 196,319,046</u>						

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

CITY OF WARWICK, RHODE ISLAND
ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 BASIS OF PRESENTATION

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

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

NOTE 2 REPORTABLE GOVERNMENT SERVICES

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

NOTE 3 ALLOCATIONS

The state reporting requires expenditures to be reported by departments, as defined by the State. Some of the departmental groupings are not consistent with the departments reflected in the City's budget and accounting system. To report these costs, the City 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)

**CITY OF WARWICK, RHODE ISLAND
ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2023**

NOTE 4 EMPLOYEE GROUPS – COMPENSATION AND BENEFIT COSTS (CONTINUED)

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

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

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

Other postemployment 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/>.*