

TOWN OF GLOCESTER

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2021



Photo by Tina Haddad

**Town Hall
Gloucester, Rhode Island**

**Adam Muccino
Director of Finance**

Prepared by: Finance Department

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

**TOWN OF GLOCESTER, RHODE ISLAND
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INTRODUCTORY SECTION

This Section Contains the Following Subsections:

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



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

March 10, 2022

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

We hereby submit the Comprehensive Annual Financial Report for the Town of Gloucester (Town), for the fiscal year ended June 30, 2021. The report has been prepared in accordance with generally accepted accounting principles (GAAP), adhering to the format promulgated through the Governmental Accounting Board's Statement 34. Responsibility for the accuracy of the data presented, as well the fairness of the representations contained within the report, rests with the management of the Town.

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

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

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

The Financial Section contains the:

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

The Statistical Section provides:

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

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

Government Profile

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

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

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

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

Component Unit

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

Public Education

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

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

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

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

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

The cost of operation of the Town's elementary school system for fiscal year 2021 was \$9,160,487. In fiscal year ending June 30, 2021, the Town paid \$11,244,638 to the Foster-Glocester Regional School District (FGRSD). The cost of operations is based, in part, on actual enrollment of students attending FGRSD from the Town of Gloucester and the Town of Foster. A change or shift in actual enrollment from the estimate used to prepare the budget may cause an increase or decrease from the year to year budget.

The Fogarty Memorial and West Gloucester elementary schools were constructed in 1975 and 1991 respectively. There is presently a staff of 85 full and part time employees. There are 56

of whom are teachers and professional staff, 52 of which are full time. The full-time support staff consists of 24 employees and 3 part time workers. The Gloucester average per pupil expenditure for 2020 is \$17,195 as listed by the Rhode Island Department of Education (RIDE). Transportation costs for K-12 are included in the per pupil cost.

The Ponaganset Middle School building was completed in August 2007. The Ponaganset High School South building was constructed in 1960 and the Ponaganset High School North building was constructed in 1965. Both the North and South buildings were renovated in 2010. There are presently 130 educational staff in both schools based on the latest information provided by RIDE. Per 2020 state statistics, the average per pupil expenditure amounts to approximately \$17,784. For 2020, the graduation rate is 92% based on information provided by RIDE.

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

<u>Year</u>	<u>Grades kindergarten through 5 Gloucester</u>	<u>Grades 6 through 12 Gloucester</u>	<u>Total student population Gloucester</u>	<u>Grade 6 through 12 Foster</u>	<u>Total population grades 6 thru 12 F-G Region</u>
Enrollment					
2011-12	626	873	1,499	[403	1,276]
2012-13	591	874	1,465	[400	1,274]
2013-14	538	782	1,320	[363	1,145]
2014-15	533	777	1,310	[350	1,127]
2015-16	546	776	1,322	[363	1,139]
2016-17	555	741	1,296	[365	1,106]
2017-18	539	779	1,318	[379	1,158]
2018-19	540	771	1,311	[344	1,115]
2019-20	536	766	1,302	[657	1,423]
2020-21	537	753	1,290	[375	1,128]

The fiscal 2022 expense budget for operations for Gloucester Public School is \$10,100,012. The fiscal 2022 State Aid for school operations has been budgeted at \$2,349,488.

Town Services

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

Executive and Administration

The Town Council exercises general oversight of the Town. The Office of the Town Clerk; the Department of Finance which includes Human Resources, Tax Assessors, Tax Collectors; and the Town Solicitor provide direct assistance to the council with daily operations. The Town Clerk's Office is responsible for all record maintenance and supervision of the probate court. During fiscal 2021, the Central Administration and Financial Administration groups expended

\$1,014,519. This amount includes \$1,014,519 in Central Administration expense (page 129); and \$752,922 in Financial Administration expense (page 130). Included in this total is \$96,372 to the Gloucester Land Trust. (page 129) The fiscal 2022 budget has been set at \$1,930,340.

Public Safety

Police: The Town Police Department is responsible for Public Safety and has a force of 15 full-time sworn officers, including the Chief, Captain, Lieutenant, 2 Sergeants and 10 police officers. The department also has 5 full- and 1 part-time Dispatchers. The Chief of Police is the Town's Public Safety Officer. The Dispatchers address police and three independent fire districts. The police station, built in 1990, provides facilities for public safety issues. During fiscal 2021, the Police Department expended \$2,527,092. For fiscal 2022, \$2,708,260 has been designated for police operations.

Emergency Management: The operations fall under the duties of the Chief of Police. There is a part time employee devoted to the coordination of these activities for the town. The financial commitment for fiscal 2021 was \$44,482. The fiscal 2022 budget includes \$49,302 for EMA operations, including training and recruiting a volunteer team for readiness operations if needed.

Office of Animal Control: The Police Department is also responsible for the Office of Animal Control which has 1 full- and 2 part-time Animal Control Officers. They are responsible for the care of animals in their custody, encouraging adoptions, and the general protection of the public against stray and wild animals. During fiscal 2020, the Animal Control Office expended \$101,812. For fiscal 2022, \$109,524 has been allocated for operations.

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

Building/Zoning Office: The Building/Zoning Officer and 4 part-time inspectors are responsible for insuring compliance with state and local building code ordinances and laws. The budget for the Building/Zoning Office is included with the Central Administration total. In Fiscal 2021, the building and zoning department expenditures were \$228,478. For Fiscal 2022, the budget allocation for this department is \$223,780.

Social Services

Parks and Recreation: The Town employs a part-time Recreation Director who oversees activities at (2) Town beaches, (3) parks and various other recreational locations. Housed within the parks are (2) little league fields, (2) softball fields, (4) tennis courts, (4) basketball courts, (3) playgrounds, (1) mobile ice rink and numerous walking trails. The Town also uses the facilities at the schools for basketball, tennis, and baseball programs. The 4th of July Ancients & Horribles parade, held in the Village of Chepachet, is a major event for the Town. This Parade is the second longest running Independence Day parade in Rhode Island celebrated for 92 consecutive years. Attendance has been upwards of 10,000 spectators. During fiscal 2021, the Recreation Department expended \$84,300. The Town made a contribution for the Independence Day parade of \$20,000 in Fiscal 2021 (page 135). For fiscal 2022, \$101,734 has been allocated for recreational activities and \$20,000 has been budgeted for the parade.

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

Total library related expenditures for fiscal 2021 were \$228,586 for Manton Free Public Library and \$266,111 for Harmony Library. The Town contributed \$171,531 to the Manton Free Public Library and \$205,822 to the Harmony Library in 2021. Glocester Manton Free Public Library received \$35,114 in State Aid and Harmony Library received \$42,820. This aid is contingent upon our libraries meeting the Minimum Standards and Regulations for Rhode Island Libraries. These funds supported the acquisition of books and materials, a portion of an authorized staff of 4 librarians (2 full- and 2 part-time) holding master's degrees in Library and Information Services and support staffs of 10 part-time employees. Both libraries serve approximately 30,000 visitors per year. Budgeted Town aid for fiscal 2022 is \$171,531 for the Manton Free Public Library and \$205,822 for the Harmony Library. Together, both libraries circulate 74,274 items per year, a per capita circulation of 7.4.

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

Human Services: The Human Services department provides transportation for Town residents to doctor offices, medical facilities, and for shopping trips for senior citizens and citizens with disabilities. It also operates a food bank and provides information assistance and emergency energy funds for residents in need. Fiscal 2021 expenditures totaled \$30,974. The Human Services department has \$46,086 budgeted for fiscal 2022.

Senior Center: Social services including a lunch-time meal-site and various daily activities and programs are provided to the Town’s seniors at our senior center building. Fiscal 2020 expenditures totaled \$156,263 (page 134). The town has \$209,857 budgeted for fiscal 2022. The senior center membership consists of Gloucester residents as well seniors from nearby towns. Neighboring Burrillville residents make up a significant number of members at the Gloucester senior center. Acknowledging the service provided to their residents, Burrillville has made a contribution towards operations since 2016. They have pledged to continue to do so in the Fiscal 2021 budget.

Physical Resources

Planning and Community Development: The Town Planner provides guidance on the physical development of the Town. The budget for the Town Planner is included in the Central Administration total budget. Fiscal 2021 expenditures for the Town Planner’s Office totaled \$163,788 (page 128). For fiscal 2022, \$163,321 is budgeted for the planning department.

Public Works: An authorized staff of 16 full-time and 2 part-time employee maintains 97.6 the Town’s 148.8 miles of roads [38.3 miles of the 148.8 miles are state roads] and 3 bridges, monitors the disposal operations of roughly 2,500 tons of trash and 1,500 tons of recyclables per year, maintains the Town’s vehicles and equipment, and maintains 10 buildings. During fiscal 2021, the Department expended \$1,922,256. For fiscal 2022, \$2,143,577 has been allocated for public works.

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

Economic Conditions and Outlook

Population

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

<u>Year</u>	<u>Population</u>	<u>Year</u>	<u>Population</u>
1930	1,693	2000	9,948
1940	2,099	2010	9,746
1950	2,682	2012	9,746
1960	3,397	2014	9,746
1970	5,160	2015	9,931
1980	7,550	2019	10,323
1990	9,227	2020	9,974

Income Levels

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

Census year	<u>Glocester</u>			<u>State of Rhode Island</u>		
	Median family income	Increase from prior census	% increase from prior census	Median family income	Increase from prior census	% increase from prior census
2001	\$62,679	\$19,612	45.5%	\$52,781	\$24,439	86.2%
2011	\$86,044	\$23,365	37.3%	\$62,790	\$10,009	19.0%
2020	\$89,391	\$3,347	3.80%	\$62,843	\$53.00	0.0844%

Housing

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

Census year	Number of dwelling units	Increase from prior census	% increase from prior census
1990	3,460		
2000	3,786	336	9.4%
2010	4,025	239	6.3%
2020	4,236	211	5.2%

Employment

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

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

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

Economic Development

General: Assessed values as of December 2020 for the town are \$1,194,044,093. The net assessed value has increased by \$136,453,382 from the prior year. The state has passed legislation to phase out the motor vehicle taxed by cities and towns. The state is committed to providing cities and towns the loss in revenue. The town has received the additional state revenue during 2021 and the funds are continuing during 2022. Economic growth is assisted by The Gloucester Business Association (GBA) which meets monthly engaging in an on-going effort to promote and assist new, existing and expanding businesses. This organizational presence provides an environment conducive to attracting and maintaining business type activity in the town. The increase in assessed values for all other tax categories is a positive indicator of growth within the community.

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

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

The company spent another \$2 million to build an addition to the hydraulics laboratory and office space. The work was completed as of April 2013. The PILOT agreement was amended to include this addition on June 20, 2013 and will provide an additional \$781,884 in tax revenue from Phase 3 from 2013 through 2021. The additional taxes received due to Phase 3 for fiscal 2019 was \$55,902. This will increase by \$55,902 for fiscal 2020 and thereafter. During 2019, FM Global began construction on a new 23,591 square foot electrical hazard laboratory, a \$17,000,000 investment. Additional revenue for this expansion will favorably impact tax revenue in future years. The town has received a total of \$2,883,609 during fiscal 2021 and \$2,949,395 during fiscal 2022.

Future Projects: There are several development projects under review and development in Gloucester. Bella Vista, a 70-unit condominium project for residents 55+ is just completing buildout while Waterview Acres, a 14-lot single family residential subdivision is just preparing to begin construction. Overlook Ridge, a 34-unit condominium project is currently under review. In addition, Glacier Ridge continues to make progress in creating a ten-lot business park.

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

Chepachet Village, the economic, civic and historic center of the Town is seeing increased investment. The Town recently completed the Chepachet Village Revitalization Plan. The plan builds on all previous planning efforts to create a five-year implementation and investment plan to identify opportunities for scattered site affordable housing paired with mixed use development, preserve historic resources, strengthen and expand small businesses, improve recreational resources, improve buildings and infrastructure, implement creative re-use of property, increase tourism and develop infill recommendations. This effort identifies what exists today and recommends innovative ways to redevelop specific properties within Chepachet Village in compliance with the Town's recently updated Comprehensive Plan through incentives and available funding sources while maintaining its rural character as a historic village center.

In support of that Plan, property owners are about to kick off construction on three historic revitalization projects funded by a grant received from the National Park Service through the Historic Revitalization Subgrant Program totaling \$250,000. The Village is also seeing private investment. A private developer has recently purchased the blighted Purple Cat Restaurant site

with plans to redevelop the area as a mixed-use project in compliance with the Chepachet Village Revitalization Plan. Additionally, the Town is planning to begin construction on an over \$650,000 rehabilitation of the the Town's largest recreation area, Gloucester Memorial Park, which is located in the heart of Chepachet Village. This project is funded in part through a grant of \$400,000 from the Rhode Island Department of Environmental Management and will include the rehabilitation and reconfiguration of the basketball courts, construction of a new playground and a pedestrian connection from the park to Chepachet Village.

Major Initiatives

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

At the November 2, 2004 general election, the taxpayers approved a change to the Town Charter to include a policy of maintaining an unassigned general fund balance at 12% (minimum) of proposed operating expenditure. Fiscal 2021 provided favorable results increasing the total governmental fund balance by \$759,089 over the previous year. The unassigned fund balance at June 30, 2021 is \$6,204,815. The unassigned fund balance is 19.7 % of general fund expenses budgeted for fiscal year 2022. This exceeds statutory requirements.

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

Annually, the Town develops a six-year Capital Improvement Plan. This plan helps identify and serves as a blueprint for major capital projects expected to be undertaken in the next six years. This long-range planning is essential in addressing the future development and growth of the Town. The Town has continually funded its capital requirements aggressively and maintains a pay-as-you-go funding for most of its capital needs, limiting additional borrowing requests. Budgets are prepared with a minimum of a 2.5% set aside devoted to capital per RI State Law.

The Town remains committed to preserving recreational and open space areas. The Gloucester Land Trust (presented in the government-wide financial statements as a component unit) owns a total of 2,242 acres with an estimated value of \$8,001,800 as of June 30, 2020.

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

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

Financial Information

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

Budgetary Control

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

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

Progress against both the expense and revenue operating budgets is tracked using budget-vs.-actual comparison reports. The general ledger tracks expenditures and revenues, comparing them to budgeted amounts. The comparison report calculates the amount of appropriation

remaining. The Treasurer's Office monitors both spending and revenues issuing monthly reports for departments to assist them in budget management. Summary monthly reports are provided to the town council the second meeting of the following month's end. The Town's Budget Board reviews the progress against the budget quarterly and sends a report regarding its findings to the Town Council.

Reserves and Fund Balance

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

Cash Management

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

Risk Management

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

Debt Administration

The ratios of net debt service to budget, net bonded debt to total assessed (property) valuation and net bonded debt per capita provide useful information when evaluating the Town's financial position. These indicators were as follows on June 30, 2017, June 30, 2018, June 30, 2019, June 30, 2020 and June 30, 2021:

	<u>Net Direct Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Debt per Capita</u>
June 30, 2017	\$1,825,000	0.17%	\$181.86
June 30, 2018	\$1,620,000	0.16%	\$161.43
June 30, 2019	\$1,405,000	0.14%	\$137.61
June 30, 2020	\$1,250,000	0.12%	\$121.09
June 30, 2021	\$1,090,000	0.05%	\$105.58

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

Independent Audit

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

Reporting Achievement

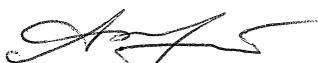
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Gloucester for its comprehensive annual financial reports for the fiscal year ended June 30, 2020. This was the fourteenth consecutive year that the Town has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

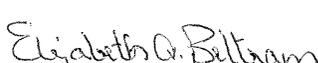
Acknowledgment

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

Respectfully submitted,

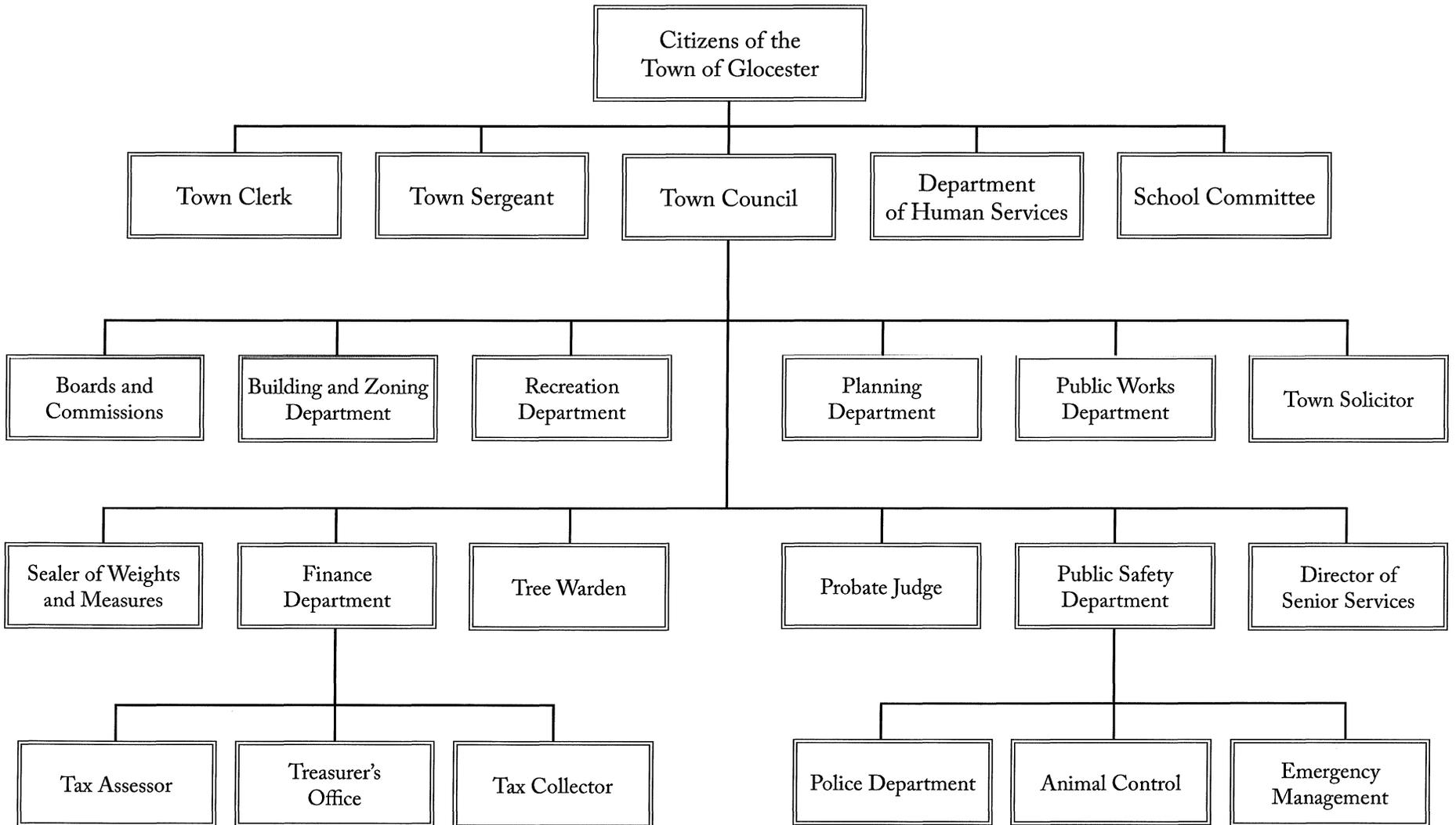

 Adam R. Muccino
 Director of Finance


 Kathy LaMontagne
 Financial Clerk


 Elizabeth Beltram
 Senior Accountant


 Jeanne F. Carcieri
 Financial Clerk

Town of Glocester, Rhode Island Organization Chart



TOWN OF GLOCESTER, RHODE ISLAND

AS OF JUNE 30, 2021

TOWN COUNCIL

Julian P. Forgue, President
William E. Reichert, Vice President
Stephen W. Arnold
Walter M. O. Steere, III
William J. Worthy, Jr.

DIRECTOR OF FINANCE

Adam Muccino



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Gloucester
Rhode Island**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

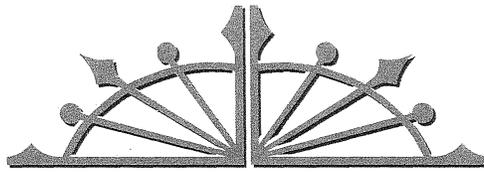
Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This Section Contains the Following Subsections:

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



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

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

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Glocester, Rhode Island (Town) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Town of Glocester, Rhode Island as of June 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Glocester, Rhode Island's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information, schedules, the Annual Supplemental Transparency Report (MTP2) and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 10, 2022, on our consideration of the Town of Glocester, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Glocester, Rhode Island's internal control over financial reporting and compliance.



Baxter Dansereau & Associates, LLP
West Warwick, Rhode Island
March 10, 2022

Management's Discussion and Analysis

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

Administration of the Town of Glocester provides this Management's Discussion and Analysis of the Town of Glocester's Annual Comprehensive Financial Report for the readers of the Town's financial statements. This narrative overview and analysis of the financial statements of the Town of Glocester is for the fiscal year ended June 30, 2021. We encourage readers to consider this information in conjunction with the Town's financial statements that follow.

Financial Highlights

- In fiscal year 2021, the Town's General Fund's revenues and other financing sources of funds exceeded expenditures and other uses of funds by \$273,714. The School Unrestricted revenues and other financing sources exceeded expenses by \$36,904 during fiscal ended June 30, 2021.
- As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$17,316,554. The general fund unassigned fund balance of \$6,204,815 represents 36% of this total.
- On a government-wide basis, the assets and deferred outflows of the governmental activities exceeded its liabilities and deferred inflows at June 30, 2021 by \$23,046,938.
- There was an increase in net position of \$717,308 in the governmental activities. The net position of the Town's component unit (Glocester Land Trust) increased by \$17,429 to \$7,660,796. The net position of business type activities increases by \$80,429 to a cumulative total of \$77,681.
- The Town's Government-wide operating expenses were \$31,576,020. This was a \$793,952 increase from the prior year. The changes are due to the focus of long-term economic conditions that are included in the statement. These changes are illustrated in note 10 of the notes to financial statements found on page 53.

Overview of the Financial Statements

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

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

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

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

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

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

The *Statement of Activities* presents information, which shows how the Town's net position changed during the fiscal year. All changes in the net position of the Town are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods. Examples are uncollected taxes and earned but unused compensated absences.

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

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

Fund financial statements – A *fund* is a grouping and self-balancing set of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. With the exception of the School Lunch Fund, which is a proprietary fund, all of the funds of the Town are governmental funds.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

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

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

Information is presented separately in the *Governmental Fund Balance Sheet* and in the *Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances* for the General Fund, the School Unrestricted Special Revenue Fund, and the Capital Reserve Fund, which are considered major funds. Data from all other funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements on pages 102 through 119 in this report. The individual funds within the component unit have been summarized into the data presented.

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

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because resources of those funds are *not* available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Notes to Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are found on pages 30 through 91.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the Town's operations. Required Supplementary information is presented on pages 92 through 101.

Government-wide Financial Analysis

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

Analysis of the Town of Gloucester's Net Position

The Town's net position may be a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. On a government-wide basis, the assets and deferred outflows of the Towns governmental activities exceeded its liabilities and deferred inflows at June 30, 2021 by \$23,046,938 an increase of \$717,308 or 3.2% from the prior year.

Current assets increased by \$1,056,558 or 5.5%, from 2020.

Net Capital assets decreased by \$309,544 due to decreases in motor vehicles and related accumulated depreciation

Other liabilities decreased by \$121,292 from 2020.

Long-term liabilities in the current year decreased by \$123,850 from 2020. This was due mostly to the decreases in bonds payable and reductions in pension related liabilities. See note 9 to the financial statements for additional detail.

Net investment in capital assets decreased from the prior year by \$149,544.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

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

	<i>Town of Gloucester</i>				<i>Net Position</i>			
	<i>June 30, 2020</i>				<i>June 30, 2021</i>			
	Govern- mental Activities	Business Type Activities	Total	Component Unit	Govern- mental Activities	Business Type Activities	Total	Component Unit
Current and Other Assets	\$ 19,136,140	\$ (2,748)	\$ 19,133,392	423,682	\$ 20,192,698	\$ 77,681	\$ 20,270,379	\$ 442,501
Capital assets	18,634,788	-	18,634,788	7,228,191	18,325,244	-	18,325,244	7,224,828
Total Assets	<u>37,770,928</u>	<u>(2,748)</u>	<u>37,768,180</u>	<u>7,651,873</u>	<u>38,517,942</u>	<u>77,681</u>	<u>38,595,623</u>	<u>7,667,329</u>
Deferred Outflow of Resources	3,340,936	-	3,340,936	-	2,959,569	-	2,959,569	-
Other Liabilities	1,337,840	-	1,337,840	8,506	1,216,548	-	1,216,548	6,533
Long-Term Liabilities	15,413,237	-	15,413,237	-	15,289,387	-	15,289,387	-
Total Liabilities	<u>16,751,077</u>	<u>-</u>	<u>16,751,077</u>	<u>8,506</u>	<u>16,505,935</u>	<u>-</u>	<u>16,505,935</u>	<u>6,533</u>
Deferred inflow of Resources	2,072,938	-	2,072,938	-	1,924,638	-	1,924,638	-
Net Position:								
Net investment in capital assets	17,384,788	-	17,384,788	7,228,191	17,235,244	-	17,235,244	7,224,828
Restricted	3,291,089	-	3,291,089	-	3,882,058	-	3,882,058	-
Unrestricted	1,611,972	(2,748)	1,609,224	415,176	1,929,636	77,681	2,007,317	435,968
Total Net Position	<u>\$ 22,287,849</u>	<u>\$ (2,748)</u>	<u>\$ 22,285,101</u>	<u>\$ 7,643,367</u>	<u>\$ 23,046,938</u>	<u>\$ 77,681</u>	<u>\$ 23,124,619</u>	<u>\$ 7,660,796</u>

The largest portion, \$17,235,244 or 75%, of the Town's net position consists of its investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure, less any outstanding debt used to acquire these assets. The Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's investment in its capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are unlikely to be used to liquidate these liabilities.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

An additional portion \$3,882,058 of the Town's net position represents resources that are subject to external restriction on how they may be used. The remaining balance of the Town's unrestricted net position may be used to meet the government's ongoing obligations to its citizens and creditors.

As of June 30, 2021, the Town of Gloucester reports positive balances in all three categories of Net Position for the government as a whole.

Analysis of the Town of Gloucester's Operations

The following analysis provides a summary of the Town's operations for the year ended June 30, 2021.

Governmental activities increased the net position by \$717,308 in the current period.

Business type activities increased by \$80,429. This is the school food service program.

The Town's component unit activities increased by \$17,429. The Gloucester Land Trust is the sole component unit for the Town of Gloucester.

Total revenues of the governmental activities saw an increase of \$1,461,682 from 2020.

Total expenses of the governmental activities increased by \$721,602 from 2020.

- *Business type activities*, the School Lunch program, net position increased by \$80,429 due to regular operations.
- The town's *component unit*, The Gloucester Land Trust, net position increased by \$17,429.

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

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

Town of Gloucester, Rhode Island
Change in Net Position

	June 30, 2020				June 30, 2021			
	Govern- mental Activities	Business Type Activities	Total	Component Unit	Govern- mental Activities	Business Type Activities	Total	Component Unit
Revenues								
Program revenues								
Charges for services	\$ 664,185	\$ 52,598	\$ 716,783	\$ -	\$ 790,654	\$ 56,383	\$ 847,037	\$ -
Operating grants	4,471,070	31,237	4,502,307	92,316	5,256,077	230,677	5,486,754	96,797
Capital grants	161,774	-	161,774	-	318,444	-	318,444	-
General Revenues								
Property taxes	24,777,714	-	24,777,714	-	25,048,628	-	25,048,628	-
Investment earnings	164,141	-	164,141	3	136,257	-	136,257	-
Gain (loss)	386,131	-	386,131	-	536,637	-	536,637	-
Total revenues	<u>30,625,015</u>	<u>83,835</u>	<u>30,708,350</u>	<u>92,319</u>	<u>32,086,697</u>	<u>287,060</u>	<u>32,373,757</u>	<u>96,797</u>
Expenses								
Administration	1,537,816	-	1,537,316	-	1,464,005	-	1,464,005	-
Finance	940,712	-	940,712	-	871,391	-	871,391	-
Public Safety	2,468,866	-	2,468,366	-	2,850,991	-	2,850,991	-
Public Works	2,411,683	-	2,411,683	-	2,556,042	-	2,556,042	-
Recreation and senior center	430,246	-	430,246	-	381,423	-	381,423	-
Social Services	467,376	-	467,376	-	314,685	-	314,685	-
Operational expenses	511,142	-	511,142	-	584,509	-	584,509	-
Aid Requests	380,918	-	380,918	-	389,353	-	389,353	-
Education	21,443,761	-	21,443,761	-	21,908,704	-	21,908,704	-
Interest	55,267	-	55,267	-	48,286	-	48,286	-
School Lunch Program	-	134,281	134,281	-	-	206,631	206,631	-
Gloucester Land Trust	-	-	-	93,221	-	-	-	79,368
Total expenses	<u>30,647,787</u>	<u>134,281</u>	<u>30,782,068</u>	<u>93,221</u>	<u>31,369,389</u>	<u>206,631</u>	<u>31,576,020</u>	<u>79,368</u>
Change in net position	(22,772)	(50,446)	(73,218)	(902)	717,308	80,429	797,737	17,429
Net position beginning	22,310,621	47,698	22,358,319	7,644,269	22,329,630	(2,748)	22,326,882	7,643,367
Net position ending	<u>\$ 22,287,849</u>	<u>\$ (2,748)</u>	<u>\$ 22,285,101</u>	<u>\$ 7,643,367</u>	<u>\$ 23,046,938</u>	<u>\$ 77,681</u>	<u>\$ 23,124,619</u>	<u>\$ 7,660,796</u>

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

Financial Analysis of the Town of Gloucester's Funds

Governmental Funds

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

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

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

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

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

Unassigned – items that have no restrictions placed on them.

The focus of the Town of Gloucester's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of the Town's net resources available for spending at the end of the fiscal year. The Fund Balance section of the Balance Sheet for Governmental Funds is presented in the format required by GASB Statement 54.

General Fund

The total fund balance has increased by \$273,714. The category breakdown of the fund balance is listed below.

Committed

- *Education*: The town has committed \$200,000 for an anticipated loss of local state education aid for Gloucester Public Schools (GPS). The town has committed \$215,000 towards future proration increases for the regional school department costs for Gloucester students. The formula used to determine district costs to Gloucester and Foster has caused fluctuations in local appropriations from year to year.
- *Capital Projects*: The Town has committed \$600,000 towards school building renovations and improvements in fiscal year 2022.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

Assigned

- *Administration:* The assignment for Revaluation Reserve decreased by \$143,341 from \$241,795 in 2020 to \$98,454 in 2021 and the Professional services/Comprehensive Plan remains unchanged at \$31,626 in 2021. Future technology remains unchanged at \$192,610 in 2021. Also, no change in the assignment of \$1,008 for Tree Planting from 2020 to 2021.
- *Public safety:* The assignment for Radio Equipment remains at \$71,657 as does the assignment for Police Equipment Maintenance remains at \$47,362 for 2021. An assignment of \$43,000 for mobile radios and \$36,800 for portable radios is to plan for future technology upgrades for public safety. The Town self-insures for damage to police equipment and maintenance on radio towers.
- *Public Works:* The assignment for Storm Related Services remains at \$242,896 for the fiscal year ended June 30, 2021.
- *Recreation:* The assignment for Senior Center Dues increased by \$11,246 from \$648 in 2020 to \$11,894 in 2021. Amounts are to supplement activities and events at the Senior Center
- *Matching state grant funds:* The \$50,000 reserve for grant matches remains unchanged.
- *2022 Budget:* The town has assigned \$500,000 of its fund balance for the fiscal 2022 operations budget.
- *Contractual obligations:* The assignment for Accrued Compensated Absences decreased by \$34,803 from \$378,242 in 2020 to \$345,439 in 2021. The assignment for OPEB obligations increased by 5 to 228,835 in 2021 from 228,830 in 2020.
- *Employee benefits:* The amount assigned for Health Insurance remained the same at \$387,477 in 2020. This amount is to smooth fluctuations of health insurance costs. Working rates are derived through the RI Interlocal Risk Management Trust operating a self-insurance health program for the Town of Gloucester.
- *Education:* The Town assigned \$300,000 for school building renovations and improvements. 2021 was the last of a five-year project funded by the school and the town with funds set aside. These projects have preliminary approval from the Rhode Island Department of Education for reimbursement from school housing aid funds for at least 35% of the costs. Total cost estimates are \$4,200,000. The school will assign the remaining balance from their cumulative fund balance towards the plan as well. The voters passed the fiscal 2021 budget committing \$300,000 on the town side and the school side towards the plan.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

Unassigned

The General Fund Unassigned fund balance in 2021 is \$6,204,815. This is a decrease of \$354,828 from the unassigned fund balance of \$6,559,643 in 2020. The unassigned fund balance is 19.7% of the fiscal 2022 budget.

School Unrestricted

Non-spendable

- *Health benefits:* The school department is self-insured for the health care benefits it provides for its employees. This amount of \$ 1,239,371 represents the excess reserves it has as of the fiscal year ended June 30, 2021 with WB Community Health.

Restricted

- *Education:* This amount decreased by \$254,325 from \$1,149,957 in 2020 to \$895,632 in 2021. Restricted funds are for educational use only and the reduction is due to use of the restricted for operations in 2021.

Assigned

- *2022 Budget:* \$410,000 was assigned for use in the fiscal 2022 budget.
- *Contractual obligations:* The assigned amount of \$150,929 remains unchanged from 2020 to 2021.

Capital Reserve Fund

Committed

Capital projects: This restricted fund balance increased by \$2,676 from \$1,143,970 in 2020 to \$1,146,646 in 2021.

TOWN OF GLOCESTER, RHODE ISLAND
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For the Year Ended June 30, 2021
(Un-audited)

Other Governmental Funds

Non-Spendable

Perpetual care: The amount of non-spendable reserves remained the same at \$3,100 for the fiscal year ended 2021.

Restricted

- *Administration:* The total administration has increased to \$34,947 in 2021. This is an increase of \$5,851 from the amount of \$29,096 in 2020. The historic records make up the majority of the administration group.
- *Public safety:* The amount restricted in *Public safety* is \$118,139 for 2021. This is an increase of \$103,774 from 2020. The MEDS/EMA program, the animal shelter, DARE, and the Bramley funds make up the balance.
- *Recreation:* The restricted amount increase by \$26,724 from the amount in 2020. The total restricted portion of the recreation category is \$110,959 for 2021.
- *Social Services:* The social service restricted amount for 2021 is \$519,584. This is a decrease of \$7,660 from 2020.
- *Education:* This restricted fund balance for 2021 is \$30,987. This represents a decrease of \$50 from \$31,037 in 2020.
- *Capital Projects:* This restricted fund balance increased by \$716,654 from 2020 to \$2,159,616 in 2021. Capital improvements are reported in this category. The change is largely due to the progress of roads and school projects.
- *Perpetual Care:* This restricted amount is \$9,094 in 2021. This is to maintain cemetery property.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

Town of Gloucester
Fund Balances

	<u>June 30, 2020</u>	<u>June 30, 2021</u>	
	Total Governmental Funds	Total Governmental Funds	Increase (Decrease)
Nonspendable	1,066,492	1,244,471	177,979
Restricted	3,287,989	3,878,958	590,969
Committed	2,413,970	2,616,646	202,676
Assigned	2,904,880	3,446,672	541,792
Unassigned	6,514,073	6,129,807	(384,266)
Total	<u>16,187,404</u>	<u>17,316,554</u>	<u>1,129,150</u>

General Fund Budgetary Highlights

Revenues

Total revenues reported in 2021 were more than budgeted amounts by \$1,077,914 or 4.0%.

General Property Taxes collected exceeded budget by \$139,433 or 0.6%. Included in taxes collected was \$2,883,609 from Factory Mutual Insurance Company from a payment-in-lieu-of-taxes (PILOT) agreement, which commenced in 2003.

Revenues from *licenses, fees and fines* were \$658,563 or \$319,163 over the budget amount. This is primarily due to favorable revenue from building permits and realty tax collections.

Interest and investment income was greater than budget by \$23,795 due to additional revenue from interest on taxes.

Expenditures

Total expenditures and other financing uses in the Town's General Fund were less than the amount budgeted by \$414,008. Other Expense savings made up the most significant savings in each area. These include savings in *financial administration* savings of \$142,859; *public safety* net savings of \$47,494; *public works* net savings of \$158,847; *Senior Center* \$50,430; *human services* of \$6,681; *other operational expenditures* savings of \$16,134.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

The Town of Gloucester's Capital Assets

The Town of Gloucester's investment in capital assets for its governmental activities amounts to \$18,325,244 net of accumulated depreciation at June 30, 2021. Included are land, buildings and improvements, construction in progress, motor vehicles, furniture, machinery and equipment, and infrastructure.

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

Town of Gloucester
Capital Assets (Net of Accumulated Depreciation)

	June 30, 2020		June 30, 2021	
	Govern- mental Activities	Component Unit	Govern- mental Activities	Component Unit
Land	\$ 2,022,814	\$ 7,120,112	\$ 2,022,814	\$ 7,120,112
Historical Building	-	93,426	-	93,426
Land Improvements	1,226,472	-	1,175,259	-
Buildings & Improvements	11,792,698	-	11,376,849	-
Motor Vehicles	563,937	-	715,371	-
Office Furniture/Equipment	60,682	-	92,462	-
Machinery & Equipment	395,202	-	333,975	11,290
Infrastructure	2,572,983	-	2,608,514	-
Total	\$ 18,634,788	\$ 7,213,538	\$ 18,325,244	\$ 7,224,828

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

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

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

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

The Town of Gloucester's Debt Administration

The Town did not issue any new bonded debt in 2021. The Town made payments on debt principal of \$160,000. The outstanding General Obligation debt decreased to a total of \$1,090,000 at June 30, 2021. All outstanding debt is backed by the full faith and credit of the government, including the Town's power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt was approved by a vote of the citizens.

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

Town of Gloucester
Outstanding Debt
General Obligation Debt

	<i>June 30, 2020</i>	<i>June 30, 2021</i>
	Govern- mental Activities	Govern- mental Activities
Senior Center	1,005,000	880,000
Fogarty Elementary School Roof	245,000	210,000
Totals	\$ 1,250,000	\$ 1,090,000

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

Except as provided below, under Section 45-12-2 of the General Laws of Rhode Island, the Town may not, without special statutory authorization, incur any debt, which would increase its aggregate indebtedness not otherwise excepted by law to an amount greater than 3% of the taxable property of the Town. Deducted from the computation of aggregated indebtedness is the amount of any borrowing in anticipation of taxes authorized by law and the amount of any sinking funds maintained by the Town. The 3% debt limit of the Town for 2021 was \$35,821,323 [based on the net assessed valuation at December 31, 2019 of \$1,194,044,093]. As of June 30, 2021, the Town had \$1,090,000 in outstanding bonds and notes issued within the 3% debt limit leaving a borrowing capacity of \$34,731,323.

The State legislature may, by special act, permit the Town to incur indebtedness outside the limitations imposed by the 3% debt limit. Special legislation adopted by the Legislature authorizing the Town to incur debt is subject to referendum by the electors of the Town. As of June 30, 2021, the town has no outstanding debt outside the 3% debt limit.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

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

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

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

Economic Factors and Next Year's Budgets and Rates

- Unemployment rates for 2021 are listed below : (www.census.gov) (www.dlt.ri.gov)

Location	06/30/2018	06/30/2019	06/30/2020	06/30/2021
Town of Glocester	3.0%	3.6%	7.7%	4.5%
State of Rhode Island	4.3%	3.6%	12.6%	5.9%
United States	4.4%	3.7%	11.1%	5.9%

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

Location	06/30/2017	06/30/2018	06/30/2019	06/30/2020
Northeast Urban Area	1.5%	1.6%	1.3%	2.5%
United States	1.6%	2.9%	1.6%	1.23%

- The estimated median household income for Glocester is \$89,391 compared to the State's median income of \$67,167 for the 2020 period. (www.dlt.ri.gov)

- The median house or condo value in 2019 is \$311,351 for Glocester. This compares to the state median value of \$283,000 for the same period. (www.city-data.com)

- Glocester ranks 30th in population among Rhode Island's 39 cities and towns. The listed population is 9,974 (www.census.gov).

The Town's total general fund budget for fiscal year 2022 amounts to \$31,337,979. The portion for education is \$18,488,576 or 58%, and \$12,849,403 or 42%, for general fund activities.

TOWN OF GLOCESTER, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2021
(Un-audited)

- The unassigned fund balance in the general fund decreased in 2021. The decrease is due to (3) fiscal years of fund assignments that were made in fiscal 2022. Nevertheless, the unassigned fund balance is 20% of proposed expenditures for 2022, which is above the 12% minimum required by the Town Charter.
- Since December 2000, per Rhode Island General Law 44-5-11.6, municipalities in Rhode Island are required to perform full revaluations on all "ratable" property every nine years and statistical revaluations every three years for the years in-between. A full revaluation was performed as of December 31, 2019, for the 2020 tax roll which affected fiscal year 2021.
- Net assessed values for fiscal year 2021 are \$1,194,044,093 an increase of \$156,823,066 over 2020. In fiscal year 2020, the total net assessed values were \$1,037,221,027. General state revenue sharing is to supplement cities and towns for the "lost" tax revenue for motor vehicles as a mandated reduction in value has been applied to vehicles.
- The State of Rhode Island has a 4% tax cap for all municipalities. Gloucester's tax rate was below the allowable rate cap increase. The increase for 2021-2022 is 1.2%. The Town's tax rates for 2020, 2021 and 2022 are listed below. The tax on *Motor vehicles* has been frozen by the State of Rhode Island at \$24.37. Rates are per \$1,000 of valuation.

Tax Rates				
	2019-20	2020-21	2021-22	Change from Prior Year
Residential	20.44	18.22	18.44	\$ 0.22
Commercial	24.53	21.86	22.13	\$ 0.27
Motor Vehicle	24.37	24.37	36.88	\$ 12.51
Tangible	40.88	36.44	24.37	\$ (12.07)

Request for Information

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

Adam Muccino,
Finance Director

Government-Wide Financial Statements

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Net Position
June 30, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Glocester Land Trust
ASSETS				
Cash and cash equivalents	\$ 16,452,567	\$ 1,182	\$ 16,453,749	\$ 422,561
Accounts receivable:				
Taxes receivable - net	576,291	-	576,291	-
Loans receivables	660,294	-	660,294	-
Due from other governments	1,249	-	1,249	-
Other receivables	335,544	-	335,544	-
Prepays	2,000	-	2,000	-
Internal balances	(76,499)	76,499	-	-
Other Assets - net	1,239,371	-	1,239,371	19,940
Capital assets:				
Property, plant and equipment - net	16,302,430	-	16,302,430	11,290
Non-depreciable	2,022,814	-	2,022,814	7,213,538
Total capital assets	18,325,244	-	18,325,244	7,224,828
Net pension asset	1,001,881	-	1,001,881	-
TOTAL ASSETS	38,517,942	77,681	38,595,623	7,667,329
Deferred Outflows of Resources	2,959,569	-	2,959,569	-
LIABILITIES				
Accounts payable	504,456	-	504,456	5,284
Accrued expenses	115,151	-	115,151	-
Due to other governments	-	-	-	1,249
Other liabilities	337,241	-	337,241	-
Long-term liabilities:				
Due within one year	259,700	-	259,700	-
Due in more than one year				
Net OPEB liability	1,717,317	-	1,717,317	-
Net pension liability	11,458,245	-	11,458,245	-
Other long-term liabilities	2,113,825	-	2,113,825	-
Total liabilities	16,505,935	-	16,505,935	6,533
Deferred Inflows of Resources	1,924,638	-	1,924,638	-
NET POSITION				
Net investment in capital assets	17,235,244	-	17,235,244	7,224,828
Restricted for:				
Administration	34,947	-	34,947	-
Public safety	118,139	-	118,139	-
Recreation	110,959	-	110,959	-
Social services	519,584	-	519,584	-
Capital projects	2,159,616	-	2,159,616	-
Educational programs	926,619	-	926,619	-
Perpetual care	9,094	-	9,094	-
Nonexpendable	3,100	-	3,100	-
Unrestricted	1,929,636	77,681	2,007,317	435,968
Total net position	\$ 23,046,938	\$ 77,681	\$ 23,124,619	\$ 7,660,796

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

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Activities
For the Fiscal Year Ended June 30, 2021

Functions/ Programs	Program revenues				Net (Expense) Revenue and Changes in Net Assets			Component Unit Glocester Land Trust
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
Primary government								
Governmental activities:								
Administration	\$ 1,464,005	\$ 19,758	\$ 2,790	\$ -	\$ (1,441,457)		\$ (1,441,457)	
Finance	871,391	658,563	-	-	(212,828)		(212,828)	
Public safety	2,850,991	-	82,605	-	(2,768,386)		(2,768,386)	
Public works	2,556,042	-	103,493	-	(2,452,549)		(2,452,549)	
Recreation and senior center	381,423	7,402	-	-	(374,021)		(374,021)	
Social services	314,685	1,380	188,845	-	(124,460)		(124,460)	
Operational expenses	584,509	-	1,383,595	-	799,086		799,086	
Aid requests	389,353	-	-	-	(389,353)		(389,353)	
Education	21,908,704	103,551	3,494,749	318,444	(17,991,960)		(17,991,960)	
Interest	48,286	-	-	-	(48,286)		(48,286)	
Total governmental activities	<u>31,369,389</u>	<u>790,654</u>	<u>5,256,077</u>	<u>318,444</u>	<u>(25,004,214)</u>		<u>(25,004,214)</u>	
Business type activities:								
School Lunch	206,631	56,383	230,677	-	-	\$ 80,429	80,429	
Total business-type activities	<u>206,631</u>	<u>56,383</u>	<u>230,677</u>	<u>-</u>	<u>-</u>	<u>80,429</u>	<u>80,429</u>	
Total primary government	<u>\$ 31,576,020</u>	<u>\$ 847,037</u>	<u>\$ 5,486,754</u>	<u>\$ 318,444</u>	<u>(25,004,214)</u>	<u>80,429</u>	<u>(24,923,785)</u>	
Component Unit								
Glocester Land Trust	\$ 79,368	\$ -	\$ 96,797	\$ -				\$ 17,429
General revenues:								
Taxes:								
Property taxes, levied for general purposes					25,048,628	-	25,048,628	-
Unrestricted investment earnings					136,257	-	136,257	-
Miscellaneous					536,637	-	536,637	-
Total general revenues					<u>25,721,522</u>	<u>-</u>	<u>25,721,522</u>	<u>-</u>
Change in net position					<u>717,308</u>	<u>80,429</u>	<u>797,737</u>	<u>17,429</u>
Net position-beginning - restated					<u>22,329,630</u>	<u>(2,748)</u>	<u>22,326,882</u>	<u>7,643,367</u>
Net position-ending					<u>\$ 23,046,938</u>	<u>\$ 77,681</u>	<u>\$ 23,124,619</u>	<u>\$ 7,660,796</u>

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

Fund Financial Statements

Governmental Funds
Proprietary Funds
Fiduciary Funds

TOWN OF GLOCESTER, RHODE ISLAND

**Balance Sheet
Governmental Funds
June 30, 2021**

	General Fund	School Unrestricted	Capital Reserve Fund	Other Non-Major Governmental Funds	Total Governmental Funds
ASSETS:					
Cash and cash equivalents	\$ 11,126,317	\$ 1,729,348	\$ 1,367,839	\$ 2,229,063	\$ 16,452,567
Accounts receivable:					
Taxes, net of allowance of \$376,000	576,291	-	-	-	576,291
Loans	-	-	-	660,294	660,294
Other	64,834	270,710	-	-	335,544
Prepays	2,000	-	-	-	2,000
Other assets	-	1,239,371	-	-	1,239,371
Due from other funds	190,504	1,418	83,747	862,932	1,138,601
Due from other governments	1,249	-	-	-	1,249
TOTAL ASSETS	\$ 11,961,195	\$ 3,240,847	\$ 1,451,586	\$ 3,752,289	\$ 20,405,917
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts payable	\$ 143,504	\$ 188,252	\$ 172,700	\$ -	\$ 504,456
Accrued payroll and benefits	91,489	10,575	-	7,495	109,559
Due to other funds	520,693	346,088	132,240	216,079	1,215,100
Unearned revenue	-	-	-	617,297	617,297
Other liabilities	337,241	-	-	-	337,241
TOTAL LIABILITIES	1,092,927	544,915	304,940	840,871	2,783,653
Deferred Inflows of Resources	305,710	-	-	-	305,710
FUND BALANCES:					
Nonspendable for:					
Perpetual care	-	-	-	3,100	3,100
Deposits held for Health and Dental Benefits	-	1,239,371	-	-	1,239,371
Prepaid	2,000	-	-	-	2,000
Restricted for:					
Administration	-	-	-	34,947	34,947
Public safety	-	-	-	118,139	118,139
Recreation	-	-	-	110,959	110,959
Social services	-	-	-	519,584	519,584
Capital projects	-	-	-	2,159,616	2,159,616
Educational programs	-	895,632	-	30,987	926,619
Perpetual care	-	-	-	9,094	9,094
Committed for:					
Education	870,000	-	-	-	870,000
Capital projects	600,000	-	1,146,646	-	1,746,646
Assigned for:					
Administration	323,698	-	-	-	323,698
Public safety	195,504	-	-	-	195,504
Public works programs	242,896	-	-	-	242,896
Recreation	11,894	-	-	-	11,894
Matching grant funds	50,000	-	-	-	50,000
2022 budget	500,000	410,000	-	-	910,000
Employee benefits	387,477	-	-	-	387,477
Contractual obligations	574,274	150,929	-	-	725,203
Education	600,000	-	-	-	600,000
Unassigned:	6,204,815	-	-	(75,008)	6,129,807
TOTAL FUND BALANCES	10,562,558	2,695,932	1,146,646	2,911,418	17,316,554
TOTAL LIABILITIES AND FUND BALANCES	\$ 11,961,195	\$ 3,240,847	\$ 1,451,586	\$ 3,752,289	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. (Note 9)	18,325,244
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. (Note 9)	917,415
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. (Note 9)	(13,512,275)
Net position of governmental activities	\$ 23,046,938

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

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Revenues, Expenditures, Other Financing Sources (Uses),
and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2021

	General Fund	School Unrestricted	Capital Reserve Fund	Other Non-Major Governmental Funds	Total Governmental Funds
REVENUES:					
Property tax	\$ 25,100,057	\$ -	\$ -	\$ -	\$ 25,100,057
Intergovernmental and departmental revenue	1,383,595	2,666,384	-	1,203,514	5,253,493
Federal revenue - Medicaid reimbursement	-	72,397	-	-	72,397
Licenses, fees, and fines	658,563	-	-	-	658,563
Investment Income	123,316	3,380	152	9,409	136,257
Other	500,254	8,743	-	349,568	858,565
TOTAL REVENUES	<u>27,765,785</u>	<u>2,773,315</u>	<u>152</u>	<u>1,562,491</u>	<u>32,101,743</u>
EXPENDITURES:					
Current:					
Administration	1,051,210	-	-	71,115	1,122,325
Finance	871,391	-	-	-	871,391
Public safety	2,670,701	-	4,576	57,369	2,732,646
Public works	1,922,256	-	-	57,542	1,979,798
Recreation & senior center	240,563	-	-	45,747	286,310
Social services	45,569	-	-	265,202	310,771
Operational expenses	584,509	-	-	-	584,509
Aid requests	389,353	-	-	-	389,353
Education	11,244,638	9,600,716	-	807,618	21,652,972
Debt service:					
Principal	160,000	-	-	167,876	327,876
Interest	48,983	-	-	747	49,730
Capital:					
Capital outlay	-	-	362,100	521,828	883,928
TOTAL EXPENDITURES	<u>19,229,173</u>	<u>9,600,716</u>	<u>366,676</u>	<u>1,995,044</u>	<u>31,191,609</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES					
BEFORE OTHER FINANCING SOURCES (USES)					
	<u>8,536,612</u>	<u>(6,827,401)</u>	<u>(366,524)</u>	<u>(432,553)</u>	<u>910,134</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	-	7,164,305	1,078,593	1,029,393	9,272,291
Transfers out	(8,262,898)	(300,000)	(709,393)	-	(9,272,291)
Issuance of debt	-	-	-	177,235	177,235
NET OTHER FINANCING SOURCES (USES)	<u>(8,262,898)</u>	<u>6,864,305</u>	<u>369,200</u>	<u>1,206,628</u>	<u>177,235</u>
NET CHANGE IN FUND BALANCES	<u>273,714</u>	<u>36,904</u>	<u>2,676</u>	<u>774,075</u>	<u>1,087,369</u>
FUND BALANCES - BEGINNING - RESTATED	<u>10,288,844</u>	<u>2,659,028</u>	<u>1,143,970</u>	<u>2,137,343</u>	<u>16,229,185</u>
FUND BALANCES - ENDING	<u>\$ 10,562,558</u>	<u>\$ 2,695,932</u>	<u>\$ 1,146,646</u>	<u>\$ 2,911,418</u>	<u>\$ 17,316,554</u>

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

TOWN OF GLOCESTER, RHODE ISLAND
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2021

Net change in fund balances-total governmental funds \$ 1,087,369

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

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

Capital Outlay	\$ 883,928	
Depreciation Expense	<u>(1,171,509)</u>	(287,581)
Loss on disposal of capital asset		(21,963)
Reductions in deferred revenue that provide current financial resources to governmental funds are not reported as revenues in the statement of activities.		(15,046)
Some expenditures reported in the governmental funds that require the use of current financial resources are not reported as expenditures in the statement of activities. This is the net effect of those activities.		1,444
Changes in the Town's Net Pension Assets, Deferred Outflows of Resources related to pension plans or Net Pension Liability and Deferred Inflows of Resources related to pension plans result in an increase or decrease to the pension expense reported in the Statement of Activities.		
Also, under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the full accrual basis, expenses and liabilities are recorded regardless of when financial resources are available.		
Net increase in compensated absences	\$ 344	
Net increase in OPEB obligation	28,817	
Principal payments on long term debt	337,576	
Issuance of debt	(177,235)	
Net (increase)/decrease in net pension liability	(26,436)	
Net increase/(decrease) in net pension asset	35,087	
Net increase/(decrease) in deferred outflows	(381,367)	
Net (increase)/decrease in deferred inflows	<u>136,299</u>	
		<u>(46,915)</u>
Change in net position of governmental activities		<u>\$ 717,308</u>

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

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

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Net Position
Proprietary Funds
June 30, 2021

	School Lunch
<i>ASSETS:</i>	
<i>Current assets:</i>	
Cash and cash equivalents	\$ 1,182
Accounts receivable	
Due from other funds	76,499
<i>Total current assets</i>	77,681
<i>TOTAL ASSETS</i>	77,681
 <i>NET POSITION:</i>	
Unrestricted	77,681
TOTAL NET POSITION	\$ 77,681

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

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2021

	School Lunch
<i>OPERATING REVENUES:</i>	
Charges for usage and service	\$ 56,383
<i>Total operating revenues</i>	56,383
<i>OPERATING EXPENSES:</i>	
Operations	206,631
<i>Total operating expenses</i>	206,631
<i>OPERATING INCOME (LOSS)</i>	(150,248)
<i>NON-OPERATING REVENUES:</i>	
Intergovernmental	230,677
<i>Total non-operating revenues</i>	230,677
<i>CHANGE IN NET POSITION</i>	80,429
<i>TOTAL NET POSITION - BEGINNING</i>	(2,748)
<i>TOTAL NET POSITION - ENDING</i>	\$ 77,681

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

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2021

	School Lunch
<i>CASH FLOWS FROM OPERATING ACTIVITIES:</i>	
Cash received from customers	\$ 56,383
Cash payments to suppliers	(206,631)
<i>Net cash provided by (used for) operating activities</i>	(150,248)
<i>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</i>	
Non-operating grants received	230,677
Increase in due from other funds	(80,168)
<i>Net cash provided (used for) non-capital and related financing activities</i>	150,509
<i>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</i>	261
<i>CASH AND CASH EQUIVALENTS - BEGINNING</i>	921
<i>CASH AND CASH EQUIVALENTS - ENDING</i>	\$ 1,182
<i>Reconciliation of operating income to net cash provided by operating activities:</i>	
Operating income (Loss)	\$ (150,248)
<i>Changes in assets and liabilities:</i>	
(Increase) decrease in accounts receivable	-
Increase (decrease) in accounts payable	-
<i>Total adjustments</i>	-
<i>Net cash provided by (used for) operating activities</i>	\$ (150,248)

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

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	<u>OPEB Trust Fund</u>
ASSETS	
Cash	\$ -
Investments, at fair value:	
Mutual funds	<u>579,607</u>
Total investments	<u>579,607</u>
Total Assets	<u><u>579,607</u></u>
 NET POSITION	
Restricted for:	
Employee OPEB benefits	<u><u>\$ 579,607</u></u>

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

TOWN OF GLOCESTER, RHODE ISLAND
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2021

	<u>OPEB Trust Fund</u>
Additions	
Contributions	
Employer	\$ 80,202
Total contributions	<u>80,202</u>
Investment earnings	
Net increase/(decrease) in fair value of investments	<u>81,920</u>
Total investment earnings	<u>81,920</u>
Total additions	<u>162,122</u>
Deductions	
Benefits paid	80,202
Plan cost	<u>1,663</u>
Total deductions	<u>81,865</u>
Change in net position	80,257
Net position beginning of year	499,350
Net position end of year	<u>\$ 579,607</u>

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

Notes to Financial Statements

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Reporting Entity

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

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reporting Entity (Continued)

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

Recently Issued Accounting Standards

The Town has implemented the following pronouncements:

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

GASB Statement No. 84 – *Fiduciary Activities*, effective for the Town’s fiscal year ending June 30, 2021.

Basis of Presentation

Government – Wide Financial Statements

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

Fund Financial Statements

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund

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

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes.

Capital Project Funds

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

Basis of Presentation (Continued)

Permanent Funds

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

Proprietary Funds

Proprietary Funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. Operating revenues of the Proprietary Funds consist of customer/taxpayer charges for uses and services and certain other miscellaneous revenues. All other revenues of the Proprietary Funds are considered non-operating sources of revenue.

Fiduciary Funds

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Major and Non-Major Funds

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

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

General Fund:	See above for description
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Special Revenue:	School Unrestricted - This fund accounts for the operation and maintenance of the West Glocester and Fogarty Memorial Elementary Schools. Revenue Sources: Town funded appropriation State of Rhode Island: Annual aid to education
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Capital Project:	Capital Reserve Fund - This fund accounts for monies utilized for capital improvements set forth in the Capital Program approved at the Financial Town Meeting.
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Proprietary:	School Lunch - This fund is used to account for the activities of the lunch programs at the West Glocester and Fogarty Memorial Elementary Schools.
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TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Major and Non-Major Funds

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

Major:

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

Non-Major:

Special Revenue: Town Funds:

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

School Funds:

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

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

Permanent: Perpetual Care Fund.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities both governmental and business-like activities are presented using the economic resources measurement focus as defined in item (b) below and utilize the accrual basis of accounting.

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus (Continued)

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

- a) All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period. The Town considers property taxes, franchise taxes, licenses, and interest as available if they are collected within 60 days after year-end. Substantially all other revenue of the governmental funds is recognized utilizing the modified accrual method of accounting, and as such, it is recognized as earned.
- b) The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

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

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting

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

Accounts Receivable

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

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

Deposits and Investments

Cash and cash equivalents are carried at cost. The Town's cash and cash equivalents consist of cash on hand, demand deposits, money market accounts, and short-term investments with original maturities of three months or less from the date of acquisition. Substantially, all of the Town's cash and cash equivalents are held in public deposit institutions or collateralized government investment pools, which are available on a daily basis.

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

Prepaid Items

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property, Plant, and Equipment

Property, Plant and Equipment

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

Government-Wide Statements

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

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

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

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

Fund Financial Statements

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accrued Compensated Absences

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

Use of Estimates

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

Short-Term Inter-fund Receivables/Payables

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

Interfund Transfers

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

Bond Issuance Costs

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

Deferred Outflows of Resources

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

Deferred Inflows of Resources

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classifications

Government-Wide Statements

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

- a) Net Investment in capital assets - Consists of capital assets (including restricted capital assets) net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b) Restricted - Consists of net positions with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c) Unrestricted - All other net positions that do not meet the definition of "restricted" or "Net investment in capital assets".

Fund Financial Statements

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

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

Fund Financial Statements (Continued)

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements (Continued)

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

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

Pensions

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

2. BUDGETARY PROCESS

(a) Adoption

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

2. BUDGETARY PROCESS (Continued)

(a) Adoption (Continued)

The General Fund and School Unrestricted Fund annual operating budget amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. The legal level of control for the General Fund is at the fund level and the School Unrestricted Fund is at the fund level. Amendments that would change the total appropriation must be approved by the voters at the all-day referendum. There were no supplemental budgetary appropriations in fiscal year 2021. Appropriations which are not expended or encumbered lapse at year end. As a result of the passage of a charter review, the Town of Gloucester general fund budget is approved at an all-day referendum. The first vote was on May 21, 2020, for the fiscal 2020-2021 budget.

(b) Reconciliation - Budgetary to GAAP

The Town Charter requires annual budgets for the General Fund and Special Revenue - General School Activities. The practices used in the preparation of the 2021 budget differ in certain respects from the presentation of the actual results of operations prepared in accordance with GAAP. The actual results of operations, for purposes of the Statement of Revenues, Expenditures, Other Financing Sources (Uses) Budget and Actual on a Budgetary Basis -General Fund, and Special Revenue Fund -School Unrestricted Fund, have been adjusted to a basis consistent with the Town's budget for 2021. See Pages 94 through 95.

3. DEPOSITS AND INVESTMENTS

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

Investments: Investment of all idle funds is made through national banks or trust companies, providing that the financial conditions and integrity of the institution or institutions are verifiable and can be monitored. The investment of funds must be in direct obligations of the United States Government and "money market instruments" rated "A" or better. All investments are made as would be done by prudent men of discretion and intelligence in such matters who are seeking a reasonable income and preservation of their capital.

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

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

3. DEPOSITS AND INVESTMENTS (Continued)

Custodial Credit Risk

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2021, \$ -0- of the Town's bank balance of \$17,051,025 was uninsured and uncollateralized.

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

Cash and investments of the Town consist of the following at June 30, 2021:

<i>Cash and Cash Equivalents</i>	
Deposits with financial institutions	\$ 16,876,310
Total cash and cash equivalents	16,876,310
<i>Investments</i>	
Institutional Mutual Funds	579,607
Total Investments	579,607
<i>Total Cash and Investments</i>	\$ 17,455,917

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

<i>Statement of Net Position</i>	
Cash and cash equivalents	\$ 16,876,310
<i>Fiduciary Funds</i>	
Investments	579,607
<i>Total Cash and Investments</i>	\$ 17,455,917

Interest Rate Risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The town does not have any investments that are subject to interest rate risk for the fiscal year ended June 30, 2021.

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The Town did not have any debt type investments that were exposed to credit risk as defined by GASB 40 as of June 30, 2021

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

3. DEPOSITS AND INVESTMENTS (Continued)

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2021:

	<u>June 30, 2021</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments by fair value level:				
Mutual Funds	\$ 579,607	\$ 579,607	\$ -	\$ -
Total investments by fair value level	<u>\$ 579,607</u>	<u>\$ 579,607</u>	<u>\$ -</u>	<u>\$ -</u>

4. TAXES RECEIVABLE AND UNEARNED REVENUE

The Town's property tax is levied each July 1, for its next fiscal year on the assessed values listed as of the prior December 31 (lien date), for all real property, tangible property, and motor vehicles located in the Town. Assessed values of real property and tangible personal property were established by the Town Assessor's office at 100% of appraised market value as of December 31, 2019. The assessed value of motor vehicles is determined annually at 100% as established by the State Vehicle Value Commission.

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

Net property taxes levied at the June 23, 2020, all day referendum for the fiscal year 2021 were based on a net assessed value of approximately \$1,194,044,093 at December 31, 2019 and amounted to \$22,217,697.

The Town recognizes property tax revenues in accordance with Section P70, "Property Taxes" of the Codification of Governmental Accounting and Financial Reporting Standards. Unpaid property taxes as of June 30, 2021 (\$576,291) are recorded as a receivable, net of an allowance for uncollectible property taxes of \$376,000. Those net property taxes receivable which were not collected within the 60 days immediately following June 30, 2021, are recorded as deferred inflow and amounted to \$305,710 at June 30, 2021. Property taxes recognized as revenue for the fiscal year ended June 30, 2021 (due to their collection within the 60 days immediately following June 30, 2021) amounted to \$270,579.

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

5. INTERFUND BALANCES

Inter-fund balances represent loans to various funds for use in operations when funds are either not available through operations or funding is being requested through other funding sources. These amounts are expected to be repaid at certain future dates. Below are the balances as of June 30, 2021:

Interfund receivable and payable balances at June 30, 2021 are as follows:

	Due From Other Funds	Due To Other Funds
<i>Governmental Activities:</i>		
<i>Major Funds:</i>		
General Fund	\$ 190,504	\$ 520,693
School Unrestricted Fund	1,418	346,088
Capital Reserve Fund	83,747	132,240
<i>Non-major Funds:</i>		
Town Special Revenue Funds	314,776	128,589
School Special Revenue Funds	46,392	9,328
Capital Projects Funds	501,764	77,962
Permanent Funds	-	200
<i>Total Governmental Activities</i>	1,138,601	1,215,100
<i>Business Type Activities:</i>		
School Lunch	76,499	-
<i>Total Business Type Activities</i>	76,499	-
<i>TOTALS</i>	\$ 1,215,100	\$ 1,215,100

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

6. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2021 was as follows:

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,022,814	\$ -	\$ -	\$ 2,022,814
Total capital assets not being depreciated	<u>2,022,814</u>	<u>-</u>	<u>-</u>	<u>2,022,814</u>
Other capital assets:				
Land improvements	2,164,801	35,695	-	2,200,496
Buildings and improvements	18,670,349	22,630	-	18,692,979
Infrastructure	9,891,647	468,987	-	10,360,634
Machinery and equipment	1,738,314	-	(8,525)	1,729,789
Motor vehicles	2,400,908	297,817	(185,496)	2,513,229
Office furniture and equipment	733,800	58,799	(42,869)	749,730
Total other capital assets at historical cost	<u>35,599,819</u>	<u>883,928</u>	<u>(236,890)</u>	<u>36,246,857</u>
Less accumulated depreciation for:				
Land improvements	938,329	86,908	-	1,025,237
Buildings and improvements	6,877,650	438,480	-	7,316,130
Infrastructure	7,318,664	433,456	-	7,752,120
Machinery and equipment	1,343,111	53,555	(852)	1,395,814
Motor vehicles	1,836,973	146,381	(185,496)	1,797,858
Office furniture and equipment	673,118	12,729	(28,579)	657,268
Total accumulated depreciation	<u>18,987,845</u>	<u>1,171,509</u>	<u>(214,927)</u>	<u>19,944,427</u>
Governmental activities capital assets, net	<u>\$ 18,634,788</u>	<u>\$ (287,581)</u>	<u>\$ (21,963)</u>	<u>\$ 18,325,244</u>

Depreciation expense was charged to functions as follows:

Governmental activities:

Administration	\$ 114,450
Public safety	106,082
Public works	576,244
Recreation	95,113
Finance	6,251
Social Service	3,914
Public education	269,455
Total governmental activities depreciation expense	<u>\$ 1,171,509</u>

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

7. CAPITAL ASSETS (Continued)

Capital asset activity for the fiscal year ended June 30, 2021 was as follows:

	Discretely Presented Component Unit			Ending Balance
	Beginning Balance	Increases	Decreases	
Discretely presented component unit:				
Capital assets not being depreciated:				
Historical building	\$ 93,426	\$ -	\$ -	\$ 93,426
Land	7,120,112	-	-	7,120,112
Total capital assets not being depreciated	<u>7,213,538</u>	<u>-</u>	<u>-</u>	<u>7,213,538</u>
Other capital assets:				
Machinery and equipment	49,816	-	-	49,816
Total other capital assets at historical cost	<u>49,816</u>	<u>-</u>	<u>-</u>	<u>49,816</u>
Less accumulated depreciation for:				
Machinery and equipment	35,163	3,363	-	38,526
Total accumulated depreciation	<u>35,163</u>	<u>3,363</u>	<u>-</u>	<u>38,526</u>
Business-type activities capital assets, net	<u>\$ 7,228,191</u>	<u>\$ (3,363)</u>	<u>\$ -</u>	<u>\$ 7,224,828</u>

Depreciation expense was charged to functions as follows:

Discretely presented component unit

Depreciation expense	<u>\$ 3,363</u>
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**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

8. LONG-TERM LIABILITIES

(a) Long-Term Liability Activity

Long-term liability activity for the year ended June 30, 2021, is as follows:

	Balance July 1, 2020	Additions	Retirements	Balance June 30, 2021	Amounts Due within One Year
Governmental Activities					
General obligation bonds	\$ 1,250,000	\$ -	\$ 160,000	\$ 1,090,000	\$ 165,000
Loans payable	438,740	177,235	167,876	448,099	85,000
Total debt	<u>1,688,740</u>	<u>177,235</u>	<u>327,876</u>	<u>1,538,099</u>	<u>250,000</u>
Other liabilities:					
Accrued compensated absences	661,170	-	344	660,826	-
Net OPEB Liability	1,746,134	-	28,817	1,717,317	-
Net Pension Liability	11,431,809	26,436	-	11,458,245	-
Landfill post-closure costs	184,300	-	9,700	174,600	9,700
Total other liabilities	<u>14,023,413</u>	<u>26,436</u>	<u>38,861</u>	<u>14,010,988</u>	<u>9,700</u>
Governmental Activities long-term liabilities	<u>\$ 15,712,153</u>	<u>\$ 203,671</u>	<u>\$ 366,737</u>	<u>\$ 15,549,087</u>	<u>\$ 259,700</u>

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

	Interest Rates	Principal	Due Dates
Governmental bonds and notes payable	2.58% - 5.50%	\$ 1,090,000	2022-2027
Total All Funds		<u>\$ 1,090,000</u>	

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

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

8. LONG-TERM LIABILITIES (Continued)

(b) Bonds Outstanding

The Town's Government Activities bonds payable are comprised of the following as of June 30, 2021:

	DATE OF ISSUANCE	INTEREST RATE	DATE OF MATURITY	AUTHORIZED AND ISSUED	OUTSTANDING July 1, 2020	ADDITIONS	MATURITIES DURING YEAR	OUTSTANDING June 30, 2021
GENERAL OBLIGATION BONDS PAYABLE								
General Obligation Bonds - Senior Center	10/1/2006	3.50-5.00%	10/1/2026	\$ 2,215,000	\$ 1,005,000	\$ -	\$ 125,000	\$ 880,000
General Obligation Bonds - School Roof	5/15/2007	4.00-5.50%	4/1/2027	750,000	245,000	-	35,000	210,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				2,965,000	1,250,000	-	160,000	1,090,000
TOTAL BONDS PAYABLE - GOVERNMENTAL ACTIVITIES				\$ 2,965,000	\$ 1,250,000	\$ -	\$ 160,000	\$ 1,090,000

In fiscal year 2007 the Town issued the \$750,000 School roof bond issue under the Maximum Aggregate Indebtedness provision (3% Debt Limit) of the Rhode Island General Laws 45-12-2. All other Town debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum. The Town is not obligated in any manner for special assessment debt, nor is there any special assessment debt outstanding.

(c) Loan Payable

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

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

The Town entered into another loan agreement with RI Infrastructure Bank in the amount of \$500,000 on October 1, 2020, to further fund the Community Septic System Loan Program. Loans are serviced on behalf of the Town by the RI Housing Mortgage Finance Corporation. The loans to the homeowner's bear interest of 0% of which RI Infrastructure Bank receives a 1% service fee.

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

8. LONG-TERM LIABILITIES (Continued)

(c) Loan Payable (Continued)

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

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

(d) Loan Payable

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

Governmental Activities

Annual principal and interest requirements on general obligation bonds for the year ending June 30, 2021, are as follows:

Fiscal Year Ended	Bonds	
<u>June 30</u>	<u>Principal</u>	<u>Interest</u>
2022	165,000	42,138
2023	170,000	35,438
2024	180,000	28,088
2025	185,000	20,438
2026	190,000	12,763
2027	200,000	4,788
TOTALS	\$ 1,090,000	\$ 143,653

TOWN OF GLOCESTER
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

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

"Total fund balances" of the town's governmental funds \$17,316,554 differs from "net position" of governmental activities \$23,046,938 reported in the statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. The effect of the differences is illustrated below.

Balance Sheet/Statement of Net Position

	Total Governmental Funds	Long-term Assets/ Liabilities (1)	Reclassifications and Eliminations	Statement Net Position Totals
Assets				
Cash and cash equivalents	\$ 16,452,567	\$ -	\$ -	\$ 16,452,567
Accounts receivable:				
Taxes receivable net	576,291	-	-	576,291
Loans receivable	660,294	-	-	660,294
Other receivables	335,544	-	-	335,544
Prepaid expenses	2,000	-	-	2,000
Other assets	1,239,371	-	-	1,239,371
Due from other governments	1,249	-	-	1,249
Internal balances	1,138,601	-	(1,215,100)	(76,499)
Capital assets - net	-	18,325,244	-	18,325,244
Net pension asset	-	1,001,881	-	1,001,881
Total assets	<u>20,405,917</u>	<u>19,327,125</u>	<u>(1,215,100)</u>	<u>38,517,942</u>
Deferred outflows of resources	-	2,959,569	-	2,959,569
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	504,456	-	-	504,456
Accrued expenses	109,559	5,592	-	115,151
Internal balances	1,215,100	-	(1,215,100)	-
Unearned revenue	617,297	(617,297)	-	-
Other liabilities	337,241	-	-	337,241
Current portion of long-term liabilities	-	259,700	-	259,700
Long-term liabilities				
Net OPEB liability	-	1,717,317	-	1,717,317
Net pension liability	-	11,458,245	-	11,458,245
Other long-term liabilities	-	2,113,825	-	2,113,825
Total liabilities	<u>2,783,653</u>	<u>14,937,382</u>	<u>(1,215,100)</u>	<u>16,505,935</u>
Deferred inflows of resources	305,710	1,618,928	-	1,924,638
Fund Balances/Net Position				
Total fund balances/net position	17,316,554	5,730,384	-	23,046,938
Total liabilities and fund balances/net position	<u>\$ 20,405,917</u>	<u>\$ 22,286,694</u>	<u>\$ (1,215,100)</u>	<u>\$ 41,477,511</u>

TOWN OF GLOCESTER
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

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

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

Cost of capital assets	\$ 38,269,671
Accumulated depreciation	(19,944,427)
	\$ 18,325,244

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

Accrued interest	\$ (5,592)
Unearned revenue	617,297
Adjustment of deferred inflow	305,710
	\$ 917,415

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

Bonds & loans payable	\$ 1,538,099
Landfill post-closure costs	174,600
Accrued compensated absences	660,826
Net OPEB liability	1,717,317
Net pension liability	11,458,245
	\$ 15,549,087

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

Net pension asset	\$ 1,001,881
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Deferred inflows and outflows of resources are amounts used under GASB 68 in developing the annual pension expense. Deferred inflows and outflows arise with differences between expected and actual experiences and changes of assumptions. The portion of these amounts not included in pension expense should be included as deferred outflows or inflows to be recognized in future periods.

Deferred inflows of resources - pensions	\$ (1,924,638)
Deferred outflows of resources - pensions	\$ 2,959,569

TOWN OF GLOCESTER
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

The "net change in the fund balances" for governmental funds \$1,087,369 differs from the "change in net position" for governmental activities of \$717,308 reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities verses the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

	Total Governmental Funds	Long-term Revenues/ Expenses (1)	Capital- related Items (2)	Long-term Debt Transactions (3)	Statement of Activities Totals
Revenues					
General property tax	\$ 25,100,057	\$ (51,429)	\$ -	\$ -	\$ 25,048,628
Intergovernmental and departmental revenues	5,250,263	-	-	-	5,250,263
Federal revenue - State fiscal stabilization	72,397	-	-	-	72,397
Tuitions	22,411	-	-	-	22,411
License and permits	658,563	-	-	-	658,563
Interest on investments	136,257	-	-	-	136,257
Other revenues	858,565	36,383	-	-	894,948
Total revenues	32,098,513	(15,046)	-	-	32,083,467
Expenditures					
Current:					
Administration	1,122,325	237,716	120,701	(16,737)	1,464,005
Finance	725,922	-	-	-	725,922
Public safety	2,732,646	-	128,045	(9,700)	2,850,991
Public works	2,125,267	-	576,244	-	2,701,511
Recreation and senior center	286,310	-	95,113	-	381,423
Social services	310,771	-	3,914	-	314,685
Operational expenses	584,509	-	-	-	584,509
Aid requests	389,353	-	-	-	389,353
Education	21,649,742	7,352	269,455	(21,075)	21,905,474
Capital outlay	883,928	-	(883,928)	-	-
Debt service:					
Principal	327,876	-	-	(327,876)	-
Interest	49,730	-	-	(1,444)	48,286
Total expenditures	31,188,379	245,068	309,544	(376,832)	31,366,159
Other financing uses/changes in net position					
Issuance of debt	177,235	-	-	(177,235)	-
Net change for the year	\$ 1,087,369	\$ (260,114)	\$ (309,544)	\$ 199,597	\$ 717,308

TOWN OF GLOCESTER
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

Property taxes	\$	(51,429)
		<u>36,383</u>
	\$	<u>(15,046)</u>

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

Accrued interest		1,444
	\$	<u>1,444</u>

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

Capital outlay	\$	883,928
Depreciation expense		<u>(1,171,509)</u>
Difference	\$	<u>(287,581)</u>

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

Loss on disposal		(21,963)
	\$	<u>(21,963)</u>

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

Landfill post-closure costs		9,700
New loan proceeds		(177,235)
Principal payments on bonds and loans		<u>327,876</u>
	\$	<u>160,341</u>

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

Net (increase)/decrease in compensated absences	\$	344
(Increase)/decrease in the OPEB liability		28,817
Net (increase)/decrease in net pension liability		(26,436)
Net increase/(decrease) in net pension asset		35,087
Net increase/(decrease) in deferred outflows		(381,367)
Net (increase)/decrease in deferred inflows		<u>136,299</u>
Change	\$	<u>(207,256)</u>

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

11. FUND EQUITY

(a) Fund Balance Constraints

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

	General Fund	School Unrestricted	Capital Reserve Fund	Other Non-Major Governmental Funds	Total Governmental Funds
<i>Nonspendable for:</i>					
Perpetual care cemetery	\$ -	\$ -	\$ -	\$ 3,100	\$ 3,100
Deposits held for health and dental benefits	-	1,239,371	-	-	1,239,371
Prepays	2,000	-	-	-	2,000
<i>Restricted for:</i>					
Administration - historic records, recycling trees	-	-	-	34,947	34,947
Public safety - meds plans, drug education	-	-	-	118,139	118,139
Recreation - parades, senior center, recreation programs	-	-	-	110,959	110,959
Social services- septic and other loan programs, food bank	-	-	-	519,584	519,584
Capital projects- school & town	-	-	-	2,159,616	2,159,616
Educational programs- federal programs	-	895,632	-	30,987	926,619
Perpetual care cemetery care funds	-	-	-	9,094	9,094
<i>Committed to:</i>					
Education- future funding for school region	870,000	-	-	-	870,000
Capital projects- capital projects, school renovations	600,000	-	1,146,646	-	1,746,646
<i>Assigned for:</i>					
Administration - comprehensive plan, revaluation	323,698	-	-	-	323,698
Public safety- radio maintenance & replacements	195,504	-	-	-	195,504
Public works- storm fund	242,896	-	-	-	242,896
Recreation- senior center dues reserve	11,894	-	-	-	11,894
Matching grant funds	50,000	-	-	-	50,000
2021 budget	500,000	410,000	-	-	910,000
Employee benefits -healthcare reserves sick day buyout	387,477	-	-	-	387,477
Contractual obligations- compensated absences & OPEB	574,274	150,929	-	-	725,203
Education- school renovation & improvements	600,000	-	-	-	600,000
<i>Unassigned:</i>	6,204,815	-	-	(75,008)	6,129,807
TOTAL FUND BALANCES	\$ 10,562,558	\$ 2,695,932	\$ 1,146,646	\$ 2,911,418	\$ 17,316,554

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS

(a) Municipal Employees' Retirement System of Rhode Island

Summary of Significant Accounting Policies

General Information about the Pension Plan

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

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

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

General Information about the Pension Plan

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

General Employees

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

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

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

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

General Employees

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

Police and Fire Employees

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

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

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

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

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

Police and Fire Employees

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

Other Benefit Provisions

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

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

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

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

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

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

Employees covered by benefit terms

The Town of Gloucester has two separate reporting units within the MERS plan. The units are for Town General Employees, Police Employees.

At the June 30, 2020, valuation date, the following employees were covered by the benefit terms:

Town General Employees:

Retirees and Beneficiaries	43
Inactive, Nonretired Members	36
Active Members	67
Total	146

Police Employees:

Retirees and Beneficiaries	15
Inactive, Nonretired Members	1
Active Members	17
Total	33

Contributions - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012, are required to contribute 1% of their salaries (2% if the employer opted to provide a COLA). General employees with more than 20 years of service as of June 30, 2012, are required to contribute 8.25%. Public safety employees are required to contribute 9% of their salaries (10% if the employer opted to provide a COLA). The Town of Gloucester contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The Town of Gloucester contributed \$321,315 to their general employees MERS plan in the year ended June 30, 2021, which was 11.15% of annual covered payroll and contributed \$304,498 to their Police employee MERS plan in the year ended June 30, 2021, which was 24.28% of annual covered payroll.

Net Pension Liability (Asset) - The total pension liability was determined by actuarial valuations performed as of June 30, 2019, and rolled forward to June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement.

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the June 30, 2020 measurement date (June 30, 2019 valuation rolled forward to June 30, 2020)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Actuarial Assumptions	
Investment Rate of Return	7.00%
Projected Salary Increases	General Employees - 3.5% to 7.25% ; Police & Fire Employees - 4.0% to 14.0%
Inflation	2.50%
Mortality	Mortality - Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.
Cost of Living Adjustments	A 2.1% COLA is assumed for all MERS units with the COLA provision.

The actuarial assumptions used in the June 30, 2019, valuation rolled forward to June 30, 2020, and the calculation of the total pension liability at June 30, 2020 were consistent with the results of an actuarial experience study performed as of June 30, 2019.

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 39 sources. The June 30, 2020, expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

Asset Class	Long-Term Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
GROWTH		
Global Equity		
US Equity	23.00%	6.31%
International Developed Equity	12.10%	6.71%
Emerging Markets Equity	4.90%	8.69%
Sub-total	40.00%	
Private Growth		
Private Equity	11.25%	9.71%
Non-Core Real Estate	2.25%	5.66%
Opportunistic Private Credit	1.50%	9.71%
Sub-total	15.00%	
INCOME		
High Yield Infrastructure	1.00%	3.88%
REITS	1.00%	5.66%
Equity Options	2.00%	6.04%
EMD (50/50 Blend)	2.00%	2.28%
Liquid Credit	2.80%	3.88%
Private Credit	3.20%	3.88%
Sub-total	12.00%	
STABILITY		
Crisis Protection Class		
Treasury Duration	5.00%	0.10%
Systematic Trend	5.00%	3.84%
Sub-total	10.00%	
Inflation Protection		
Core Real Estate	3.60%	5.66%
Private Infrastructure	2.40%	6.06%
TIPs	2.00%	0.74%
Sub-total	8.00%	
Volatility Protection		
IG Corp Credit	3.25%	1.54%
Securitized Credit	3.25%	1.54%
Absolute Return	6.50%	3.84%
Cash	2.00%	0.10%
Sub-total	15.00%	
Total	100.00%	

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

Changes in Net Pension Liability (Asset) - Town Employees

	Increase (Decrease)		Net Pension Liability (a) - (b)
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	
Balances as of June 30, 2019	\$ 11,344,300	\$ 9,429,721	\$ 1,914,579
Changes for the Year			
Service Cost	245,491	-	245,491
Interest on the total pension liability	781,714	-	781,714
Difference between expected and actual experience	(327,119)	-	(327,119)
Changes in assumptions	(103,488)	-	(103,488)
Employer contributions	-	304,988	(304,988)
Employee contributions	-	77,702	(77,702)
Net investment income	-	349,079	(349,079)
Benefit payments, including employee refunds	(599,418)	(599,418)	-
Administrative expense	-	(9,618)	9,618
Other changes	-	9,292	(9,292)
Net changes	<u>(2,820)</u>	<u>132,025</u>	<u>(134,845)</u>
Balances as of June 30, 2020	<u>\$ 11,341,480</u>	<u>\$ 9,561,746</u>	<u>\$ 1,779,734</u>

Changes in Net Pension Liability (Asset) - Police Employees

	Increase (Decrease)		Net Pension Liability (a) - (b)
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	
Balances as of June 30, 2019	\$ 9,754,062	\$ 7,340,669	\$ 2,413,393
Changes for the Year			
Service Cost	245,848	-	245,848
Interest on the total pension liability	676,173	-	676,173
Difference between expected and actual experience	(132,692)	-	(132,692)
Change in assumptions	12,537	-	12,537
Employer contributions	-	270,871	(270,871)
Employee contributions	-	115,313	(115,313)
Net investment income	-	276,019	(276,019)
Benefit payments, including employee refunds	(434,741)	(434,741)	-
Administrative expense	-	(7,605)	7,605
Other changes	-	(1)	1
Net changes	<u>367,125</u>	<u>219,856</u>	<u>147,269</u>
Balances as of June 30, 2020	<u>\$ 10,121,187</u>	<u>\$ 7,560,525</u>	<u>\$ 2,560,662</u>

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

Sensitivity of the Net Pension Liability to changes in the discount rate. The following presents the net pension liability (asset) of the employers calculated using the discount rate of 7.0 percent, as well as what the employers' net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

Plan:	1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
Town	2,797,943	1,779,734	550,964
Police	3,460,118	2,560,662	1,475,140

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

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

For the year ended June 30, 2021 the employer recognized pension expense of \$366,575 for Town employees and \$458,400 for Police employees. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Town Employees		Police Employees	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to measurement date	\$ 321,315	\$ -	\$ 304,498	\$ -
Difference between expected and actual experience	-	356,786	117,552	111,796
Changes in assumptions	50,165	80,237	113,826	57
Net difference between projected and actual earnings on pension plan investments	167,554	-	126,085	-
Total	\$ 539,034	\$ 437,023	\$ 661,961	\$ 111,853

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(a) Municipal Employees' Retirement System of Rhode Island

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

\$625,813 is reported as deferred outflows of resources related to pensions resulting from the Town of Glocester contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period.

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

Town Employees		Police Employees	
Year Ending June 30	Net Deferred (outflows)/inflows of resources	Year Ending June 30	Net Deferred (outflows)/inflows of resources
2022	\$ (105,000)	2022	\$ 96,194
2023	(86,784)	2023	88,465
2024	(44,570)	2024	47,520
2025	17,050	2025	25,571
2026	-	2026	(12,140)
Thereafter	-	Thereafter	-
Total	<u>\$ (219,304)</u>	Total	<u>\$ 245,610</u>

**TOWN OF GLOCESTER, RHODE ISLAND
 NOTES TO BASIC FINANCIAL STATEMENTS
 JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(b) Defined Contribution Plan

Plan Description:

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

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

The Town of Gloucester recognized pension expense of \$119,864 for the fiscal year ended June 30, 2021.

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>.

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)

(c) Employees' Retirement System of Rhode Island

General Information about the Pension Plan

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

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

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

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

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)

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

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

Contributions - The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2019, the Glocester School Department teachers were required to contribute 3.75% of their annual covered salary, except for teachers with twenty or more years of service as of June 30, 2012, must contribute 11% of their annual covered salary. The state and the Glocester School Department are required to contribute at an actuarially determined rate, 40% of which is to be paid by the state and the remaining 60% is to be paid by Glocester School Department; the rates were 10.75% and 14.50% of annual covered payroll for the fiscal year ended June 30, 2021 for the state and Glocester School Department, respectively. The Glocester School Department contributed \$645,791, \$602,566, and \$561,924, for the fiscal years ended June 30, 2021, 2020 and 2019, respectively, equal to 100% of the required contributions for each year. The state's share of the contribution for fiscal 2021 was \$448,211 and is reported as on-behalf payments and are included in both revenue and expenditures on the financial statements.

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

At June 30, 2021, the Glocester School Department reported a liability of \$7,117,849 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the Glocester School Department as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Glocester School Department were as follows:

Glocester School Department's proportionate share of the net pension liability	\$ 7,117,849
State's proportionate share of the net pension liability associated with the Glocester School Department	<u>5,288,736</u>
Total net pension liability	<u><u>\$ 12,406,585</u></u>

The net pension liability was measured as of June 30, 2020, 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, 2019, rolled forward to June 30, 2020. The Glocester School Department's proportion of the net pension liability was based on a projection of the Department's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the state, actuarially determined. At June 30, 2020 the Glocester School Department's proportion was .22278047%.

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

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

For the year ended June 30, 2021, the Gloucester School Department recognized gross pension expense of \$1,208,721 and revenue of \$535,226 for support provided by the State. At June 30, 2021 the Gloucester School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Schedule of Deferred Inflows & Outflows

Deferred outflows of resources:

Difference between expected and actual experience	\$	69,594
Change of Assumptions		317,752
Net difference between projected and actual investment earnings		144,507
Changes in proportion and differences between employer contributions and proportionate share of contributions		111,199
Contributions made subsequent to the measurement date		645,791
Total		1,288,843

Deferred inflows of resources:

Differences between actual and expected and actual experience	\$	138,716
Change of Assumptions		165,870
Changes in proportion and differences between employer contributions and proportionate share of contributions		313,969
Total	\$	618,555

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)

(c) Employees' Retirement System of Rhode Island

\$645,791 reported as deferred outflows of resources related to pensions resulting from the Gloucester School Department's contributions in fiscal year 2021 subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ (13,908)
2023	40,707
2024	65,859
2025	6,762
2026	(48,293)
thereafter	<u>(26,630)</u>
	<u>\$ 24,497</u>

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

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

Mortality – Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.

The actuarial assumptions used in the June 30, 2019, valuation rolled forward to June 30, 2020, and the calculation of the total pension liability at June 30, 2020 were consistent with the results of an actuarial experience study performed as of June 30, 2019.

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 39 sources. The June 30, 2020, expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(c) Employees' Retirement System of Rhode Island

Asset Class	Long-Term Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
GROWTH		
Global Equity		
US Equity	23.00%	6.31%
International Developed Equity	12.10%	6.71%
Emerging Markets Equity	4.90%	8.69%
Sub-total	40.00%	
Private Growth		
Private Equity	11.25%	9.71%
Non-Core Real Estate	2.25%	5.66%
Opportunistic Private Credit	1.50%	9.71%
Sub-total	15.00%	
INCOME		
High Yield Infrastructure	1.00%	3.88%
REITS	1.00%	5.66%
Equity Options	2.00%	6.04%
EMD (50/50 Blend)	2.00%	2.28%
Liquid Credit	2.80%	3.88%
Private Credit	3.20%	3.88%
Sub-total	12.00%	
STABILITY		
Crisis Protection Class		
Treasury Duration	5.00%	0.10%
Systematic Trend	5.00%	3.84%
Sub-total	10.00%	
Inflation Protection		
Core Real Estate	3.60%	5.66%
Private Infrastructure	2.40%	6.06%
TIPs	2.00%	0.74%
Sub-total	8.00%	
Volatility Protection		
IG Corp Credit	3.25%	1.54%
Securitized Credit	3.25%	1.54%
Absolute Return	6.50%	3.84%
Cash	2.00%	0.10%
Sub-total	15.00%	
Total	100.00%	

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

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(c) Employees' Retirement System of Rhode Island

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ 8,540,293	\$ 7,117,849	\$ 5,401,193

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

(d) Teachers Survivor's Benefit Plan

General Information about the Pension Plan

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

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

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYEMENT BENEFITS (Continued)

(d) Teachers Survivor's Benefit Plan

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

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

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

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

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

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

Contributions - The contribution requirements of active employees and the participating school districts were established under Chapter 16-16 of the Rhode Island General Laws, which may be amended by the General Assembly. The cost of the benefits provided by the plan are two percent (2%) of the member's annual salary up to but not exceeding an annual salary of \$11,500; one-half (1/2) of the cost is contributed by the member by deductions from his or her salary, and the other half (1/2) is contributed and paid by the respective school district by which the member is employed. These contributions are in addition to the contributions required for regular pension benefits.

The Gloucester School Department contributed \$6,244, \$6,291, and \$6,356, for the fiscal years ended June 30, 2021, 2020 and 2019, respectively, equal to 100% of the required contributions for each year.

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(d) Teachers Survivor's Benefit Plan

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

At June 30, 2021 the Gloucester School Department reported an asset of \$1,001,881 for its proportionate share of the net pension asset related to its participation in TSB. The net pension asset was measured as of June 30, 2020, the measurement date, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of June 30, 2019, rolled forward to June 30, 2020. The Gloucester School Department's proportion of the net pension asset was based on its share of contributions to the TSB for fiscal year 2020 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2020 the proportion was 0.84359290%.

For the year ended June 30, 2021, the Gloucester School Department recognized pension expense credit of \$35,183 – an increase in the net pension asset. At June 30, 2021 the Gloucester School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Outflows of resources	
Differences between expected and actual experience	\$ 85,928
Changes in assumptions	67,601
Net difference between projected and actual investment earnings	48,892
Changes in proportion and differences between employer contributions and proportionate share of contributions	116,576
Contributions subsequent to the measurement date	6,244
Total	<u>\$ 325,241</u>
 Deferred inflows of resources	
Differences between expected and actual experience	\$ 213,640
Changes in assumptions	69,233
Changes in proportion and differences between employer contributions and proportionate share of contributions	102,916
Total	<u>\$ 385,789</u>

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(d) Teachers Survivor's Benefit Plan

\$6,244 reported as deferred outflows of resources related to pensions resulting from the Gloucester School Department contributions in fiscal year 2021 subsequent to the measurement date will be recognized as an addition to the net pension asset in the subsequent period. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	(15,936)
2023	4,450
2024	9,546
2025	(8,171)
2026	(12,945)
Thereafter	<u>(43,736)</u>
	<u><u>(66,792)</u></u>

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

Inflation	2.50%
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.

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

The actuarial assumptions used in the June 30, 2019, valuation and the calculation of the total pension liability at June 30, 2020 were consistent with the results of an actuarial experience study performed as of June 30, 2019.

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 39 sources. The June 30, 2020, expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

(d) Teachers Survivor's Benefit Plan

Asset Class	Long-Term Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
GROWTH		
Global Equity		
US Equity	23.00%	6.31%
International Developed Equity	12.10%	6.71%
Emerging Markets Equity	4.90%	8.69%
Sub-total	40.00%	
Private Growth		
Private Equity	11.25%	9.71%
Non-Core Real Estate	2.25%	5.66%
Opportunistic Private Credit	1.50%	9.71%
Sub-total	15.00%	
INCOME		
High Yield Infrastructure	1.00%	3.88%
REITS	1.00%	5.66%
Equity Options	2.00%	6.04%
EMD (50/50 Blend)	2.00%	2.28%
Liquid Credit	2.80%	3.88%
Private Credit	3.20%	3.88%
Sub-total	12.00%	
STABILITY		
Crisis Protection Class		
Treasury Duration	5.00%	0.10%
Systematic Trend	5.00%	3.84%
Sub-total	10.00%	
Inflation Protection		
Core Real Estate	3.60%	5.66%
Private Infrastructure	2.40%	6.06%
TIPs	2.00%	0.74%
Sub-total	8.00%	
Volatility Protection		
IG Corp Credit	3.25%	1.54%
Securitized Credit	3.25%	1.54%
Absolute Return	6.50%	3.84%
Cash	2.00%	0.10%
Sub-total	15.00%	
Total	100.00%	

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

12. RETIREMENT PLANS & POST EMPLOYMENT BENEFITS (Continued)

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

(d) Teachers Survivor's Benefit Plan

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ (833,370)	\$ (1,001,881)	\$ (1,205,302)

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

13. CONTINGENT LIABILITIES

Grants

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

Self-Insurance

The Town has elected to pay unemployment compensation on a claims-made basis rather than as a percentage of payroll. No accrual has been made for claims expected to arise from service related to fiscal 2021 because Town officials are of the opinion that any claims relating to this period will be immaterial.

Litigation

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS

OPEB Trust (the Trust)

Plan Description

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

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

The cost of postemployment health care benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in future years when it will be paid. The Town adopted the requirements of GASB No. 75 Accounting for Postemployment Benefit Plans Other than Pension Plans during the year ended June 30, 2021 and recognizes the cost of postemployment healthcare in the year when the employee services are rendered, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows.

Summary of Significant Accounting

Benefit Provisions and Contributions

Funding Policy

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Benefit Provisions and Contributions

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

School -Teachers and Administrators

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

Plan Type: Medical – HealthMate.

Teachers: Benefit/Cost Sharing

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

School - Educational Support

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

Plan type: Medical HealthMate, Dental: RI Delta Dental

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Benefit Provisions and Contributions

Town – Clerks

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

Plan type: - Medical - Healthmate

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

Town – Police

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

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

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

Town – Non-contract

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

Plan type: Healthmate

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Benefit Provisions and Contributions

All Employee Groups

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

Classes of Employees Covered

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

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

Plan Description

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

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

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

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Investments

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

Rate of Return: For the year ended June 30, 2021, the annual money-weighted rate of return on investments, net of investment expense, was 16.07%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability of the Town

The components of the net OPEB liability of the Town at June 30, 2021, were as follows:

Total OPEB liability	\$ 2,296,924
Plan fiduciary net position	<u>(579,607)</u>
Town's net OPEB liability	<u><u>\$ 1,717,317</u></u>
Plan fiduciary net position as a percentage of the total OPEB liability	25.23%

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

Asset Class	Target Allocation
US Equity	22.00%
Non-US Equity	14.00%
US Aggregate Bonds	23.00%
Intermediate-Term Credit	14.00%
Short-Term Credit	8.00%
Non-US Bonds	15.00%
REITs	4.00%
Total	<u><u>100.00%</u></u>

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Actuarial assumptions: The total OPEB liability was determined by an actuarial valuation as of June 30, 2021, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Summary of Actuarial Assumptions Used in the Valuations to determine the Net OPEB Liability at the June 30, 2021 measurement date	
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent of Payroll
Equivalent Single Remaining Amortization Period	28 Years
Actuarial Assumptions	
Investment Rate of Return	4.90%
Healthcare Trend Rates	7.00% in 2020, decreasing to an ultimate rate of 4.50% in 2025
Payroll Growth	2.50%
Discount rate	2.24%
Projected Salary Increases	3.50% annually
Inflation	1.90% annually
Average assumed Retirement Age	63
Participation Rate	It is assumed 100% of current active employees would enroll
Mortality	RPH-2014 Total Dataset Headcount-Weighted mortality table, adjusted back to 2006 base rates, then projected generationally with Scale MP-2019.

Discount Rate

The discount rate used to measure the Town's total OPEB liability was 2.24%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plans fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Changes in Net Opeb Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances as of June 30, 2020	\$ 2,245,484	\$ 499,350	\$ 1,746,134
Changes for the Year			
Service Cost	143,371	-	143,371
Interest on the total OPEB liability	53,321	-	53,321
Difference between expected and actual experience	(67,635)	68,922	(136,557)
Changes in assumptions	2,585	-	2,585
Employer contributions	-	-	-
Net investment income	-	11,335	(11,335)
Benefit payments, including employee refunds	(80,202)	-	(80,202)
Net changes	51,440	80,257	(28,817)
Balances as of June 30, 2021	\$ 2,296,924	\$ 579,607	\$ 1,717,317

Sensitivity of the net OPEB liability to changes in the discount rate: The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.24%) or 1 percentage point higher (3.24%) than the current discount rate:

1.00% Decrease (1.24%)	Current Discount Rate (2.24%)	1.00% Increase (3.24%)
\$ 1,803,695	\$ 1,717,317	\$ 1,631,320

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates: The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.50%) or 1 percentage point higher (8.00% decreasing to 5.50%) than the current healthcare trend rates:

1% Decrease (6.00% decreasing to 3.50%)	Current Trend Rate (7.00% decreasing to 4.50%)	1% Increase (8.00% decreasing to 5.50%)
\$ 1,516,362	\$ 1,717,317	\$ 1,947,175

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

For the year ended June 30, 2021, the Town recognized OPEB expense of \$102,363. At June 30, 2021, the Town reported deferred outflows of resources and 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	\$ 30,593	\$ 257,392
Changes of assumptions	113,897	45,070
Net difference between projected and actual earnings on OPEB plan investments	<u>-</u>	<u>68,956</u>
Total	<u>\$ 144,490</u>	<u>\$ 371,418</u>

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

14. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

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

OPEB Plan	
Year Ending June 30	Net Deferred (outflows)/inflows of resources
2022	\$ (70,409)
2023	(64,694)
2024	(50,257)
2025	(30,589)
2026	(4,407)
Thereafter	(6,572)
Total	\$ (226,928)

15. AGGREGATED PENSION AND OPEB INFORMATION

The town recognized the following amounts related to pension and OPEB plans as of and for the year ended June 30, 2021.

	Deferred Outflows of Resources Pension/OPEB Amounts	Deferred Inflows of Resources Pension/OPEB Amounts	Net Pension/OPEB Liability	Net Pension/OPEB Asset	Pension/OPEB Expense
Employees' Retirement System of RI	2,815,079	1,553,220	11,458,245	1,001,881	1,998,513
OPEB	144,490	371,418	1,717,317	-	102,363
Total	\$ 2,959,569	\$ 1,924,638	\$ 13,175,562	\$ 1,001,881	\$ 2,100,876

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

16. MAJOR REVENUE SOURCE

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

<u>June 30,</u>	
2022	<u>2,949,396</u>
Total	<u>\$ 2,949,396</u>

During fiscal year ending June 30, 2021, the Town received \$2,883,609 in payments from FM.

17. FOSTER-GLOCESTER REGIONAL SCHOOL DISTRICT

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

18. RISK MANAGEMENT

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

18. RISK MANAGEMENT *(continued)*

The Trust is obligated to make payments on the Town's behalf without any further obligation of the Town, unless the Town's applicable limit of liability was exhausted by the size of the loss or the nature of the loss would fall outside the parameters of the Trust policy. As of June 30, 2021, the Town believes there is minimal, if any, potential exposure for outstanding claims which would fall outside the parameter of the Trust policy.

Self-insurance:

The School Department participates in a multi-employer cost reimbursement healthcare self-insurance risk pool managed by WB Community Health (WBCH). The School Department pays WBCH monthly premiums based upon "working rates" that are periodically adjusted to reflect changes in actual costs. Funds on deposit with WBCH are made available to pay claims, claim reserves and administrative costs. As of June 30, 2021, the reported deposits exceeded claims by \$194,354. Net incurred but not reported (IBNR) claims, of \$(104,616) resulted in a \$1,239,370 balance in the net adjusted reserve which includes other required reserves WB Health and Blue Cross.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for IBNR claims. The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, including retroactive assessments for hospital costs and other settlements occurring after the end of the fiscal year and not determinable at the end of the fiscal year. An excess coverage insurance policy covers individual claims exceeding \$175,000.

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

	School - Health Year ended <u>June 30, 2021</u>	School - Dental Year ended <u>June 30, 2021</u>
Beginning cumulative surplus (deficit)	\$ 824,321	\$ 127,849
Premium deposits	1,433,301	74,804
Incurred claims (excluding IBNR)	(1,289,034)	(46,759)
Administrative fees	<u>(862)</u>	<u>(3,267)</u>
Ending cash deposit balance	<u>967,726</u>	<u>152,627</u>
Change in Estimated IBNR (three month estimate)	<u>27,191</u>	<u>(1,020)</u>
Net adjusted reserve	<u>\$ 994,917</u>	<u>\$ 151,607</u>

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

19. INTERFUND TRANSFERS

Transfers are made to provide revenue for annual expenditures of various funds. Transfers are not expected to be repaid to the originating (source) fund. Listed below is the transfer activity for fiscal year ended June 30, 2021.

<u>Governmental Activities</u>	<u>Transfers in</u>	<u>Transfers out</u>
Major Funds		
General Fund	\$ -	\$ 8,262,898
School Unrestricted Fund	7,164,305	300,000
Capital Projects Fund	1,009,393	-
Capital Reserve-Major Fund	1,078,593	709,393
Non-Major Funds	20,000	-
Total Governmental Activities	<u>\$ 9,272,291</u>	<u>\$ 9,272,291</u>

20. LANDFILL POSTCLOSURE CARE COSTS

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

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

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

Town Landfill	Year of Closure	Capping Cost (Estimate)	Monitoring Costs (Estimate)	Years Remaining	Projected Liability	Short-Term Liability	Long-Term Liability
Chestnut Hill Rd.	1979	\$ -	\$ 9,700	20	\$ 184,300	\$ 9,700	\$ 174,600

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

21. PUBLIC ENTITY RISK POOL

The Health Pool

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

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

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

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

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

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

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

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

For the year ended June 30, 2021, audited results indicate that the Pool generated \$159,579,312 in revenues and had a change in net position, revenues less expenses, of \$1,557,235. The Pool had \$70,433,351 in total assets and \$40,646,533 in total equity as of June 30, 2021.

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

21. PUBLIC ENTITY RISK POOL *(continued)*

The Health Pool

The Pool retains certain levels of insurance risk. Specific losses in excess of \$1 million to a limit of \$2 million are covered by a Health Excess Claims Stoploss Account internal to the Trust that is funded by annual Stoploss Account payments from the Health Pool. As of June 30, 2021, the Pool's membership consisted of 54 cities, towns, or other governmental units.

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

22. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

Federally Assisted Programs - Compliance Audits

The Town participates in several federal awards programs. These programs through the year ended June 30, 2021, were audited in connection with the accompanying financial statements under the Single Audit Concept and the auditors' reports thereon are presented in the Single Audit Section of this report. The amount, if any, of expenditures that may be disallowed is not assumed to be material to the financial position of the Town.

23. PRIOR PERIOD RESTATEMENT

The Town's Other Non-Major Funds fund balance and its Governmental Activities Net Position were restated by an increase \$41,471 to reflect the addition of a Special Revenue Fund. The Police Forfeiture Fund which has not been presented in prior year financial statements.

24. SUBSEQUENT EVENTS

Management has evaluated subsequent events through March 10, 2022, the date the financial statements were available to be issued. As a result of this review no material subsequent events were noted.

REQUIRED SUPPLEMENTARY INFORMATION

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

Such information includes:

Budgetary Comparison Schedules – General Fund
And Gloucester School General Fund

Pension Fund Disclosures

OPEB Fund Disclosures

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2021

	GENERAL FUND			
	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
REVENUES:				
Property tax	\$ 24,960,624	\$ 24,960,624	\$ 25,100,057	\$ 139,433
General state aid	1,061,335	1,061,335	1,383,595	322,260
License, fees and fines	339,400	339,400	658,563	319,163
Interest and investment income	93,500	93,500	117,295	23,795
Other revenues	201,150	201,150	474,413	273,263
TOTAL REVENUES	<u>26,656,009</u>	<u>26,656,009</u>	<u>27,733,923</u>	<u>1,077,914</u>
EXPENDITURES:				
<i>Current:</i>				
Central administration	998,714	998,714	1,014,519	(15,805)
Financial administration	868,781	868,781	725,922	142,859
Public safety	2,714,880	2,714,880	2,667,386	47,494
Public works	2,081,103	2,081,103	1,922,256	158,847
Recreation and senior center	298,356	298,356	240,563	57,793
Social services	37,655	37,655	30,974	6,681
Other operational expenses	600,643	600,643	584,509	16,134
Aid requests	389,353	389,353	389,353	-
Education	11,244,638	11,244,638	11,244,638	-
<i>Debt service:</i>				
Principal	160,000	160,000	160,000	-
Interest	48,988	48,988	48,983	5
TOTAL EXPENDITURES	<u>19,443,111</u>	<u>19,443,111</u>	<u>19,029,103</u>	<u>414,008</u>
<i>Excess of revenues over (under) expenditures before other financing sources (uses)</i>	<u>7,212,898</u>	<u>7,212,898</u>	<u>8,704,820</u>	<u>1,491,922</u>
OTHER FINANCING SOURCES (USES):				
Appropriated fund balance	950,000	950,000	950,000	-
Transfers to other funds	(8,162,898)	(8,162,898)	(8,762,898)	(600,000)
TOTAL OTHER FINANCING USES	<u>(7,212,898)</u>	<u>(7,212,898)</u>	<u>(7,812,898)</u>	<u>(600,000)</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 891,922</u>	<u>\$ 891,922</u>
Less: appropriated fund balance			(950,000)	
Add: excess of revenues and other sources over expenditures and other uses of funds classified with the Gloucester General Fund for purposes of GASB Statement No. 54			331,792	
Fund Balance, beginning of year			<u>10,288,844</u>	
Fund Balance, end of year			<u>\$ 10,562,558</u>	

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - School Department Operations
Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2021

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
REVENUES:				
State aid	\$ 2,109,661	\$ 2,109,661	\$ 2,218,173	\$ 108,512
Federal revenue - Medicaid reimbursement	60,000	60,000	72,397	12,397
Tuitions	75,598	75,598	22,411	(53,187)
Earnings on investments	1,500	1,500	3,380	1,880
Other	2,353	2,353	8,743	6,390
TOTAL REVENUES	<u>2,249,112</u>	<u>2,249,112</u>	<u>2,325,104</u>	<u>75,992</u>
EXPENDITURES:				
Fogarty Memorial	118,870	119,620	85,230	34,390
West Gloucester	93,150	93,150	82,969	10,181
Central administration	313,927	313,177	287,100	26,077
System-wide	1,810,158	1,810,158	1,441,215	368,943
Salaries and fringes	7,414,312	7,414,312	7,255,991	158,321
TOTAL EXPENDITURES	<u>9,750,417</u>	<u>9,750,417</u>	<u>9,152,505</u>	<u>597,912</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>(7,501,305)</u>	<u>(7,501,305)</u>	<u>(6,827,401)</u>	<u>673,904</u>
OTHER FINANCING SOURCES (USES):				
Transfers from Town	7,164,305	7,164,305	7,164,305	-
Appropriated fund balance	637,000	637,000	637,000	-
Transfers to other funds	(300,000)	(300,000)	(300,000)	-
NET OTHER FINANCING SOURCES	<u>7,501,305</u>	<u>7,501,305</u>	<u>7,501,305</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 673,904</u>	<u>\$ 673,904</u>
Less: appropriated fund balance			(637,000)	
Fund Balance, beginning of year			<u>2,659,028</u>	
Fund Balance, end of year			<u>\$ 2,695,932</u>	

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgetary to GAAP basis reconciliation

The following reconciliation summarizes the differences for the Town's General Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2021:

Excess of revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis).....	\$ 891,922
Fund balance reappropriated.....	(950,000)
Excess of revenues and other sources over expenditures and other uses of funds classified with the General Fund for purposes of GASB Statement No. 54.....	331,792
Excess of revenues and other sources over expenditures and other uses (GAAP).....	\$ 273,714

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

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

	Revenues and Transfers	Expenditures and Transfers
<i>General Fund:</i>		
<i>Schedule of Revenues, Expenditures and Other Financing Sources</i>		
<i>(Non-GAAP Budgetary Basis) Budget and Actual</i>	\$ 28,683,923	\$ 27,792,001
Fund balance reappropriated.....	(950,000)	-
Revenues and other sources and expenditures and other uses of funds classified with the General Fund for purposes of GASB Statement No. 54.....	531,862	200,070
<i>Statement of Revenues, Expenditures and Changes in Fund</i>		
<i>Balances</i>	\$ 28,265,785	\$ 27,992,071

**TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgetary to GAAP basis reconciliation

The following reconciliation summarizes the differences for the School Unrestricted Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2021:

Excess of revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis).....	\$ 673,904
Fund balance reappropriated.....	(637,000)
Excess of revenues and other sources over expenditures and other uses (GAAP).....	<u>\$ 36,904</u>

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

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

	Revenues and Transfers	Expenditures and Transfers
<i>School Unrestricted Fund:</i>		
<i>Schedule of Revenues, Expenditures and Other Financing Sources</i>		
<i>(Non-GAAP Budgetary Basis) Budget and Actual</i>	\$ 10,126,409	\$ 9,452,505
Fund balance reappropriated.....	(637,000)	-
Adjustment for pension contribution made by State of Rhode Island on behalf of employees.....	448,211	448,211
 <i>Statement of Revenues, Expenditures and Changes in Fund</i>		
<i>Balances</i>	<u>\$ 9,937,620</u>	<u>\$ 9,900,716</u>

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

	Measurement Date Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
A. Total pension liability										
1. Service Cost	\$ 245,491	\$ 247,792	\$ 243,113	\$ 229,791	\$ 231,650	\$ 220,834	\$ 231,786	\$ -	\$ -	\$ -
2. Interest on the Total Pension Liability	781,714	766,275	739,584	726,734	702,082	650,675	613,211	-	-	-
3. Changes of benefit terms	-	-	-	-	-	157,189	-	-	-	-
4. Difference between expected and actual experience of the Total Pension Liability	(327,119)	(188,107)	(2,247)	(2,434)	(63,549)	130,426	-	-	-	-
5. Changes of assumptions	(103,488)	-	-	491,857	-	-	89,708	-	-	-
6. Benefit payments, including refunds of employee contributions	(599,418)	(609,098)	(593,895)	(559,908)	(521,212)	(437,012)	(422,389)	-	-	-
7. Net change in total pension liability	(2,820)	216,862	386,555	886,040	348,971	722,112	512,316	-	-	-
8. Total pension liability – beginning	11,344,300	11,127,438	10,740,883	9,854,843	9,505,872	8,783,760	8,271,444	-	-	-
9. Total pension liability – ending (a)	\$ 11,341,480	\$ 11,344,300	\$ 11,127,438	\$ 10,740,883	\$ 9,854,843	\$ 9,505,872	\$ 8,783,760	\$ -	\$ -	\$ -
B. Plan fiduciary net position										
1. Contributions – employer	\$ 304,988	\$ 294,649	\$ 272,162	\$ 271,384	\$ 245,813	\$ 245,541	\$ 228,215	\$ -	\$ -	\$ -
2. Contributions – employee	77,702	81,289	77,574	76,176	74,933	49,257	46,244	-	-	-
3. Net investment income	349,079	588,393	679,452	936,878	(1,132)	193,700	1,097,653	-	-	-
4. Benefit payments, including refunds of employee contributions	(599,418)	(609,098)	(593,895)	(559,908)	(521,212)	(437,012)	(422,389)	-	-	-
5. Pension Plan Administrative Expense	(9,618)	(9,208)	(9,045)	(8,851)	(9,185)	(7,771)	(6,873)	-	-	-
6. Other	9,292	3,541	(168,184)	51,836	-	(19,664)	(4,809)	-	-	-
7. Net change in plan fiduciary net position	132,025	349,546	258,064	767,515	(210,783)	24,051	938,041	-	-	-
8. Plan fiduciary net position – beginning	9,429,721	9,080,175	8,822,111	8,054,596	8,265,379	8,241,328	7,303,287	-	-	-
9. Plan fiduciary net position – ending (b)	\$ 9,561,746	\$ 9,429,721	\$ 9,080,175	\$ 8,822,111	\$ 8,054,596	\$ 8,265,379	\$ 8,241,328	-	-	-
C. Net pension liability - ending (a) - (b)	1,779,734	1,914,579	2,047,263	1,918,772	1,800,247	1,240,493	542,432	-	-	-
D. Plan fiduciary net position as a percentage of the total pension liability	84.31%	83.12%	81.60%	82.14%	81.73%	86.95%	93.82%	-	-	-
E. Covered payroll	\$ 2,780,194	\$ 2,756,307	\$ 2,616,930	\$ 2,547,571	\$ 2,507,034	\$ 2,467,418	2,409,421	-	-	-
F. Net pension liability as a percentage of covered payroll	64.01%	69.46%	78.23%	75.32%	71.81%	50.27%	22.51%	-	-	-

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$ 321,315	\$ 304,988	\$ 294,649	\$ 272,162	\$ 271,384	\$ 245,813	\$ 245,541	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	321,315	304,988	294,649	272,162	271,384	245,813	245,541	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 2,881,750	\$ 2,780,194	\$ 2,756,307	\$ 2,616,930	\$ 2,547,571	\$ 2,507,034	\$ 2,467,418	\$ -	\$ -	\$ -
Contributions as a percentage of covered payroll	11.15%	10.97%	10.69%	10.40%	10.65%	9.80%	9.95%	0.00%	0.00%	0.00%

Notes:

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

	Measurement Date Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
A. Total pension liability										
1. Service Cost	\$ 245,848	\$ 242,568	\$ 251,182	\$ 216,602	\$ 198,987	\$ 183,789	\$ 171,293	\$ -	\$ -	\$ -
2. Interest on the Total Pension Liability	676,173	638,055	598,918	568,947	526,978	492,184	468,506	-	-	-
3. Changes of benefit terms	-	-	-	-	-	292,640	-	-	-	-
4. Difference between expected and actual experience of the Total Pension Liability	(132,692)	74,437	83,437	103,626	126,494	(213,417)	-	-	-	-
5. Changes of assumptions	12,537	-	-	390,303	-	-	(53,558)	-	-	-
6. Benefit payments, including refunds of employee contributions	(434,741)	(389,561)	(350,714)	(302,803)	(300,537)	(297,222)	(256,354)	-	-	-
7. Net change in total pension liability	367,125	565,499	582,823	976,675	551,922	457,974	329,887	-	-	-
8. Total pension liability – beginning	9,754,062	9,188,563	8,605,740	7,629,065	7,077,143	6,619,169	6,289,282	-	-	-
9. Total pension liability – ending (a)	\$ 10,121,187	\$ 9,754,062	\$ 9,188,563	\$ 8,605,740	\$ 7,629,065	\$ 7,077,143	\$ 6,619,169	\$ -	\$ -	\$ -
B. Plan fiduciary net position										
1. Contributions – employer	\$ 270,871	\$ 233,562	\$ 211,498	\$ 190,473	\$ 188,452	\$ 184,094	\$ 150,971	\$ -	\$ -	\$ -
2. Contributions employeco	115,313	113,988	115,099	109,784	104,810	81,099	77,420	-	-	-
3. Net investment income	276,019	458,041	518,694	684,281	(2,002)	135,529	757,189	-	-	-
4. Benefit payments, including refunds of employee contributions	(434,741)	(389,561)	(350,714)	(302,803)	(300,537)	(297,222)	(256,354)	-	-	-
5. Pension Plan Administrative Expense	(7,605)	(7,168)	(6,905)	(6,465)	(5,386)	(5,437)	(4,741)	-	-	-
6. Other	(1)	(1)	(1)	(14)	-	-	480	-	-	-
7. Net change in plan fiduciary net position	219,856	408,861	488,271	675,256	(14,863)	98,063	724,965	-	-	-
8. Plan fiduciary net position – beginning	7,340,669	6,931,808	6,443,537	5,768,281	5,783,144	5,685,081	4,960,116	-	-	-
9. Plan fiduciary net position – ending (b)	\$ 7,560,525	\$ 7,340,669	\$ 6,931,808	\$ 6,443,537	\$ 5,768,281	\$ 5,783,144	5,685,081	-	-	-
C. Net pension liability - ending (a) - (b)	2,560,662	2,413,393	2,256,755	2,162,203	1,860,784	1,293,999	934,088	-	-	-
D. Plan fiduciary net position as a percentage of the total pension liability	74.70%	75.26%	75.44%	74.87%	75.61%	81.72%	85.89%	-	-	-
E. Covered payroll	\$ 1,153,133	\$ 1,139,886	\$ 1,156,988	\$ 1,097,832	\$ 1,053,397	\$ 1,013,728	967,759	-	-	-
F. Net pension liability as a percentage of covered payroll	222.06%	211.72%	195.05%	196.95%	176.65%	127.65%	96.52%	-	-	-

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$ 304,498	\$ 270,871	\$ 233,562	\$ 211,498	\$ 190,473	\$ 188,452	\$ 184,094	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	304,498	270,871	233,562	211,498	190,473	188,452	184,094	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	1,254,111	1,153,133	1,139,886	1,156,988	1,097,832	1,053,397	1,013,728	-	-	-
Contributions as a percentage of covered payroll	24.28%	23.49%	20.49%	18.28%	17.35%	17.89%	18.16%	0.00%	0.00%	0.00%

Notes:

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$ 645,791	\$ 602,566	\$ 561,924	\$ 540,147	\$ 546,758	\$ 538,323	\$ 534,701	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	645,791	602,566	561,924	540,147	546,758	538,323	534,701	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered - payroll	4,332,684	4,289,216	4,129,256	4,018,941	4,141,038	3,930,408	3,923,339	-	-	-
Contributions as a percentage of covered payroll	14.91%	14.05%	13.61%	13.44%	13.20%	13.70%	13.63%	N/A	N/A	N/A

Notes:

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

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

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014			
Gloucester proportion of the net pension liability	0.22278047%	0.22263717%	0.22602703%	0.23382855%	0.23865067%	0.24538533%	0.22666009%	N/A	N/A	N/A
Gloucester proportionate share of the net pension liability	\$ 7,117,849	\$ 7,103,837	\$ 7,181,440	\$ 7,375,155	\$ 7,120,328	\$ 6,755,465	\$ 5,516,907	N/A	N/A	N/A
State's proportionate share of the net pension liability associated with the school district	5,288,736	5,321,510	5,356,838	5,573,845	4,876,379	4,615,121	3,783,198	N/A	N/A	N/A
Total	\$ 12,406,585	\$ 12,425,347	\$ 12,538,278	\$ 12,949,000	\$ 11,996,707	\$ 11,370,586	\$ 9,300,105	N/A	N/A	N/A
Gloucester covered payroll	4,289,216	4,129,256	4,018,941	4,141,038	3,930,408	3,923,339	3,902,477	N/A	N/A	N/A
Gloucester proportionate share of the net pension liability as a percentage of it's covered payroll	165.95%	172.04%	178.69%	178.10%	181.16%	172.19%	141.37%	N/A	N/A	N/A
Plan fiduciary net position as a % of the total pension liability	54.30%	54.60%	54.30%	54.00%	54.06%	57.55%	61.40%	N/A	N/A	N/A

Notes:

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Statutorily determined contribution	\$ 6,244	\$ 6,291	\$ 6,356	\$ 6,210	\$ 5,895	\$ 5,568	\$ 5,280	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	6,244	6,291	6,356	6,210	5,895	5,568	5,280	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	4,332,684	4,289,216	4,129,256	4,018,941	4,141,038	3,930,408	3,923,339	-	-	-
Contributions as a percentage of covered payroll	0.14%	0.15%	0.15%	0.15%	0.14%	0.14%	0.13%	N/A	N/A	N/A

Notes:

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

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

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Measurement Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014			
Glocester proportion of the net pension asset	0.84359290%	0.85220717%	0.83463772%	0.99934829%	0.86691742%	0.87505927%	0.85099703%	N/A	N/A	N/A
Glocester proportionate share of the net pension asset	\$ 1,001,881	\$ 966,794	\$ 744,741	\$ 826,725	\$ 863,206	\$ 816,917	\$ 1,057,966	\$ -	\$ -	\$ -
Glocester covered payroll	\$ 4,289,216	\$ 4,129,256	\$ 4,018,941	\$ 4,141,038	\$ 3,930,408	\$ 3,923,339	\$ 3,902,477	\$ -	\$ -	\$ -
Glocester proportionate share of the net pension liability as a percentage of it's covered payroll	23.36%	23.41%	18.53%	19.96%	21.96%	20.82%	27.11%	N/A	N/A	N/A
Plan fiduciary net position as a % of the total pension liability	153.1%	150.2%	137.4%	136.1%	153.3%	146.6%	173.3%	N/A	N/A	N/A

Notes:

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
A. Total OPEB liability										
1. Service Cost	\$ 143,371	\$ 108,034	\$ 116,916	\$ 130,466	\$ 126,054	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on the Total OPEB Liability	53,321	79,306	91,371	70,095	66,595	-	-	-	-	-
3. Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
4. Difference between expected and actual experience of the Total OPEB Liability	(67,635)	(274,044)	(53,993)	19,917	-	-	-	-	-	-
5. Changes of assumptions	2,585	117,282	38,840	(96,922)	-	-	-	-	-	-
6. Benefit payments, including refunds of employee contributions	(80,202)	(60,461)	(80,007)	(139,556)	(31,728)	-	-	-	-	-
7. Net change in total OPEB liability	51,440	(29,883)	113,127	(16,000)	160,921	-	-	-	-	-
8. Total OPEB liability – beginning	2,245,484	2,275,367	2,162,240	2,178,240	2,017,319	-	-	-	-	-
9. Total OPEB liability – ending (a)	<u>\$ 2,296,924</u>	<u>\$ 2,245,484</u>	<u>\$ 2,275,367</u>	<u>\$ 2,162,240</u>	<u>\$ 2,178,240</u>	<u>\$ -</u>				
B. Plan fiduciary net position										
1. Contributions – employer	\$ 80,202	\$ 60,461	\$ 80,007	\$ 139,556	\$ 31,728	\$ -	\$ -	\$ -	\$ -	\$ -
2. Contributions – employee	-	-	-	-	-	-	-	-	-	-
3. Net investment income	11,335	17,345	17,880	13,176	21,846	-	-	-	-	-
4. Benefit payments, including refunds of employee contributions	(80,202)	(60,461)	(80,007)	(139,556)	(31,728)	-	-	-	-	-
5. Difference between expected and actual experience	68,922	13,247	12,643	4,080	-	-	-	-	-	-
6. OPEB Plan Administrative Expense	-	-	-	-	-	-	-	-	-	-
7. Net change in plan fiduciary net position	80,257	30,592	30,523	17,256	21,846	-	-	-	-	-
8. Plan fiduciary net position – beginning	499,350	468,758	438,235	420,979	399,133	-	-	-	-	-
9. Plan fiduciary net position – ending (b)	<u>\$ 579,607</u>	<u>\$ 499,350</u>	<u>\$ 468,758</u>	<u>\$ 438,235</u>	<u>\$ 420,979</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
C. Net OPEB liability - ending (a) - (b)	1,717,317	1,746,134	1,806,609	1,724,005	1,757,261	-	-	-	-	-
D. Plan fiduciary net position as a percentage of the total OPEB liability	25.23%	22.24%	20.60%	20.27%	19.33%	-	-	-	-	-
E. Covered payroll	N/A	N/A	N/A	N/A	N/A	-	-	-	-	-
F. Net OPEB liability as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	-	-	-	-	-

Notes:

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

TOWN OF GLOCESTER, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

Schedule of Plan Contributions
Last 10 Fiscal Years
Glocester OPEB Plan

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$ 174,614	\$ 163,152	\$ 171,441	\$ 174,569	\$ 201,537	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	80,202	60,461	80,007	139,556	37,820	-	-	-	-	-
Contribution deficiency/(excess)	94,412	102,691	91,434	35,013	163,717	-	-	-	-	-
Covered payroll	N/A	N/A	N/A	N/A	N/A	-	-	-	-	-
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	-	-	-	-	-

Notes:

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

Schedule of Investment Returns
Last 10 Fiscal Years
Glocester OPEB Plan

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Annual money-weighted rate of return, net of investment expense	16.07%	6.53%	6.97%	4.10%	N/A	N/A	N/A	N/A	N/A	N/A

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

TOWN OF GLOCESTER, RHODE ISLAND
Notes to Required Supplementary Information
June 30, 2021

NOTE 1 – Pension Plans State of Rhode Island ERS (Teacher), MERS and TSB Plans

Schedule of Proportionate Share of the Net Pension Liability (Asset)

- The amounts presented for each fiscal year were determined as of the June 30 measurement date prior to the fiscal year end.
- The schedules are intended to show information for 10 years – additional years will be displayed as they become available.
- Employers participating in the State Employee’s Retirement System are required by RI General Laws, Section 36-10-2, to contribute an actuarially determined contribution rate each year.
- Employers participating in the Municipal Employee’s Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.
- Employers participating in the Teachers’ Survivors Benefit Plan contribute at a rate established by RI General Laws, Section 16-16-35.

June 30, 2020 measurement date –

As part of the 2020 Actuarial Experience Study for the six-year period ending June 30, 2019, as approved by the System Board on May 22, 2020, certain assumptions were modified and reflected in the determination of net pension liability (asset) at the June 30, 2020, measurement date. The following summarizes the more significant changes in assumptions:

- Updated the underlying mortality tables from the RP-2014 set of tables to the public sector-based PUB (10) tables.
- Increased slightly the probabilities of turnover.
- Decreased slightly the probabilities of retirement.
- Modified slightly the probabilities of disability, including adding material incidence of disability for members in the age ranges that historically have been eligible to retire but under prospective provisions are not.

June 30, 2019 measurement date –

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2019, measurement date compared to the June 30, 2018, measurement date.

June 30, 2018 measurement date –

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2018, measurement date compared to the June 30, 2017, measurement date.

SUPPLEMENTARY INFORMATION

Combining Fund Financial Statements for Non-major Governmental Funds

Other Supplementary Information

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Combining Balance Sheet - Non-Major Governmental Funds
JUNE 30, 2021

	<u>Town Special Revenue Funds</u>	<u>School Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Permanent Funds</u>	<u>Totals</u>
ASSETS:					
Cash and cash equivalents	\$ 480,855	\$ -	\$ 1,735,814	\$ 12,394	\$ 2,229,063
Loans receivable	660,294	-	-	-	660,294
Due from other funds	314,776	46,392	501,764	-	862,932
TOTAL ASSETS	<u>\$ 1,455,925</u>	<u>\$ 46,392</u>	<u>\$ 2,237,578</u>	<u>\$ 12,394</u>	<u>\$ 3,752,289</u>
LIABILITIES AND FUND BALANCES:					
LIABILITIES:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenditures	-	7,495	-	-	7,495
Due to other funds	128,589	9,328	77,962	200	216,079
Unearned revenues	617,297	-	-	-	617,297
TOTAL LIABILITIES	<u>745,886</u>	<u>16,823</u>	<u>77,962</u>	<u>200</u>	<u>840,871</u>
FUND BALANCES (DEFICITS):					
Nonspendable for:					
Perpetual care	-	-	-	3,100	3,100
Restricted for:					
Administration	34,947	-	-	-	34,947
Public safety	118,139	-	-	-	118,139
Recreation	110,959	-	-	-	110,959
Social services	519,584	-	-	-	519,584
Education	-	30,987	-	-	30,987
Capital projects	-	-	2,159,616	-	2,159,616
Perpetual care	-	-	-	9,094	9,094
Unassigned:	(73,590)	(1,418)	-	-	(75,008)
FUND BALANCES (DEFICITS)	<u>710,039</u>	<u>29,569</u>	<u>2,159,616</u>	<u>12,194</u>	<u>2,911,418</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,455,925</u>	<u>\$ 46,392</u>	<u>\$ 2,237,578</u>	<u>\$ 12,394</u>	<u>\$ 3,752,289</u>

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Combining Statement of Revenues, Expenditures, Other Financing Source (Uses)
and Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended June 30, 2021

	Town Special Revenue Funds	School Special Revenue Funds	Capital Projects Funds	Permanent Funds	Totals
REVENUES:					
Intergovernmental	\$ 56,705	\$ 828,365	\$ 318,444	\$ -	\$ 1,203,514
Interest on investments	-	-	9,408	1	9,409
Other	349,568	-	-	-	349,568
TOTAL REVENUES	<u>406,273</u>	<u>828,365</u>	<u>327,852</u>	<u>1</u>	<u>1,562,491</u>
EXPENDITURES:					
<i>Current:</i>					
Administration	71,115	-	-	-	71,115
Public Safety	57,369	-	-	-	57,369
Public Works	-	-	57,542	-	57,542
Recreation	45,747	-	-	-	45,747
Social Services	265,202	-	-	-	265,202
Education	-	806,397	1,221	-	807,618
<i>Debt service:</i>					
Principal	127,876	-	40,000	-	167,876
<i>Capital:</i>	-	-	521,828	-	521,828
TOTAL EXPENDITURES	<u>568,056</u>	<u>806,397</u>	<u>620,591</u>	<u>-</u>	<u>1,995,044</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	(161,783)	21,968	(292,739)	1	(432,553)
OTHER FINANCING SOURCES (USES)					
Transfers in	20,000	-	1,009,393	-	1,029,393
Loan proceeds	177,235	-	-	-	177,235
NET OTHER FINANCING SOURCES (USES)	<u>197,235</u>	<u>-</u>	<u>1,009,393</u>	<u>-</u>	<u>1,206,628</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	35,452	21,968	716,654	1	774,075
FUND BALANCE AT BEGINNING OF YEAR - RESTATED	<u>674,587</u>	<u>7,601</u>	<u>1,442,962</u>	<u>12,193</u>	<u>2,137,343</u>
FUND BALANCE AT END OF YEAR	<u>\$ 710,039</u>	<u>\$ 29,569</u>	<u>\$ 2,159,616</u>	<u>\$ 12,194</u>	<u>\$ 2,911,418</u>

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Balance Sheet
June 30, 2021

	Bramley Bill	The Meds Plan	Bullet Proof Vests	Public Library Grant	July 4th Parade	MHRH Grant	National Grid Community Grant
ASSETS:							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loans receivable	-	-	-	-	-	-	-
Due from other funds	976	30,128	-	-	42,366	-	14,175
TOTAL ASSETS	<u>\$ 976</u>	<u>\$ 30,128</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,366</u>	<u>\$ -</u>	<u>\$ 14,175</u>
LIABILITIES AND FUND BALANCE:							
LIABILITIES:							
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	1,555	-	-	301	-
Unearned revenues	-	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>1,555</u>	<u>-</u>	<u>-</u>	<u>301</u>	<u>-</u>
FUND BALANCE:							
Restricted for:							
Administration	-	-	-	-	-	-	-
Public safety	976	30,128	-	-	-	-	-
Recreation	-	-	-	-	42,366	-	-
Social services	-	-	-	-	-	-	14,175
Unassigned:	-	-	(1,555)	-	-	(301)	-
TOTAL FUND BALANCE	<u>976</u>	<u>30,128</u>	<u>(1,555)</u>	<u>-</u>	<u>42,366</u>	<u>(301)</u>	<u>14,175</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 976</u>	<u>\$ 30,128</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,366</u>	<u>\$ -</u>	<u>\$ 14,175</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Balance Sheet
June 30, 2021

	Emergency Energy	Grass Roots	Pollard Mimosa Trees	Central Police Legislative Grant	Blue Rip Tide Grant	Historic Records Trust	Small Grants
ASSETS:							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loans receivable	-	-	-	-	-	-	-
Due from other funds	28,319	179	2,000	1	-	34,947	-
TOTAL ASSETS	<u>\$ 28,319</u>	<u>\$ 179</u>	<u>\$ 2,000</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 34,947</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE:							
LIABILITIES:							
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	2,630	-	13,987
Unearned revenues	-	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,630</u>	<u>-</u>	<u>13,987</u>
FUND BALANCE:							
Restricted for:							
Administration	-	-	-	-	-	34,947	-
Public safety	-	-	-	1	-	-	-
Recreation	-	-	2,000	-	-	-	-
Social services	28,319	179	-	-	-	-	-
Unassigned:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,630)</u>	<u>-</u>	<u>(13,987)</u>
TOTAL FUND BALANCE	<u>28,319</u>	<u>179</u>	<u>2,000</u>	<u>1</u>	<u>(2,630)</u>	<u>34,947</u>	<u>(13,987)</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 28,319</u>	<u>\$ 179</u>	<u>\$ 2,000</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 34,947</u>	<u>\$ -</u>

(Continued)

**SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Balance Sheet
June 30, 2021**

	<u>Senior Center Donations</u>	<u>Food Bank</u>	<u>Animal Shelter Amy Angilly Fund</u>	<u>Community Septic System Loan Program</u>	<u>EMA</u>	<u>DARE</u>	<u>Glocester Memorial Park</u>
ASSETS:							
Cash and cash equivalents	\$ 60	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loans receivable	-	-	-	409,152	-	-	-
Due from other funds	63,198	72,720	6,144	-	-	166	-
TOTAL ASSETS	<u>\$ 63,258</u>	<u>\$ 72,720</u>	<u>\$ 6,144</u>	<u>\$ 409,152</u>	<u>\$ -</u>	<u>\$ 166</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE:							
LIABILITIES:							
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	31,950	-	14,667
Unearned revenues	-	-	-	366,732	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>366,732</u>	<u>31,950</u>	<u>-</u>	<u>14,667</u>
FUND BALANCE:							
Restricted for:							
Administration	-	-	-	-	-	-	-
Public safety	-	-	6,144	-	-	166	-
Recreation	63,258	-	-	-	-	-	-
Social services	-	72,720	-	42,420	-	-	-
Unassigned:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(31,950)</u>	<u>-</u>	<u>(14,667)</u>
TOTAL FUND BALANCE	<u>63,258</u>	<u>72,720</u>	<u>6,144</u>	<u>42,420</u>	<u>(31,950)</u>	<u>166</u>	<u>(14,667)</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 63,258</u>	<u>\$ 72,720</u>	<u>\$ 6,144</u>	<u>\$ 409,152</u>	<u>\$ -</u>	<u>\$ 166</u>	<u>\$ -</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Balance Sheet
June 30, 2021

	Community Development Block Grant	LEJA Field	DEA	Jag Tech	Substance Abuse	Historic Revitalization Grant	Police Forfeiture	TOTAL
ASSETS:								
Cash and cash equivalents	\$ 406,456	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 74,339	\$ 480,855
Loans receivable	251,142	-	-	-	-	-	-	660,294
Due from other funds	-	6,535	676	6,537	5,709	-	-	314,776
TOTAL ASSETS	<u>\$ 657,598</u>	<u>\$ 6,535</u>	<u>\$ 676</u>	<u>\$ 6,537</u>	<u>\$ 5,709</u>	<u>\$ -</u>	<u>\$ 74,339</u>	<u>\$ 1,455,925</u>
LIABILITIES AND FUND BALANCE:								
LIABILITIES:								
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	45,262	3,200	-	6,537	-	8,500	-	128,589
Unearned revenues	250,565	-	-	-	-	-	-	617,297
TOTAL LIABILITIES	<u>295,827</u>	<u>3,200</u>	<u>-</u>	<u>6,537</u>	<u>-</u>	<u>8,500</u>	<u>-</u>	<u>745,886</u>
FUND BALANCE:								
Restricted for:								
Administration	-	-	-	-	-	-	-	34,947
Public safety	-	-	676	-	5,709	-	74,339	118,139
Recreation	-	3,335	-	-	-	-	-	110,959
Social services	361,771	-	-	-	-	-	-	519,584
Unassigned:	-	-	-	-	-	(8,500)	-	(73,590)
TOTAL FUND BALANCE	<u>361,771</u>	<u>3,335</u>	<u>676</u>	<u>-</u>	<u>5,709</u>	<u>(8,500)</u>	<u>74,339</u>	<u>710,039</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 657,598</u>	<u>\$ 6,535</u>	<u>\$ 676</u>	<u>\$ 6,537</u>	<u>\$ 5,709</u>	<u>\$ -</u>	<u>\$ 74,339</u>	<u>\$ 1,455,925</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and
Changes in Fund Balances
For the Fiscal year Ended June 30, 2021

	<u>Bramley Bill</u>	<u>The Meds Plan</u>	<u>Bullet Proof Vest</u>	<u>Public Library Grant</u>	<u>July 4th Parade</u>	<u>MHRH Grant</u>	<u>National Grid Community Grant</u>
REVENUES:							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Other revenue	-	26,750	2,790	80,406	14,080	507	-
TOTAL REVENUES	<u>-</u>	<u>26,750</u>	<u>2,790</u>	<u>80,406</u>	<u>14,080</u>	<u>507</u>	<u>-</u>
EXPENDITURES:							
<i>Current:</i>							
Administration	-	-	-	-	-	-	-
Public safety	-	-	3,982	-	-	453	-
Recreation	-	-	-	-	8,509	-	-
Social Services	-	-	-	80,406	-	-	-
<i>Debt service:</i>							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>3,982</u>	<u>80,406</u>	<u>8,509</u>	<u>453</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>-</u>	<u>26,750</u>	<u>(1,192)</u>	<u>-</u>	<u>5,571</u>	<u>54</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):							
Transfers in	-	-	-	-	20,000	-	-
Loan proceeds	-	-	-	-	-	-	-
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>-</u>	<u>26,750</u>	<u>(1,192)</u>	<u>-</u>	<u>25,571</u>	<u>54</u>	<u>-</u>
FUND BALANCE AT BEGINNING OF YEAR - RESTATED	<u>976</u>	<u>3,378</u>	<u>(363)</u>	<u>-</u>	<u>16,795</u>	<u>(355)</u>	<u>14,175</u>
FUND BALANCE AT END OF YEAR	<u>\$ 976</u>	<u>\$ 30,128</u>	<u>\$ (1,555)</u>	<u>\$ -</u>	<u>\$ 42,366</u>	<u>\$ (301)</u>	<u>\$ 14,175</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and
Changes in Fund Balances
For the Fiscal year Ended June 30, 2021

	<u>Emergency Energy</u>	<u>Grass Roots</u>	<u>Pollard Mimosa Trees</u>	<u>Central Police Legislative Grant</u>	<u>Blue Rip Tide Grant</u>	<u>Historic Records Trust</u>	<u>Small Grants</u>
REVENUES:							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,647
Other revenue	7,402	-	-	1,000	3,625	19,758	-
TOTAL REVENUES	<u>7,402</u>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>3,625</u>	<u>19,758</u>	<u>15,647</u>
EXPENDITURES:							
Current:							
Administration	-	-	-	-	-	13,907	7,708
Public safety	-	-	-	999	4,535	-	8,055
Recreation	-	-	-	-	-	-	13,871
Social Services	4,620	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>4,620</u>	<u>-</u>	<u>-</u>	<u>999</u>	<u>4,535</u>	<u>13,907</u>	<u>29,634</u>
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>2,782</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>(910)</u>	<u>5,851</u>	<u>(13,987)</u>
OTHER FINANCING SOURCES (USES):							
Transfers in	-	-	-	-	-	-	-
Loan proceeds	-	-	-	-	-	-	-
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>2,782</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>(910)</u>	<u>5,851</u>	<u>(13,987)</u>
FUND BALANCE AT BEGINNING OF YEAR - RESTATED	<u>25,537</u>	<u>179</u>	<u>2,000</u>	<u>-</u>	<u>(1,720)</u>	<u>29,096</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 28,319</u>	<u>\$ 179</u>	<u>\$ 2,000</u>	<u>\$ 1</u>	<u>\$ (2,630)</u>	<u>\$ 34,947</u>	<u>\$ (13,987)</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and
Changes in Fund Balances
For the Fiscal year Ended June 30, 2021

	Senior Center Donations	Food Bank	Animal Shelter Amy Angilly Fund	Community Septic System Loan Program	EMA	DARE	Glocester Memorial Park
REVENUES:							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenue	1,380	11,525	-	128,623	19,731	-	-
TOTAL REVENUES	<u>1,380</u>	<u>11,525</u>	<u>-</u>	<u>128,623</u>	<u>19,731</u>	<u>-</u>	<u>-</u>
EXPENDITURES:							
Current:							
Administration	-	-	-	-	-	-	-
Public safety	-	-	-	-	32,508	-	-
Recreation	-	-	-	-	-	-	14,667
Social Services	27	2,914	-	177,235	-	-	-
Debt service:							
Principal	-	-	-	127,876	-	-	-
Interest	-	-	-	747	-	-	-
TOTAL EXPENDITURES	<u>27</u>	<u>2,914</u>	<u>-</u>	<u>305,858</u>	<u>32,508</u>	<u>-</u>	<u>14,667</u>
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>1,353</u>	<u>8,611</u>	<u>-</u>	<u>(177,235)</u>	<u>(12,777)</u>	<u>-</u>	<u>(14,667)</u>
OTHER FINANCING SOURCES (USES):							
Transfers in	-	-	-	-	-	-	-
Loan proceeds	-	-	-	177,235	-	-	-
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>177,235</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>1,353</u>	<u>8,611</u>	<u>-</u>	<u>-</u>	<u>(12,777)</u>	<u>-</u>	<u>(14,667)</u>
FUND BALANCE AT BEGINNING OF YEAR - RESTATED	<u>61,905</u>	<u>64,109</u>	<u>6,144</u>	<u>42,420</u>	<u>(19,173)</u>	<u>166</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 63,258</u>	<u>\$ 72,720</u>	<u>\$ 6,144</u>	<u>\$ 42,420</u>	<u>\$ (31,950)</u>	<u>\$ 166</u>	<u>\$ (14,667)</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - Town
Combining Statement of Revenues, Expenditures Other Financing Sources (Uses), and
Changes in Fund Balances
For the Fiscal year Ended June 30, 2021

	Community Development Block Grant	LEJA Field	DEA	Jag Tech	Substance Abuse	Historic Revitalization Grant	Police Forfeiture	TOTAL
REVENUES:								
Intergovernmental revenue	\$ -	\$ 8,500	\$ -	\$ -	\$ -	\$ -	\$ 32,558	\$ 56,705
Other revenue	21,947	-	7,544	-	2,500	-	-	349,568
TOTAL REVENUES	<u>21,947</u>	<u>8,500</u>	<u>7,544</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>32,558</u>	<u>406,273</u>
EXPENDITURES:								
Current:								
Administration	41,000	-	-	-	-	8,500	-	71,115
Public safety	-	-	6,345	-	492	-	-	57,369
Recreation	-	8,700	-	-	-	-	-	45,747
Social Services	-	-	-	-	-	-	-	265,202
Debt service:								
Principal	-	-	-	-	-	-	-	127,876
Interest	-	-	-	-	-	-	-	747
TOTAL EXPENDITURES	<u>41,000</u>	<u>8,700</u>	<u>6,345</u>	<u>-</u>	<u>492</u>	<u>8,500</u>	<u>-</u>	<u>568,056</u>
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>(19,053)</u>	<u>(200)</u>	<u>1,199</u>	<u>-</u>	<u>2,008</u>	<u>(8,500)</u>	<u>32,558</u>	<u>(161,783)</u>
OTHER FINANCING SOURCES (USES):								
Transfers in	-	-	-	-	-	-	-	20,000
Loan proceeds	-	-	-	-	-	-	-	177,235
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>197,235</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(19,053)</u>	<u>(200)</u>	<u>1,199</u>	<u>-</u>	<u>2,008</u>	<u>(8,500)</u>	<u>32,558</u>	<u>35,452</u>
FUND BALANCE AT BEGINNING OF YEAR - RESTATED	<u>380,824</u>	<u>3,535</u>	<u>(523)</u>	<u>-</u>	<u>3,701</u>	<u>-</u>	<u>41,781</u>	<u>674,587</u>
FUND BALANCE AT END OF YEAR	<u>\$ 361,771</u>	<u>\$ 3,335</u>	<u>\$ 676</u>	<u>\$ -</u>	<u>\$ 5,709</u>	<u>\$ (8,500)</u>	<u>\$ 74,339</u>	<u>\$ 710,039</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - School
Combining Balance Sheet
June 30, 2021

	<u>Rural Education Grant</u>	<u>Donations - Library</u>	<u>Technology</u>	<u>IDEA Preschool</u>	<u>Professional Development</u>	<u>ESSER</u>	<u>Title I</u>
ASSETS:							
Due from other funds	\$ -	\$ 2,349	\$ 1,694	\$ -	\$ 26,889		\$ 13,559
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 2,349</u>	<u>\$ 1,694</u>	<u>\$ -</u>	<u>\$ 26,889</u>	<u>\$ -</u>	<u>\$ 13,559</u>
LIABILITIES AND FUND BALANCE:							
LIABILITIES:							
Accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -		\$ 5,594
Due to other funds	239	-	-	-	-		7,910
TOTAL LIABILITIES	<u>239</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,504</u>
FUND BALANCE:							
<i>Restricted for:</i>							
Education	-	2,349	1,694	-	26,889	-	55
<i>Unassigned:</i>	(239)	-	-	-	-	-	-
TOTAL FUND BALANCE	<u>(239)</u>	<u>2,349</u>	<u>1,694</u>	<u>-</u>	<u>26,889</u>	<u>-</u>	<u>55</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ 2,349</u>	<u>\$ 1,694</u>	<u>\$ -</u>	<u>\$ 26,889</u>	<u>\$ -</u>	<u>\$ 13,559</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - School
Combining Balance Sheet
June 30, 2021

	Title II	West Bay Grant	IDEA Part B	Title IV	SIEA	Substitute Teachers	TOTAL
ASSETS:							
Due from other funds	\$ 1,901	\$ -	\$ -	\$ -			\$ 46,392
TOTAL ASSETS	\$ 1,901	\$ -	\$ -	\$ -	-	-	\$ 46,392
LIABILITIES AND FUND BALANCE:							
LIABILITIES:							
Accrued expenditures	\$ 1,901	\$ -	\$ -	\$ -			\$ 7,495
Due to other funds	-	1,179	-	-			9,328
TOTAL LIABILITIES	1,901	1,179	-	-	-	-	16,823
FUND BALANCE:							
Restricted for:							
Education	-	-	-	-			30,987
Unassigned:	-	(1,179)	-	-			(1,418)
TOTAL FUND BALANCE	-	(1,179)	-	-	-	-	29,569
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,901	\$ -	\$ -	-	-	-	\$ 46,392

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - School
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021

	<u>Rural Education Grant</u>	<u>Donations - Library</u>	<u>Technology</u>	<u>IDEA Preschool</u>	<u>Professional Development</u>	<u>ESSER</u>	<u>Title I</u>
REVENUES:							
Intergovernmental	\$ 51,083	\$ -	\$ -	\$ 4,848	\$ -	149,926	\$ 235,112
TOTAL REVENUES	<u>51,083</u>	<u>-</u>	<u>-</u>	<u>4,848</u>	<u>-</u>	<u>149,926</u>	<u>235,112</u>
EXPENDITURES:							
Education	29,065	-	-	4,848	-	149,926	235,161
TOTAL EXPENDITURES	<u>29,065</u>	<u>-</u>	<u>-</u>	<u>4,848</u>	<u>-</u>	<u>149,926</u>	<u>235,161</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>22,018</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(49)</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>22,018</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(49)</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>(22,257)</u>	<u>2,349</u>	<u>1,694</u>	<u>-</u>	<u>26,889</u>		<u>104</u>
FUND BALANCE AT END OF YEAR	<u>\$ (239)</u>	<u>\$ 2,349</u>	<u>\$ 1,694</u>	<u>\$ -</u>	<u>\$ 26,889</u>	<u>-</u>	<u>\$ 55</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Special Revenue Restricted Funds - School
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021

	<u>Title II</u>	<u>West Bay Grant</u>	<u>IDEA Part B</u>	<u>Title IV</u>	<u>SIEA</u>	<u>Substitute Teachers</u>	<u>TOTAL</u>
REVENUES:							
Intergovernmental	\$ 25,425	\$ -	\$ 165,104	\$ 5,954	187,683	3,230	\$ 828,365
TOTAL REVENUES	<u>25,425</u>	<u>-</u>	<u>165,104</u>	<u>5,954</u>	<u>187,683</u>	<u>3,230</u>	<u>828,365</u>
EXPENDITURES:							
Education	<u>25,426</u>	<u>-</u>	<u>165,104</u>	<u>5,954</u>	<u>187,683</u>	<u>3,230</u>	<u>806,397</u>
TOTAL EXPENDITURES	<u>25,426</u>	<u>-</u>	<u>165,104</u>	<u>5,954</u>	<u>187,683</u>	<u>3,230</u>	<u>806,397</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,968</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,968</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>1</u>	<u>(1,179)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,601</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ (1,179)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ 29,569</u>

(Concluded)

**SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Non-Major Capital Projects Funds
Combining Balance Sheet
June 30, 2021**

	<u>Chepachet River Park</u>	<u>Roads</u>	<u>Senior Center Fund</u>	<u>Chepachet River Cleanup</u>	<u>Chepachet Wastewater / Stormwater Project</u>	<u>School Project</u>	<u>Geothermal Project</u>
ASSETS:							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,735,814	\$ -
Due from other funds	16,397	6,524	2,179	30,000	133,979	-	37,811
TOTAL ASSETS	<u>\$ 16,397</u>	<u>\$ 6,524</u>	<u>\$ 2,179</u>	<u>\$ 30,000</u>	<u>\$ 133,979</u>	<u>\$ 1,735,814</u>	<u>\$ 37,811</u>
LIABILITIES AND FUND BALANCE:							
LIABILITIES:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	13,340	2,038	-	24,773	-	37,811
TOTAL LIABILITIES	<u>-</u>	<u>13,340</u>	<u>2,038</u>	<u>-</u>	<u>24,773</u>	<u>-</u>	<u>37,811</u>
FUND BALANCE:							
Restricted for:							
Capital projects	16,397	(6,816)	141	30,000	109,206	1,735,814	-
TOTAL FUND BALANCE	<u>16,397</u>	<u>(6,816)</u>	<u>141</u>	<u>30,000</u>	<u>109,206</u>	<u>1,735,814</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 16,397</u>	<u>\$ 6,524</u>	<u>\$ 2,179</u>	<u>\$ 30,000</u>	<u>\$ 133,979</u>	<u>\$ 1,735,814</u>	<u>\$ 37,811</u>

(Continued)

**SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Non-Major Capital Projects Funds
Combining Balance Sheet
June 30, 2021**

	<u>School Capital Improvement</u>	<u>Recreational Land</u>	<u>TOTAL</u>
ASSETS:			
Cash and cash equivalents		\$ -	\$ 1,735,814
Due from other funds	231,107	43,767	501,764
TOTAL ASSETS	<u>\$ 231,107</u>	<u>\$ 43,767</u>	<u>\$ 2,237,578</u>
LIABILITIES AND FUND BALANCE:			
LIABILITIES:			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	-	-	77,962
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>77,962</u>
FUND BALANCE:			
Restricted for:			
Capital projects	231,107	43,767	2,159,616
TOTAL FUND BALANCE	<u>231,107</u>	<u>43,767</u>	<u>2,159,616</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 231,107</u>	<u>\$ 43,767</u>	<u>\$ 2,237,578</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Non-Major Capital Projects Funds
Combining Statement of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021

	Chepachet River Park	Roads	Senior Center Fund	Chepachet River Cleanup	Chepachet Wastewater / Stormwater Project	School Project	Geothermal Project
REVENUES:							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 318,444	\$ -
Investment income	-	-	-	-	-	9,408	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>327,852</u>	<u>-</u>
EXPENDITURES:							
Current:							
Public works	-	57,542	-	-	-	-	-
Education	-	-	-	-	-	1,221	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
	-	468,987	-	-	-	52,841	-
TOTAL EXPENDITURES	<u>-</u>	<u>526,529</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>54,062</u>	<u>-</u>
Excess of Revenues Over (Under)							
Expenditures Before Other Financing Sources (Uses)	<u>-</u>	<u>(526,529)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>273,790</u>	<u>-</u>
OTHER FINANCING SOURCES:							
Transfers in	-	409,393	-	-	-	600,000	-
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>409,393</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>600,000</u>	<u>-</u>
Excess of revenues and other financing sources							
over (under) expenditures and other financing uses	<u>-</u>	<u>(117,136)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>873,790</u>	<u>-</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>16,397</u>	<u>110,320</u>	<u>141</u>	<u>30,000</u>	<u>109,206</u>	<u>862,024</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 16,397</u>	<u>\$ (6,816)</u>	<u>\$ 141</u>	<u>\$ 30,000</u>	<u>\$ 109,206</u>	<u>\$ 1,735,814</u>	<u>\$ -</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Non-Major Capital Projects Funds
Combining Statement of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021

	<u>School Capital Improvement</u>	<u>Recreational Land</u>	<u>TOTAL</u>
REVENUES:			
Intergovernmental	\$ -	\$ -	\$ 318,444
Investment income			9,408
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>327,852</u>
EXPENDITURES:			
<i>Current:</i>			
Public works	-	-	57,542
Education		-	1,221
<i>Debt service:</i>			
Principal	-	40,000	40,000
Interest	-	-	-
<i>Capital outlay:</i>			
	-	-	521,828
TOTAL EXPENDITURES	<u>-</u>	<u>40,000</u>	<u>620,591</u>
Excess of Revenues Over (Under)			
<i>Expenditures Before Other Financing Sources (Uses)</i>	<u>-</u>	<u>(40,000)</u>	<u>(292,739)</u>
OTHER FINANCING SOURCES:			
Transfers in	-	-	1,009,393
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>1,009,393</u>
Excess of revenues and other financing sources			
<i>over (under) expenditures and other financing uses</i>	<u>-</u>	<u>(40,000)</u>	<u>716,654</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>231,107</u>	<u>83,767</u>	<u>1,442,962</u>
FUND BALANCE AT END OF YEAR	<u>\$ 231,107</u>	<u>\$ 43,767</u>	<u>\$ 2,159,616</u>

(Concluded)

Funds Combined for GASB 54 Reporting Purposes

General Fund

School General Fund

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2021

	General Fund	Revaluation Reserve	Comp. Plan Professional Service	Accrued Compensated Absences Reserve	Foster Glocester Proration	Tree Planting	Health Reserve	Matching State Grant Funds	Portable Radio	Mobile Radio
ASSETS:										
Cash and cash equivalents	\$ 10,164,216	\$ 322,981	\$ -	\$ 590,027	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:										
Taxes, net	576,291	-	-	-	-	-	-	-	-	-
Other	64,834	-	-	-	-	-	-	-	-	-
Prepaid expenditures	2,000	-	-	-	-	-	-	-	-	-
Due from:										
Other funds	659,619	(224,527)	-	(244,588)	-	-	-	-	-	-
Other governments	1,249	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 11,468,209</u>	<u>\$ 98,454</u>	<u>\$ -</u>	<u>\$ 345,439</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES:										
LIABILITIES:										
Accounts payable	\$ 143,504	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll and benefits	91,489	-	-	-	-	-	-	-	-	-
Due to:										
Other funds	3,883,450	-	(31,626)	-	(215,000)	(1,008)	(387,477)	(50,000)	(36,800)	(43,000)
Other Liabilities	337,241	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	<u>4,455,684</u>	<u>-</u>	<u>(31,626)</u>	<u>-</u>	<u>(215,000)</u>	<u>(1,008)</u>	<u>(387,477)</u>	<u>(50,000)</u>	<u>(36,800)</u>	<u>(43,000)</u>
Deferred Inflows of Resources	305,710	-	-	-	-	-	-	-	-	-
FUND BALANCE:										
Committed to:										
Education	-	-	-	-	215,000	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
Assigned for:										
Administration	-	98,454	31,626	-	-	1,008	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	36,800	43,000
Public works	-	-	-	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
Matching grant funds	-	-	-	-	-	-	-	50,000	-	-
2022 budget	500,000	-	-	-	-	-	-	-	-	-
Contractual obligations	-	-	-	345,439	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	387,477	-	-	-
Unassigned:	6,204,815	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCE	<u>6,706,815</u>	<u>98,454</u>	<u>31,626</u>	<u>345,439</u>	<u>215,000</u>	<u>1,008</u>	<u>387,477</u>	<u>50,000</u>	<u>36,800</u>	<u>43,000</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 11,468,209</u>	<u>\$ 98,454</u>	<u>\$ -</u>	<u>\$ 345,439</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2021

	Storm Related Services	Other Post Employment Benefits	Police Equipment Maintenance	Senior Center Dues	Radio Equipment	Aid Reduction GPS Future Operations	Technology	School Renovations	TOTAL
ASSETS:									
Cash and cash equivalents	\$ -	\$ 49,093	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,126,317
Receivables:									
Taxes, net	-	-	-	-	-	-	-	-	576,291
Other	-	-	-	-	-	-	-	-	64,834
Prepaid expenditures	-	-	-	-	-	-	-	-	2,000
Due from:									
Other funds	-	-	-	-	-	-	-	-	190,504
Other governments	-	-	-	-	-	-	-	-	1,249
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 49,093</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,961,195</u>
LIABILITIES AND FUND BALANCES:									
LIABILITIES:									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 143,504
Accrued payroll and benefits	-	-	-	-	-	-	-	-	91,489
Due to:									
Other funds	(242,896)	(179,742)	(44,047)	(11,894)	(71,657)	(655,000)	(192,610)	(1,200,000)	520,693
Other Liabilities	-	-	-	-	-	-	-	-	337,241
TOTAL LIABILITIES	<u>(242,896)</u>	<u>(179,742)</u>	<u>(44,047)</u>	<u>(11,894)</u>	<u>(71,657)</u>	<u>(655,000)</u>	<u>(192,610)</u>	<u>(1,200,000)</u>	<u>1,092,927</u>
Deferred Inflows of Resources	-	-	-	-	-	-	-	-	305,710
FUND BALANCE:									
Committed to:									
Education	-	-	-	-	-	655,000	-	-	870,000
Capital projects	-	-	-	-	-	-	-	600,000	600,000
Assigned for:									
Administration	-	-	-	-	-	-	192,610	-	323,698
Public safety	-	-	44,047	-	71,657	-	-	-	195,504
Public works	242,896	-	-	-	-	-	-	-	242,896
Recreation	-	-	-	11,894	-	-	-	-	11,894
Matching state grant funds	-	-	-	-	-	-	-	-	50,000
2019 budget	-	-	-	-	-	-	-	-	500,000
Contractual obligations	-	228,835	-	-	-	-	-	-	574,274
Education	-	-	-	-	-	-	-	600,000	600,000
Employee benefits	-	-	-	-	-	-	-	-	387,477
Unassigned:	-	-	-	-	-	-	-	-	6,204,815
TOTAL FUND BALANCE	<u>242,896</u>	<u>228,835</u>	<u>44,047</u>	<u>11,894</u>	<u>71,657</u>	<u>655,000</u>	<u>192,610</u>	<u>1,200,000</u>	<u>10,562,558</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ 49,093</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,961,195</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2021

	General Fund	Revaluation Reserve	Comp. Plan Professional Service	Accrued Compensated Absences Reserve	Foster Gloucester Proration	Tree Planting	Health Reserve	Matching State Grant Funds	Portable Radio	Mobile Radio
REVENUES:										
General property taxes	\$ 25,100,057	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	1,383,595	-	-	-	-	-	-	-	-	-
Licenses, fees and fines	658,563	-	-	-	-	-	-	-	-	-
Investment income	117,295	2,128	-	3,888	-	-	-	-	-	-
Other revenue	474,413	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>27,733,923</u>	<u>2,128</u>	<u>-</u>	<u>3,888</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:										
<i>Current:</i>										
Administration	1,014,519	-	-	36,691	-	-	-	-	-	-
Finance	725,922	145,469	-	-	-	-	-	-	-	-
Public safety	2,667,386	-	-	-	-	-	-	-	-	-
Public works	1,922,256	-	-	-	-	-	-	-	-	-
Recreation and senior center	240,563	-	-	-	-	-	-	-	-	-
Social services	30,974	-	-	-	-	-	-	-	-	-
Operational expenses	584,509	-	-	-	-	-	-	-	-	-
Aid requests	389,353	-	-	-	-	-	-	-	-	-
Education	11,244,638	-	-	-	-	-	-	-	-	-
<i>Debt service:</i>										
Principal	160,000	-	-	-	-	-	-	-	-	-
Interest and other costs	48,983	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>19,029,103</u>	<u>145,469</u>	<u>-</u>	<u>36,691</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	<u>8,704,820</u>	<u>(143,341)</u>	<u>-</u>	<u>(32,803)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)										
Transfers out	(8,762,898)	-	-	-	-	-	-	-	-	-
NET OTHER FINANCING SOURCES (USES)	<u>(8,762,898)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(58,078)</u>	<u>(143,341)</u>	<u>-</u>	<u>(32,803)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>6,764,893</u>	<u>241,795</u>	<u>31,626</u>	<u>378,242</u>	<u>215,000</u>	<u>1,008</u>	<u>387,477</u>	<u>50,000</u>	<u>36,800</u>	<u>43,000</u>
FUND BALANCE AT END OF YEAR	<u>\$ 6,706,815</u>	<u>\$ 98,454</u>	<u>\$ 31,626</u>	<u>\$ 345,439</u>	<u>\$ 215,000</u>	<u>\$ 1,008</u>	<u>\$ 387,477</u>	<u>\$ 50,000</u>	<u>\$ 36,800</u>	<u>\$ 43,000</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2021

	Storm Related Services	Other Post Employment Benefits	Police Equipment Maintenance	Senior Center Dues	Radio Equipment	Aid Reduction GPS Future Operations	Technology	School Renovations	TOTAL
REVENUES:									
General property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,100,057
Intergovernmental revenue	-	-	-	-	-	-	-	-	1,383,595
Licenses, fees and fines	-	-	-	-	-	-	-	-	658,563
Investment income	-	5	-	-	-	-	-	-	123,316
Other revenue	-	-	-	25,841	-	-	-	-	500,254
TOTAL REVENUES	-	5	-	25,841	-	-	-	-	27,765,785
EXPENDITURES:									
<i>Current:</i>									
Administration	-	-	-	-	-	-	-	-	1,051,210
Finance	-	-	-	-	-	-	-	-	871,391
Public safety	-	-	3,315	-	-	-	-	-	2,670,701
Public works	-	-	-	-	-	-	-	-	1,922,256
Recreation and senior center	-	-	-	-	-	-	-	-	240,563
Social services	-	-	-	14,595	-	-	-	-	45,569
Operational expenses	-	-	-	-	-	-	-	-	584,509
Aid requests	-	-	-	-	-	-	-	-	389,353
Education	-	-	-	-	-	-	-	-	11,244,638
<i>Debt service:</i>									
Principal	-	-	-	-	-	-	-	-	160,000
Interest and other costs	-	-	-	-	-	-	-	-	48,983
TOTAL EXPENDITURES	-	-	3,315	14,595	-	-	-	-	19,229,173
<i>Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)</i>	-	5	(3,315)	11,246	-	-	-	-	8,536,612
OTHER FINANCING SOURCES (USES)									
Transfers out	-	-	-	-	-	200,000	-	300,000	(8,262,898)
NET OTHER FINANCING SOURCES (USES)	-	-	-	-	-	200,000	-	300,000	(8,262,898)
NET CHANGE IN FUND BALANCE	-	5	(3,315)	11,246	-	200,000	-	300,000	273,714
FUND BALANCE AT BEGINNING OF YEAR	242,896	228,830	47,362	648	71,657	455,000	192,610	900,000	10,288,844
FUND BALANCE AT END OF YEAR	\$ 242,896	\$ 228,835	\$ 44,047	\$ 11,894	\$ 71,657	\$ 655,000	\$ 192,610	\$ 1,200,000	\$ 10,562,558

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
School Balance Sheet
Funds Combined with School Unrestricted (School General Fund) for GASB 54 Purposes
June 30, 2021

	School Unrestricted	Other Post Employment Benefits	Total Governmental Funds
ASSETS:			
Cash and cash equivalents	\$ 1,729,348	\$ -	\$ 1,729,348
Receivables:			
Other	270,710	-	270,710
Other Assets	1,239,371	-	1,239,371
Due from:			
Other funds	1,418	-	1,418
TOTAL ASSETS	\$ 3,240,847	\$ -	\$ 3,240,847
 LIABILITIES AND FUND BALANCES:			
LIABILITIES:			
Accounts payable	\$ 188,252	\$ -	\$ 188,252
Accrued payroll and benefits	10,575	-	10,575
Due to:			
Other funds	497,017	(150,929)	346,088
TOTAL LIABILITIES	695,844	(150,929)	544,915
 FUND BALANCE:			
Nonspendable for:			
Deposits held for Health and Dental Benefits	1,239,371	-	1,239,371
Restricted for:			
Education	895,632	-	895,632
Assigned for:			
2022 budget	410,000	-	410,000
Contractual obligations	-	150,929	150,929
Unassigned:			
	-	-	-
TOTAL FUND BALANCE	2,545,003	150,929	2,695,932
 TOTAL LIABILITIES AND FUND BALANCE	 \$ 3,240,847	 \$ -	 \$ 3,240,847

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with School Unrestricted (School General Fund) for GASB 54 Purposes
June 30, 2021

	School Unrestricted	Other Post Employment Benefits	Total Governmental Funds
REVENUES:			
Intergovernmental revenue	\$ 2,666,384	\$ -	\$ 2,666,384
Federal revenue-Medicaid reimbursement	72,397	-	72,397
Investment income	3,380	-	3,380
Other revenue	8,743	-	8,743
TOTAL REVENUES	2,773,315	-	2,773,315
EXPENDITURES:			
<i>Current:</i>			
Education	9,600,716	-	9,600,716
TOTAL EXPENDITURES	9,600,716	-	9,600,716
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	(6,827,401)	-	(6,827,401)
OTHER FINANCING SOURCES (USES):			
Transfers in	7,164,305	-	7,164,305
Transfers out	(300,000)	-	(300,000)
NET OTHER FINANCING SOURCES (USES)	6,864,305	-	6,864,305
NET CHANGE IN FUND BALANCE	36,904	-	36,904
FUND BALANCE BEGINNING OF YEAR	2,508,099	150,929	2,659,028
FUND BALANCE END OF YEAR	\$ 2,545,003	\$ 150,929	\$ 2,695,932

Budgetary Schedules

General Fund (Non-GAAP Basis)

School General Fund (Non-GAAP Basis)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
REVENUES:				
Property tax	\$ 24,960,624	24,960,624	\$ 25,100,057	139,433
Intergovernmental revenue	1,061,335	1,061,335	1,383,595	322,260
License, fees and fines	339,400	339,400	658,563	319,163
Interest and investment income	93,500	93,500	117,295	23,795
Other revenues	201,150	201,150	474,413	273,263
TOTAL REVENUES	26,656,009	26,656,009	27,733,923	1,077,914
EXPENDITURES:				
CENTRAL ADMINISTRATION:				
<i>Town Council:</i>				
Salaries	13,000	13,000	13,000	-
Payroll taxes and benefits	2,035	2,035	1,841	194
Miscellaneous	4,250	4,250	3,082	1,168
Contingency	9,000	9,000	3,039	5,961
Total Town Council	28,285	28,285	20,962	7,323
<i>Town Clerk:</i>				
Town clerk salary	74,729	74,729	74,730	(1)
Deputy salary	50,589	50,589	50,589	-
Clerical salaries	92,629	92,629	79,115	13,514
Longevity	5,581	5,581	4,423	1,158
Payroll taxes and benefits	115,777	115,777	115,587	190
Advertising - general/ordinances	1,500	1,500	960	540
Printing	1,800	1,800	3,324	(1,524)
Microfilming	250	250	-	250
Supplies	500	500	277	223
Education and training	1,000	1,000	900	100
Travel and dues	800	800	-	800
Publications and subscriptions	1,100	1,100	1,940	(840)
Office equipment and furniture	700	700	468	232
Purchased services - indexing, restoration, other	15,000	15,000	13,660	1,340
Miscellaneous	1,000	1,000	302	698
Total Town Clerk	362,955	362,955	346,275	16,680
<i>Board of Canvassers:</i>				
Salaries	1,500	1,500	1,500	-
Police services	5,000	5,000	4,569	431
Poll workers	11,500	11,500	7,992	3,508
Payroll taxes and benefits	1,446	1,446	464	982
Advertising	2,500	2,500	3,207	(707)
Miscellaneous	3,000	3,000	3,221	(221)
Total Board of Canvassers	24,946	24,946	20,953	3,993
<i>Probate Court:</i>				
Probate judge salary	4,205	4,205	4,205	-
Worker's compensation	22	22	16	6
Microfilming	300	300	-	300
Restoration and miscellaneous	250	250	-	250
Total Probate Court	4,777	4,777	4,221	556

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
 Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
 Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
 For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>Building and Zoning Office:</i>				
Building/zoning official salary	67,813	67,813	67,743	70
Administrative aide salary	46,314	46,314	46,314	-
Longevity	1,389	1,389	1,389	-
Payroll taxes and benefits	71,304	71,304	68,989	2,315
Fees - electrical inspector	11,500	11,500	20,855	(9,355)
Fees - plumbing inspector	6,500	6,500	8,865	(2,365)
Fees - mechanical inspector	9,500	9,500	13,430	(3,930)
Education and training	1,000	1,000	435	565
Travel and dues	300	300	-	300
Publications and subscriptions	200	200	120	80
Forms and maps	300	300	190	110
Emergency board-ups	300	300	-	300
Miscellaneous	400	400	148	252
Office equipment and furniture	300	300	-	300
<i>Total Building and Zoning Office</i>	217,120	217,120	228,478	(11,358)
<i>Planning Office:</i>				
Town planner salary	68,328	68,328	73,803	(5,475)
Clerk salary	46,314	46,314	46,314	-
GIS consultant	16,260	16,260	16,319	(59)
Payroll taxes and benefits	26,523	26,523	27,017	(494)
Advertising	700	700	127	573
Education and training	500	500	-	500
Dues	210	210	208	2
Miscellaneous	100	100	-	100
<i>Total Planning Office</i>	158,935	158,935	163,788	(4,853)
<i>Planning Board:</i>				
Clerk salary	4,200	4,200	2,550	1,650
Payroll taxes and benefits	343	343	211	132
Miscellaneous expense	700	700	-	700
<i>Total Planning Board</i>	5,243	5,243	2,761	2,482
<i>Zoning Board:</i>				
Clerk salary	1,800	1,800	1,800	-
Payroll taxes and benefits	147	147	121	26
Advertising	500	500	-	500
<i>Total Zoning Board</i>	2,447	2,447	1,921	526

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
Conservation Commission:				
Advertising	140	140	-	140
Dues	140	140	-	140
Water watch program	1,500	1,500	-	1,500
Tree seedling program	330	330	-	330
Total Conservation Commission	<u>2,110</u>	<u>2,110</u>	<u>-</u>	<u>2,110</u>
Land Trust:				
Land purchase and reconditioning	74,250	74,250	96,372	(22,122)
Total Land Trust	<u>74,250</u>	<u>74,250</u>	<u>96,372</u>	<u>(22,122)</u>
Economic Development Commission:				
Advertising	2,500	2,500	1,855	645
Total Community Resource Commission	<u>2,500</u>	<u>2,500</u>	<u>1,855</u>	<u>645</u>
Town Solicitor:				
Legal services	115,000	115,000	126,787	(11,787)
Total Town Solicitor	<u>115,000</u>	<u>115,000</u>	<u>126,787</u>	<u>(11,787)</u>
Town Sergeant:				
Salary	135	135	135	-
Payroll taxes and benefits	11	11	11	-
Total Town Sergeant	<u>146</u>	<u>146</u>	<u>146</u>	<u>-</u>
TOTAL CENTRAL ADMINISTRATION	<u>998,714</u>	<u>998,714</u>	<u>1,014,519</u>	<u>(15,805)</u>
FINANCIAL ADMINISTRATION:				
Finance Director's Office:				
Finance director salary	96,593	96,593	84,716	11,877
Payroll taxes and benefits	22,106	22,106	34,863	(12,757)
Education and training	2,000	2,000	-	2,000
Dues	450	450	320	130
Office equipment and furniture	300	300	-	300
Total Finance Director's Office	<u>121,449</u>	<u>121,449</u>	<u>119,899</u>	<u>1,550</u>
Treasurer's Office:				
Clerk salaries	92,629	92,629	92,629	-
Administrative aide salary	56,664	56,664	56,664	-
Payroll taxes and benefits	69,017	69,017	66,607	2,410
Advertising	-	-	786	(786)
Education and training	500	500	-	500
Office equipment and furniture	400	400	269	131
Computer/payroll services	26,000	26,000	26,524	(524)
Travel	200	200	-	200
Miscellaneous	100	100	-	100
GASB	2,000	2,000	750	1,250
Audit	35,000	35,000	33,655	1,345
Total Treasurer's Office	<u>282,510</u>	<u>282,510</u>	<u>277,884</u>	<u>4,626</u>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>Personnel Office:</i>				
Personnel Office Wages	30,000	30,000	17,050	12,950
Advertising	3,000	3,000	2,575	425
Education and training	200	200	-	200
Miscellaneous	200	200	229	(29)
Total Personnel Office	33,400	33,400	19,854	13,546
<i>Tax Collection Office:</i>				
Tax collector salary	63,235	63,235	62,335	900
Clerk salary	46,314	46,314	46,314	-
Longevity	4,108	4,108	4,108	-
Payroll taxes and benefits	52,075	52,075	50,213	1,862
Advertising	250	250	380	(130)
Postage	4,600	4,600	3,626	974
Education and training	250	250	-	250
Dues	100	100	60	40
Other purchased services	8,000	8,000	7,160	840
Tax collection fee	52,000	52,000	38,948	13,052
Miscellaneous	350	350	-	350
Total Tax Collection Office	231,282	231,282	213,144	18,138
<i>Tax Assessor's Office:</i>				
Assessor salary	67,553	67,553	16,089	51,464
Clerical salary	46,314	46,314	46,314	-
Payroll taxes and benefits	43,123	43,123	31,249	11,874
Advertising	400	400	138	262
Education and training	4,500	4,500	495	4,005
Dues	1,000	1,000	280	720
Publications and subscriptions	1,000	1,000	525	475
Office equipment and furniture	500	500	-	500
Other purchased services	500	500	-	500
Miscellaneous	35,250	35,250	51	35,199
Total Tax Assessor's Office	200,140	200,140	95,141	104,999
TOTAL FINANCIAL ADMINISTRATION	868,781	868,781	725,922	142,859

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>PUBLIC SAFETY:</i>				
<i>Police Department:</i>				
Chief salary	92,404	92,404	92,404	-
Captain, lieutenant, and sergeant's salaries	305,864	305,864	294,774	11,090
Police officers' salaries	777,175	777,175	755,689	21,486
Administrative aide	76,702	76,702	76,983	(281)
Dispatchers	218,690	218,690	204,244	14,446
Special and boat patrols	9,375	9,375	31,108	(21,733)
Court time reimbursement	7,150	7,150	5,137	2,013
Overtime, vacation and illness coverage	124,738	124,738	152,368	(27,630)
Longevity	63,455	63,455	59,721	3,734
Payroll taxes and benefits	819,363	819,363	765,485	53,878
Education and training	18,000	18,000	25,696	(7,696)
Telephone	3,500	3,500	2,586	914
Postage	500	500	196	304
Communications	1,100	1,100	161	939
Miscellaneous	6,000	6,000	4,227	1,773
Ammunition and range supplies	3,070	3,070	3,698	(628)
Investigative supplies	1,500	1,500	812	688
Fingerprinting cost	3,300	3,300	1,230	2,070
Conference, travel and dues	800	800	1,101	(301)
Heat and electricity	22,500	22,500	19,357	3,143
Service contracts	12,102	12,102	13,545	(1,443)
Special equipment - non-office	6,995	6,995	9,954	(2,959)
Office equipment and furniture	1,000	1,000	616	384
<i>Total Police Department</i>	<u>2,575,283</u>	<u>2,575,283</u>	<u>2,521,092</u>	<u>54,191</u>
<i>Emergency Management Agency:</i>				
Coordinator salary	20,000	20,000	32,787	(12,787)
Payroll taxes and benefits	1,635	1,635	2,583	(948)
Heat and electricity	2,810	2,810	2,006	804
Service contracts	8,000	8,000	5,713	2,287
Internet	-	-	482	(482)
Education and training	150	150	911	(761)
<i>Total Emergency Management Agency</i>	<u>32,595</u>	<u>32,595</u>	<u>44,482</u>	<u>(11,887)</u>
<i>Animal Control:</i>				
Animal control officer salary	49,318	49,318	49,318	-
Assistant officer salary	11,291	11,291	8,748	2,543
Payroll taxes and benefits	34,211	34,211	32,613	1,598
Education and training	550	550	500	50
Telephone	390	390	401	(11)
Heat and electricity	3,500	3,500	5,850	(2,350)
Supplies - animal	1,200	1,200	490	710
Other purchased services	3,300	3,300	3,120	180
Service contracts	192	192	-	192
Miscellaneous	900	900	772	128
Furniture and fixtures	400	400	-	400
Rabies vaccinations	750	750	-	750
Dog damage	250	250	-	250
Equipment - non-office	750	750	-	750
<i>Total Animal Control</i>	<u>107,002</u>	<u>107,002</u>	<u>101,812</u>	<u>5,190</u>
<i>TOTAL PUBLIC SAFETY</i>	<u>2,714,880</u>	<u>2,714,880</u>	<u>2,667,386</u>	<u>47,494</u>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>PUBLIC WORKS DEPARTMENT:</i>				
<i>Director's Office</i>				
Director's salary	84,736	84,736	84,736	-
Clerk's salary	48,859	48,859	50,375	(1,516)
Longevity	4,252	4,252	4,252	-
Payroll taxes and benefits	73,331	73,331	69,905	3,426
Telephone	800	800	813	(13)
Education and training	145	145	-	145
Office furniture and equipment	350	350	-	350
Safety equipment	250	250	-	250
Service contracts	350	350	-	350
Miscellaneous	715	715	127	588
Mandatory drug testing	350	350	95	255
<i>Total Director's Office</i>	<u>214,138</u>	<u>214,138</u>	<u>210,303</u>	<u>3,835</u>
<i>Highway Division</i>				
Salaries	323,222	323,222	273,864	49,358
Overtime	2,000	2,000	2,819	(819)
Longevity	5,870	5,870	7,946	(2,076)
Payroll taxes and benefits	222,945	222,945	192,102	30,843
Heat and electricity	14,500	14,500	12,783	1,717
Education and training	250	250	-	250
Safety equipment	750	750	-	750
Purchased services	25,000	25,000	25,010	(10)
Road signs and miscellaneous	5,500	5,500	8,455	(2,955)
Tools	1,500	1,500	1,557	(57)
<i>Total Highway Division</i>	<u>601,537</u>	<u>601,537</u>	<u>524,536</u>	<u>77,001</u>
<i>Maintenance Division - Buildings, Grounds & Parks:</i>				
Salaries	106,947	106,947	98,872	8,075
Salaries - GMP Winsor park support	-	-	2,884	(2,884)
Longevity	1,367	1,367	2,438	(1,071)
Payroll taxes and benefits	71,520	71,520	50,056	21,464
Supplies	6,000	6,000	6,332	(332)
Safety equipment	200	200	570	(370)
Other purchased services	29,590	29,590	91,395	(61,805)
Service contracts	300	300	335	(35)
Miscellaneous	4,500	4,500	5,719	(1,219)
Repairs, maintenance and construction material	20,000	20,000	21,691	(1,691)
Tools	1,000	1,000	1,432	(432)
Electricity - GMP	3,200	3,200	913	2,287
<i>Total Maintenance Division - Building, Grounds & Parks</i>	<u>244,624</u>	<u>244,624</u>	<u>282,637</u>	<u>(38,013)</u>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
Maintenance Division - Vehicle & Equipment				
Salaries	120,086	120,086	118,167	1,919
Longevity	1,774	1,774	2,070	(296)
Payroll taxes and benefits	51,776	51,776	47,458	4,318
Safety equipment	400	400	-	400
Purchased services	17,000	17,000	15,432	1,568
Service contracts	650	650	-	650
Propane - paver	200	200	128	72
Miscellaneous	7,000	7,000	6,641	359
Gasoline	67,500	67,500	55,890	11,610
Lubricating oil	8,000	8,000	8,146	(146)
Diesel Fuel	45,000	45,000	21,969	23,031
Repair parts	115,000	115,000	75,808	39,192
Tools	4,500	4,500	2,589	1,911
Tires and tubes	20,000	20,000	17,295	2,705
Total Maintenance Division - Vehicle & Equipment	458,886	458,886	371,593	87,293
Storm Related Division				
Salaries	63,000	63,000	36,039	26,961
Payroll taxes and benefits	12,660	12,660	8,544	4,116
Storm Related Services	4,340	4,340	9,734	(5,394)
Salt	35,000	35,000	91,763	(56,763)
Sand	35,000	35,000	2,850	32,150
Total Storm Related Division	150,000	150,000	148,930	1,070
Waste Disposal Division:				
Salaries	169,404	169,404	161,530	7,874
Overtime	5,000	5,000	6,332	(1,332)
Longevity	5,218	5,218	3,669	1,549
Payroll taxes and benefits	64,696	64,696	51,440	13,256
Telephone	500	500	324	176
Heat and electricity	6,800	6,800	4,255	2,545
Purchased services	9,000	9,000	8,883	117
Advertising	200	200	-	200
Safety equipment	100	100	-	100
Diesel fuel	17,000	17,000	13,472	3,528
Miscellaneous	14,000	14,000	7,915	6,085
Tipping fees	120,000	120,000	126,437	(6,437)
Total Waste Disposal Division	411,918	411,918	384,257	27,661
TOTAL PUBLIC WORKS	2,081,103	2,081,103	1,922,256	158,847
RECREATION AND SENIOR CENTER				
Recreation:				
Director salary	24,952	24,952	24,953	(1)
Assistant director salary	600	600	600	-
Salaries - swim, gymnastics, tennis, arts & crafts	31,864	31,864	31,960	(96)
Police detail - July 4th	1,500	1,500	-	1,500
Payroll taxes and benefits	7,897	7,897	7,185	712
Advertising	500	500	876	(376)
Telephone	850	850	1,038	(188)
Electricity - beaches & Winsor	500	500	287	213
Water testing - beaches and GMP	500	500	100	400
Materials and equipment	5,000	5,000	6,861	(1,861)
Miscellaneous	1,750	1,750	1,699	51
Recreation programs	15,750	15,750	8,741	7,009
Total Recreation	91,663	91,663	84,300	7,363

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
<i>Senior Center:</i>				
Director's salary	61,035	61,035	61,034	1
Interim director's salary	3,227	3,227	835	2,392
Senior meal site - kitchen aid	20,797	20,797	18,600	2,197
Payroll taxes and benefits	28,994	28,994	26,383	2,611
Electricity, heat, propane and diesel	30,900	30,900	15,507	15,393
Telephone	1,050	1,050	1,300	(250)
Office supplies	3,740	3,740	409	3,331
Repair/maintenance/construction material	4,000	4,000	5,501	(1,501)
Programs and activities	10,000	10,000	-	10,000
Other purchased services	40,000	40,000	25,211	14,789
License fees	350	350	470	(120)
Miscellaneous	1,700	1,700	568	1,132
Water testing	800	800	445	355
Advertising	100	100	-	100
<i>Total Senior Center</i>	<u>206,693</u>	<u>206,693</u>	<u>156,263</u>	<u>50,430</u>
TOTAL RECREATION AND SENIOR CENTER	<u>298,356</u>	<u>298,356</u>	<u>240,563</u>	<u>57,793</u>
<i>SOCIAL SERVICES:</i>				
<i>Human Services Department:</i>				
Director's salary	17,304	17,304	17,437	(133)
Van driver's salary	13,621	13,621	8,215	5,406
Payroll taxes and benefits	5,630	5,630	4,372	1,258
Telephone	650	650	774	(124)
Advertising	350	350	76	274
Miscellaneous	100	100	100	-
<i>Total Human Services Department</i>	<u>37,655</u>	<u>37,655</u>	<u>30,974</u>	<u>6,681</u>
TOTAL SOCIAL SERVICES	<u>37,655</u>	<u>37,655</u>	<u>30,974</u>	<u>6,681</u>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	Original Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance
OTHER OPERATION EXPENDITURES				
<i>Town Hall:</i>				
Utilities	37,500	37,500	32,209	5,291
Postage, meter and supplies	18,500	18,500	16,743	1,757
Office and computer supplies	18,100	18,100	19,812	(1,712)
Security	2,500	2,500	2,457	43
Service Contracts	1,600	1,600	1,536	64
Advertising	12,000	12,000	12,519	(519)
Telephone, modem, fax and TDD	6,000	6,000	7,560	(1,560)
Copier rental	1,200	1,200	671	529
Miscellaneous	10,000	10,000	-	10,000
RI League of Cities & Towns dues	4,491	4,491	4,491	-
Insurance - property/liability/other	138,000	138,000	137,618	382
Unemployment compensation	500	500	2,314	(1,814)
Low-value Property	-	-	65,268	(65,268)
Retired personnel cost	99,700	99,700	65,427	34,273
Bond disclosure fees	2,000	2,000	1,750	250
Total Town Hall	352,091	352,091	370,375	(18,284)
<i>Information Technology Office:</i>				
Information Technology's salary	37,440	37,440	40,716	(3,276)
Payroll taxes and benefits	4,960	4,960	4,930	30
Internet	15,652	15,652	14,441	1,211
Computer systems support/repairs	87,000	87,000	57,747	29,253
Computer system equipment	30,000	30,000	25,448	4,552
Computer system licenses	7,500	7,500	9,645	(2,145)
Server replacement program	14,500	14,500	6,825	7,675
Workstation replacement program	51,500	51,500	53,545	(2,045)
Computer systems cable/tools	-	-	837	(837)
Total Information Technology Office	248,552	248,552	214,134	34,418
TOTAL OTHER OPERATION EXPENDITURES	600,643	600,643	584,509	16,134
AID REQUESTS:				
<i>Aid to Libraries:</i>				
Glocester Manton	171,531	171,531	171,531	-
Harmony	205,822	205,822	205,822	-
Total Aid to Libraries	377,353	377,353	377,353	-
<i>Cultural Services:</i>				
Glocester light infantry - Memorial day parade	1,000	1,000	1,000	-
Total Cultural Services	1,000	1,000	1,000	-
<i>Social Services:</i>				
Glocester Little League	2,000	2,000	2,000	-
Glocester Heritage Society	2,500	2,500	2,500	-
Meals on Wheels	4,000	4,000	4,000	-
NW Community Nursing & Health Service	2,500	2,500	2,500	-
Total Social Services	11,000	11,000	11,000	-
TOTAL AID REQUESTS	389,353	389,353	389,353	-
EDUCATION:				
<i>Foster-Glocester Region</i>	11,244,638	11,244,638	11,244,638	-
TOTAL EDUCATION	11,244,638	11,244,638	11,244,638	-
DEBT SERVICE:				
<i>Non-School Bonds:</i>				
Fogerty school roof	35,000	35,000	35,000	-
Senior center 2007 - 2027	125,000	125,000	125,000	-
Interest	48,988	48,988	48,983	5
Total Non-School Bonds	208,988	208,988	208,983	5

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2021

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
TOTAL EXPENDITURES	19,443,111	19,443,111	19,029,103	414,008
<i>Excess of revenues over (under) expenditures before other financing sources (uses)</i>	\$ 7,212,898	\$ 7,212,898	\$ 8,704,820	\$ 1,491,922
OTHER FINANCING SOURCES (USES):				
Appropriated fund balance	950,000	950,000	950,000	-
Transfer to Gloucester School Department	(7,164,305)	(7,164,305)	(7,164,305)	-
Transfer to capital reserves	(778,593)	(778,593)	(1,078,593)	(300,000)
Transfer to Foster Gloucester proration	(150,000)	(150,000)	(150,000)	-
Transfer to state aid reduction	(50,000)	(50,000)	(50,000)	-
Transfer to capital school renovation	-	-	(300,000)	(300,000)
Transfer to Independence Day Parade	(20,000)	(20,000)	(20,000)	-
NET OTHER FINANCING SOURCES (USES)	<u>(7,212,898)</u>	<u>(7,212,898)</u>	<u>(7,812,898)</u>	<u>(600,000)</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 891,922</u>	<u>\$ 891,922</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - School General Fund
For the Fiscal Year Ended June 30, 2021

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
REVENUES:				
State Aid	\$ 2,109,661	\$ 2,109,661	\$ 2,218,173	\$ 108,512
Federal revenue-Medicaid reimbursement	60,000	60,000	72,397	12,397
Tuitions	75,598	75,598	22,411	(53,187)
Earnings on investments	1,500	1,500	3,380	1,880
Other	2,353	2,353	8,743	6,390
TOTAL REVENUES	<u>2,249,112</u>	<u>2,249,112</u>	<u>2,325,104</u>	<u>75,992</u>
EXPENDITURES				
<i>Fogarty Memorial:</i>				
Kindergarten	2,400	2,400	1,664	736
Art	2,500	2,500	1,642	858
Computer education	18,700	18,700	17,398	1,302
English, language arts	28,400	28,400	17,661	10,739
Health/physical education	1,450	1,450	919	531
Special education support	400	400	-	400
Mathematics	1,800	1,800	900	900
Music	1,050	1,050	1,008	42
Science	1,370	1,370	1,503	(133)
School library	5,300	5,300	2,106	3,194
Speech	400	400	429	(29)
Self-contained program	700	700	17	683
Social work services	900	900	965	(65)
Psychological services	800	800	295	505
Health services	3,600	3,600	1,001	2,599
Telephone	2,000	2,000	1,732	268
Police and fire details	400	400	-	400
School management/general	46,700	47,450	35,990	11,460
Total	<u>118,870</u>	<u>119,620</u>	<u>85,230</u>	<u>34,390</u>
<i>West Glocester:</i>				
Kindergarten	1,200	1,200	598	602
Art	2,500	2,500	2,084	416
Computer education	15,000	20,500	19,403	1,097
English, language arts	18,500	13,000	13,119	(119)
Health/physical education	1,000	1,000	30	970
Mathematics	2,000	2,000	1,071	929
Music	1,000	1,000	964	36
Science	3,300	3,300	1,635	1,665
School library	3,500	3,500	3,382	118
Speech	250	250	162	88
Resource program	500	500	476	24
Self-contained program	500	500	685	(185)
Pre-school program	700	700	92	608
Social work services	600	600	557	43
Psychological services	800	800	575	225
Health services	3,800	3,800	598	3,202
Telephone	2,000	2,000	1,748	252
Police and fire details	300	300	-	300
School management/general	35,700	35,700	35,790	(90)
Total	<u>\$ 93,150</u>	<u>\$ 93,150</u>	<u>\$ 82,969</u>	<u>\$ 10,181</u>

(Continued)

TOWN OF GLOCESTER, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - School General Fund
For the Fiscal Year Ended June 30, 2021

	<u>Original Adopted Budget</u>	<u>Final Approved Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance</u>
Central administration:				
Systemwide Management	\$ 200,709	200,709	\$ 188,808	11,901
Fiscal services	22,400	22,400	15,361	7,039
Policy formulation	60,418	59,668	63,989	(4,321)
Legal services	30,000	30,000	18,942	11,058
Non-public textbooks	400	400	-	400
Total	<u>313,927</u>	<u>313,177</u>	<u>287,100</u>	<u>26,077</u>
Systemwide:				
Special education services	177,178	177,178	126,751	50,427
Operations - buildings and grounds	335,965	335,965	267,843	68,122
Transportation, regular	602,008	602,008	539,915	62,093
Transportation, special education	100,073	100,073	44,150	55,923
Transportation, Foster-Glocester Regional	594,934	594,934	462,556	132,378
Total	<u>1,810,158</u>	<u>1,810,158</u>	<u>1,441,215</u>	<u>368,943</u>
Salaries and fringes:				
Classroom instruction	2,535,604	2,535,604	2,493,346	42,258
Kindergarten instruction	406,458	406,458	488,287	(81,829)
Physical education instruction	171,152	171,152	168,310	2,842
Music instruction	113,941	113,941	115,283	(1,342)
Art instruction	131,337	131,337	129,169	2,168
Pre-kindergarten instruction	83,205	83,205	128,580	(45,375)
School library	156,349	156,349	153,752	2,597
Special education	498,291	498,291	533,080	(34,789)
Speech	139,543	139,543	167,297	(27,754)
Social work services	86,799	86,799	85,360	1,439
Psychological services	83,506	83,506	82,128	1,378
Health services	168,686	168,686	159,888	8,798
Principals	217,211	217,211	217,198	13
Bus transportation, regular	5,788	5,788	4,731	1,057
Clerical	118,993	118,993	111,317	7,676
School management	83,486	83,486	84,230	(744)
Custodial	295,260	295,260	257,074	38,186
Fringe benefits	2,118,703	2,118,703	1,876,961	241,742
Total Salaries and Fringes	<u>7,414,312</u>	<u>7,414,312</u>	<u>7,255,991</u>	<u>158,321</u>
TOTAL EXPENDITURES	<u>9,750,417</u>	<u>9,750,417</u>	<u>9,152,505</u>	<u>597,912</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>(7,501,305)</u>	<u>(7,501,305)</u>	<u>(6,827,401)</u>	<u>673,904</u>
OTHER FINANCING SOURCES (USES):				
Transfers from Town	7,164,305	7,164,305	7,164,305	-
Transfers to other funds	(300,000)	(300,000)	(300,000)	-
Reappropriated fund balance	637,000	637,000	637,000	-
NET OTHER FINANCING SOURCES (USES)	<u>7,501,305</u>	<u>7,501,305</u>	<u>7,501,305</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 673,904</u>	<u>\$ 673,904</u>

(Concluded)

OTHER SUPPLEMENTARY INFORMATION

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

Annual Supplemental Transparency Report (MTP2) - Revenue

Annual Supplemental Transparency Report (MTP2) – Expenditures

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

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

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

Town of Gloucester
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2021

<u>REVENUE</u>	<u>Municipal</u>	<u>Education Department</u>
Current Year Levy Tax Collection	\$ 21,989,622	\$ -
Last Year's Levy Tax Collection	193,915	-
Prior Years Property Tax Collection	32,911	-
Interest & Penalty	102,125	-
PILOT & Tax Treaty (excluded from levy) Collection	2,883,609	-
Other Local Property Taxes	-	-
Licenses and Permits	742,457	-
Fines and Forfeitures	46,966	-
Investment Income	21,191	-
Departmental	260,042	-
Rescue Run Revenue	-	-
Police & Fire Detail	82,864	-
Other Local Non-Property Tax Revenues	109,352	-
Tuition	-	22,411
Impact Aid	-	-
Medicaid	-	72,397
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	249,039
CDBG	-	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	-	487,526
COVID - ESSER	-	149,926
COVID - CRF	840,335	-
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	190,913
COVID - ARPA	-	-
MV Excise Tax Reimbursement	104,711	-
State PILOT Program	-	-
Distressed Community Relief Fund	-	-
Library Resource Aid	-	-
Library Construction Aid	-	-
Public Service Corporation Tax	125,319	-
Meals & Beverage Tax / Hotel Tax	76,356	-
LEA Aid	-	2,218,173
Group Home	-	-
Housing Aid Capital Projects	-	-
Housing Aid Bonded Debt	19,725	-
State Food Service Revenue	-	38,021
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	-	-
Motor Vehicle Phase Out	217,149	-
Other Revenue	-	12,123
Local Appropriation for Education	-	7,164,305
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
Total Revenue	\$ 27,848,649	\$ 10,604,834
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	-	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	-	-
Rounding	-	-
Total Other Financing Sources	\$ -	\$ -

Town of Gloucester
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2021

EXPENDITURES	General		Social	Centralized	Planning	Libraries	Public	Parks and	Police
	Government	Finance	Services	IT			Works	Rec	Department
Compensation- Group A	\$ 371,394	\$ 409,159	\$ 106,121	\$ 57,214	\$ 295,033	\$ -	\$ 818,737	\$ 59,121	\$ 1,319,684
Compensation - Group B	-	-	-	-	-	-	-	-	282,150
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	45,015	-	85,059
Overtime - Group B	-	-	-	-	-	-	-	-	53,310
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	78,422
Active Medical Insurance - Group A	72,654	96,458	7,706	-	40,277	-	190,248	-	248,433
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	-
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental Insurance- Group A	2,454	3,658	262	-	1,393	-	6,548	-	7,627
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	1,907
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	16,859	30,117	8,008	3,383	22,128	-	62,893	4,598	130,740
Life Insurance	996	1,875	290	-	643	-	3,919	-	5,928
State Defined Contribution- Group A	1,376	2,958	831	-	2,514	-	7,105	-	1,931
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	2,146	3,956	5,129	-	4,047	-	52,289	2,587	15,342
Other Benefits- Group B	-	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	22,955	43,900	8,530	-	25,002	-	84,328	-	251,385
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	62,846
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	24,726	107,057	25,211	-	-	-	141,056	100	13,706
Materials/Supplies	19,946	-	643	-	190	-	6,332	8,291	4,510
Software Licenses	-	-	-	146,712	-	-	-	-	-
Capital Outlays	-	-	-	6,825	-	-	-	-	-
Insurance	137,618	-	-	-	-	-	-	-	-
Maintenance	-	-	5,501	-	-	-	21,691	-	-
Vehicle Operations	-	-	-	-	-	-	178,984	-	27,044
Utilities	40,198	-	17,580	-	-	-	19,215	1,325	21,944
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Revaluation	-	145,469	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	104,347	-	-
Trash Removal & Recycling	-	-	-	-	-	-	1,520	-	-
Claims & Settlements	-	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-	-
Other Operation Expenditures	186,492	92,053	27,020	-	1,038	377,353	25,877	9,277	17,847
Tipping Fees	-	-	-	-	-	-	123,437	-	-
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	\$ 899,813	\$ 936,659	\$ 212,832	\$ 214,133	\$ 392,265	\$ 377,353	\$ 1,893,541	\$ 85,299	\$ 2,629,814

Town of Gloucester
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2021

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	\$ -	\$ -	\$ 91,638	\$ -	\$ -	\$ -	\$ 3,528,111	\$ 4,208,799
Compensation - Group B	-	-	-	-	-	-	282,150	290,015
Compensation - Group C	-	-	-	-	-	-	-	1,041,671
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	130,074	-
Overtime - Group B	-	-	-	-	-	-	53,310	-
Overtime - Group C	-	-	-	-	-	-	-	6,123
Police & Fire Detail	-	-	-	-	-	-	78,422	-
Active Medical Insurance - Group A	-	-	19,861	-	-	-	675,637	497,492
Active Medical Insurance- Group B	-	-	-	-	-	-	-	28,418
Active Medical Insurance- Group C	-	-	-	-	-	-	-	360,709
Active Dental Insurance- Group A	-	-	673	-	-	-	22,616	34,504
Active Dental Insurance- Group B	-	-	-	-	-	-	1,907	1,914
Active Dental Insurance- Group C	-	-	-	-	-	-	-	24,227
Payroll Taxes	-	-	6,710	-	-	-	285,445	156,750
Life Insurance	-	-	290	-	-	-	13,940	17,651
State Defined Contribution- Group A	-	-	491	-	-	-	17,205	74,955
State Defined Contribution - Group B	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	10,015
Other Benefits- Group A	-	-	1,120	-	-	-	86,615	44,777
Other Benefits- Group B	-	-	-	-	-	-	-	149
Other Benefits- Group C	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	5,266	-	-	-	441,366	622,055
State Defined Benefit Pension - Group B	-	-	-	-	-	-	62,846	15,672
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	100,067
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	-	-	8,830	-	-	-	320,665	1,591,019
Materials/Supplies	-	-	490	-	-	-	40,403	132,149
Software Licenses	-	-	-	-	-	-	146,712	34,155
Capital Outlays	-	-	-	-	-	-	6,825	41,008
Insurance	-	-	-	-	-	-	137,618	52,351
Maintenance	-	-	-	-	-	-	27,192	45,908
Vehicle Operations	-	-	-	-	-	-	206,029	15,804
Utilities	-	-	8,739	-	-	-	109,001	142,778
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	145,469	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	104,347	-
Trash Removal & Recycling	-	-	-	-	-	-	-	1,520
Claims & Settlements	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-
Other Operation Expenditures	-	-	2,182	-	-	-	739,140	564,611
Tipping Fees	-	-	-	-	-	-	123,437	-
Local Appropriation for Education	-	-	-	7,164,305	-	-	7,164,305	-
Regional Appropriation for Education	-	-	-	11,244,639	-	-	11,244,639	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	142,500	-	142,500	-
Municipal Debt- Interest	-	-	-	-	20,200	-	20,200	-
School Debt- Principal	-	-	-	-	41,519	-	41,519	-
School Debt- Interest	-	-	-	-	4,764	-	4,764	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	9,787
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	70,415	70,415	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	\$ -	\$ -	\$ 146,291	\$ 18,408,944	\$ 208,983	\$ 70,415	\$ 26,476,342	\$ 10,165,533

Financing Uses: Transfer to Capital Funds	\$ 798,593	\$ -
Financing Uses: Transfer to Other Funds	300,000	300,000
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
Total Other Financing Uses	\$ 1,098,593	\$ 300,000

Net Change in Fund Balance¹ 273,714 139,301

Fund Balance¹- beginning of year \$10,288,844 \$2,663,881

Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	-	-
Misc. Adjustment	-	-
Fund Balance¹ - beginning of year adjusted	10,288,844	2,663,881

Fund Balance¹ - end of year \$ 10,562,558 \$ 2,803,182

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

Town of Gloucester
 Annual Supplemental Transparency Report (MTP2)
 Combining Schedule of
 Reportable Government Services with
 Reconciliation to MTP2
 Municipal
 Fiscal Year Ended June 30, 2021

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 Balance ¹ - per MTP-2 at June 30, 2020						\$ 10,288,844	-	\$ 10,288,844	
<i>No funds removed from RGS for fiscal 2020</i>						-	-	-	
<i>No funds added to RGS for Fiscal 2020</i>						-	-	-	
<i>No misc. adjustments made for fiscal 2020</i>						-	-	-	
Fund Balance ¹ - per MTP-2 at June 30, 2021 adjusted						<u>\$ 10,288,844</u>	<u>-</u>	<u>\$ 10,288,844</u>	
General Fund	\$ 27,765,785	\$ -	\$ 19,229,173	\$ 8,262,898	\$ 273,714	\$ 10,288,844	\$ -	\$ 10,288,844	\$ 10,562,558
	-	-	-	-	-	-	-	-	-
Totals per audited financial statements	<u>\$ 27,765,785</u>	<u>\$ -</u>	<u>\$ 19,229,173</u>	<u>\$ 8,262,898</u>	<u>\$ 273,714</u>	<u>\$ 10,288,844</u>	<u>\$ -</u>	<u>\$ 10,288,844</u>	<u>\$ 10,562,558</u>
Reconciliation from financial statements to MTP2									
Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2	\$ -	\$ -	\$ 7,164,305	\$ (7,164,305)	\$ -	\$ -	\$ -	\$ -	\$ -
RIDOT reimbursement for police details reported as expenditure credits on financial statements but revenue on MTP2	82,864	-	82,864	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 27,848,649</u>	<u>\$ -</u>	<u>\$ 26,476,342</u>	<u>\$ 1,098,593</u>	<u>\$ 273,714</u>	<u>\$ 10,288,844</u>	<u>\$ -</u>	<u>\$ 10,288,844</u>	<u>\$ 10,562,558</u>

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

Town of Gloucester
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2021

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, 2020						\$ 2,663,881	-	\$ 2,663,881	
<i>No misc. adjustments made for fiscal 2020</i>						-	-	-	
Fund Balance¹ - per MTP-2 at June 30, 2021 adjusted						<u>\$ 2,663,881</u>	-	<u>\$ 2,663,881</u>	
School Unrestricted Fund	\$ 2,773,315	\$ 7,164,305	\$ 9,600,716	\$ 300,000	\$ 36,904	\$ 2,659,028	\$ -	\$ 2,659,028	\$ 2,695,932
Enterprise Fund ¹	287,060	-	206,631	-	80,429	(2,748)	-	(2,748)	77,681
SBA School Capital Project Fund	-	-	-	-	-	-	-	-	-
School Special Revenue Funds	828,365	-	806,397	-	21,968	7,601	-	7,601	29,569
Totals per audited financial statements	<u>\$ 3,888,740</u>	<u>\$ 7,164,305</u>	<u>\$ 10,613,744</u>	<u>\$ 300,000</u>	<u>\$ 139,301</u>	<u>\$ 2,663,881</u>	<u>\$ -</u>	<u>\$ 2,663,881</u>	<u>\$ 2,803,182</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	\$ 7,164,305	\$ (7,164,305)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(448,211)	-	(448,211)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 10,604,834</u>	<u>\$ -</u>	<u>\$ 10,165,533</u>	<u>\$ 300,000</u>	<u>\$ 139,301</u>	<u>\$ 2,663,881</u>	<u>\$ -</u>	<u>\$ 2,663,881</u>	<u>\$ 2,803,182</u>
<u>Reconciliation from MTP2 to UCOA</u>									
Transportation cost included on MTP2 and in audit but not in UCOA	\$ -		\$ (447,628)						
Totals per UCOA Validated Totals Report 3/4/22	<u>\$ 10,604,834</u>		<u>\$ 9,717,905</u>						

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

TOWN OF GLOCESTER, RHODE ISLAND
Notes to Supplementary Information
Annual Supplemental Transparency Report (MTP2)
June 30, 2021

NOTE 1. Basis of Presentation

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

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

NOTE 2. Reportable Government Services

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

NOTE 3. Allocations

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

NOTE 4. Employee Groups - Compensation and Benefit Costs

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

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

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

- Police Department - police officers (e.g., uniform personnel - including, leadership positions)
- Fire Department - fire fighters (e.g., uniform personnel - including, leadership positions)
- Centralized Dispatch Department - civilian dispatchers only
- Education Department - professional staff providing direct services to students

TOWN OF GLOCESTER, RHODE ISLAND
Notes to Supplementary Information
Annual Supplemental Transparency Report (MTP2)
June 30, 2021

- For the remaining departments - all employees' compensation and benefits are reported under Group A

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

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

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

NOTE 5. Education Revenue and Expenditures

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

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

TOWN OF GLOCESTER, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT
For the Fiscal Year Ended June 30, 2021

FISCAL YEAR	BALANCE	CURRENT YEAR	ADDITIONS	ABATEMENTS	REFUNDS/ ADJUSTMENTS	AMOUNT	FY 2021	BALANCE
	JULY 1, 2020	ASSESSMENT				TO BE COLLECTED		COLLECTIONS
2021	\$ -	\$ 22,217,697	\$ 15,732	\$ (17,646)	\$ (15,527)	\$ 22,200,256	\$ 21,741,004	\$ 459,252
2020	686,416	-	10	(3,195)	(521)	682,710	568,649	114,061
2019	98,994	-	10	(3,143)	(173)	95,688	35,683	60,005
2018	46,253	-	10	(564)	(13)	45,686	6,911	38,775
2017	47,892	-	-	(3,295)	-	44,597	3,400	41,197
2016	51,119	-	-	(3,032)	-	48,087	2,144	45,943
2015	49,389	-	-	(1,215)	-	48,174	1,198	46,976
2014	44,866	-	-	(1,211)	-	43,655	1,279	42,376
2013	54,468	-	-	(1,816)	-	52,652	1,763	50,889
2012	55,833	-	-	(1,947)	-	53,886	1,069	52,817
2011	36,594	-	-	(36,338)	-	256	256	-
	<u>\$ 1,171,824</u>	<u>\$ 22,217,697</u>	<u>\$ 15,762</u>	<u>\$ (73,402)</u>	<u>\$ (16,234)</u>	<u>\$ 23,315,647</u>	<u>\$ 22,363,356</u>	<u>\$ 952,291</u>
Allowance for uncollectible Accounts	\$ (383,000)							\$ (376,000)
Net Property Tax Receivable	<u>\$ 788,824</u>							<u>\$ 576,291</u>

Fiscal Year 2021 Year Cash Collections Summary			
July - August 2020 Collections Subject to 60- day FY 20	September - June 2021 Collections	Total FY 2021 Cash Collections	July - August 2021 (FY-2022) Cash Collections Subject to 60-day FY 2021 Accrual
\$ -	\$ 21,741,004	\$ 21,741,004	\$ 248,618
394,514	174,135	568,649	19,780
19,472	16,211	35,683	1,070
808	6,103	6,911	216
407	2,993	3,400	297
694	1,450	2,144	292
389	809	1,198	104
625	654	1,279	82
432	1,331	1,763	120
146	923	1,069	-
-	256	256	-
<u>\$ 417,487</u>	<u>\$ 21,945,869</u>	<u>\$ 22,363,356</u>	<u>\$ 270,579</u>

**SCHEDULE OF NET
ASSESSED PROPERTY VALUE BY CATEGORY**

DESCRIPTION OF PROPERTY	VALUATIONS	LEVY
	December 31, 2019	August 13, 2020
Real property - Residential	\$ 1,150,841,900	\$ 20,968,339
Real property - Commercial/Industrial	68,416,800	1,495,591
Motor vehicles	89,595,010	2,183,430
Tangible personal	20,457,783	745,482
TOTAL	<u>1,329,311,493</u>	<u>25,392,843</u>
Less exemptions	135,267,400	(3,175,146)
NET ASSESSED VALUE	<u>\$ 1,194,044,093</u>	<u>\$ 22,217,697</u>

**RECONCILIATION OF CURRENT YEAR
PROPERTY TAX REVENUE**

Current year collections	\$ 22,363,356
July - August 2021 olections Subject to 60 - day FY 2021 Accrual	<u>270,579</u>
	\$ 22,633,935
July - August 2020 Collections Subject to 60 - day FY 2020 Accrual	<u>(417,487)</u>
Plus: Tax treaty	2,883,609
Current Year Property Tax Revenue	<u>\$ 25,100,057</u>

STATISTICAL SECTION

This part of the Town of Glocester, Rhode Island's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the governments overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the governments most significant local revenue source, property taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Schedule 1
Town of Glocester, Rhode Island
Net position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Primary Government										
Governmental activities										
Net investment in capital assets										
Restricted	\$ 15,094,315	15,636,833	15,982,202	15,758,086	16,171,427	16,257,611	16,339,482	16,914,197	17,384,788	17,235,244
Unrestricted	4,738,724	5,044,716	4,737,642	3,391,797	2,099,156	2,643,015	2,500,024	2,371,088	3,291,089	3,882,058
Total governmental activities net position	<u>6,027,370</u>	<u>7,266,099</u>	<u>8,142,089</u>	<u>3,647,072</u>	<u>4,203,504</u>	<u>3,738,883</u>	<u>3,686,731</u>	<u>3,025,336</u>	<u>1,611,972</u>	<u>1,929,636</u>
Total governmental activities net position	<u>\$ 25,860,409</u>	<u>\$ 27,947,648</u>	<u>\$ 28,861,933</u>	<u>\$ 22,796,955</u>	<u>\$ 22,474,087</u>	<u>\$ 22,639,509</u>	<u>\$ 22,526,237</u>	<u>\$ 22,310,621</u>	<u>\$ 22,287,849</u>	<u>\$ 23,046,938</u>
Business-type activities										
Net investment in capital assets	\$ -	-	-	-	-	-	-	-	-	-
Unrestricted	57,785	62,929	60,541	60,114	63,658	55,931	49,960	47,698	(2,748)	77,681
Total business-type activities net position	<u>\$ 57,785</u>	<u>\$ 62,929</u>	<u>\$ 60,541</u>	<u>\$ 60,114</u>	<u>\$ 63,658</u>	<u>\$ 55,931</u>	<u>\$ 49,960</u>	<u>\$ 47,698</u>	<u>\$ (2,748)</u>	<u>\$ 77,681</u>
Primary government										
Net investment in capital assets	\$ 15,094,315	\$ 15,636,833	\$ 15,982,202	\$ 15,758,086	\$ 16,171,427	\$ 16,257,611	\$ 16,339,482	\$ 16,914,197	\$ 17,384,788	\$ 17,235,244
Restricted	4,738,724	5,044,716	4,737,642	3,391,797	2,099,156	2,643,015	2,500,024	2,371,088	3,291,089	3,882,058
Unrestricted	6,085,155	7,329,028	8,202,630	3,707,186	4,267,162	3,794,814	3,736,691	3,073,034	1,609,224	2,007,317
Total primary government net position	<u>\$ 25,918,194</u>	<u>\$ 28,010,577</u>	<u>\$ 28,922,474</u>	<u>\$ 22,857,069</u>	<u>\$ 22,537,745</u>	<u>\$ 22,695,440</u>	<u>\$ 22,576,197</u>	<u>\$ 22,358,319</u>	<u>\$ 22,285,101</u>	<u>\$ 23,124,619</u>

Schedule 2
Town of Gloucester, Rhode Island
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
Administration	\$ 839,967	\$ 785,087	\$ 928,912	\$ 671,232	\$ 1,970,608	\$ 1,369,934	\$ 1,286,078	\$ 1,336,195	\$ 1,537,816	\$ 1,464,005
Finance	652,595	619,435	547,164	593,176	601,595	590,868	648,734	736,814	940,712	871,391
Public safety	2,151,464	2,207,975	2,146,761	2,341,273	2,341,021	2,402,364	2,397,982	2,561,902	2,468,866	2,850,991
Public works	2,095,239	2,095,284	2,427,577	2,394,808	2,364,144	2,370,728	2,539,395	2,517,830	2,411,683	2,556,042
Recreation	344,940	358,137	379,978	385,788	346,339	335,288	412,567	579,415	430,246	381,423
Social services	506,408	142,306	273,844	228,336	308,136	213,081	212,209	232,505	467,376	314,685
Operational expenses	315,689	327,098	559,608	389,605	376,743	398,346	432,276	505,481	511,142	584,509
Aid requests	322,750	322,914	325,970	336,441	344,446	413,298	369,428	368,380	380,918	389,353
Education	19,118,861	19,024,086	19,330,423	18,718,145	19,682,541	20,518,507	20,657,668	20,745,428	21,443,761	21,908,704
Interest on debt	197,988	144,345	144,723	125,975	104,779	84,156	74,220	65,339	55,267	48,286
Total governmental activities expenses	\$ 26,545,901	\$ 26,026,667	\$ 27,064,960	\$ 26,184,779	\$ 28,440,352	\$ 28,696,570	\$ 29,030,557	\$ 29,649,289	\$ 30,647,787	\$ 31,369,389
Business-type activities:										
School Lunch	\$ 147,749	\$ 140,718	\$ 148,336	\$ 163,043	\$ 145,170	\$ 140,157	\$ 144,838	\$ 153,407	\$ 134,281	\$ 206,631
Total primary government expenses	\$ 26,693,650	\$ 26,167,385	\$ 27,213,296	\$ 26,347,822	\$ 28,585,522	\$ 28,836,727	\$ 29,175,395	\$ 29,802,696	\$ 30,782,068	\$ 31,576,020
Program Revenues										
Governmental activities:										
Charges for services:										
Administration	\$ 154,714	\$ 14,473	\$ 13,457	\$ 12,353	\$ 12,963	\$ 13,590	\$ 15,533	\$ 12,868	\$ 14,940	\$ 19,758
Finance	34,987	408,769	487,411	459,001	335,225	372,429	467,781	496,378	505,745	658,563
Public safety	154,708	-	-	-	-	-	-	-	-	-
Public works	78,603	-	3,583	-	-	-	-	-	-	-
Recreation	-	-	-	5,752	3,426	2,400	3,920	4,825	3,200	7,402
Social services	26,929	6,000	5,125	2,661	2,828	3,226	13,006	18,262	23,803	1,380
Operational expenses	-	-	-	-	-	-	-	-	-	-
Aid requests	12,501	-	-	-	-	-	-	-	-	-
Education	196,202	138,238	136,074	130,684	141,783	128,097	80,138	96,528	116,497	103,551
Operating grants and contributions:										
Administration	258,723	-	48,713	-	1,484	378	1,812	378	-	2,790
Finance	-	-	-	-	-	-	-	-	-	-
Public safety	67,705	62,086	78,854	52,965	43,733	38,804	19,505	58,592	135,675	82,605
Public works	152,886	119,627	115,399	109,707	111,244	98,969	113,623	110,219	92,323	103,493
Recreation	21,776	-	-	-	-	-	-	-	-	-
Social services	223,833	137,784	199,813	302,322	379,563	199,445	97,430	136,853	162,784	188,845
Operational expenses	-	292,495	358,548	382,794	373,009	376,391	626,601	819,090	1,139,228	1,383,595
Education	3,601,729	3,581,361	3,447,432	2,973,958	2,832,034	3,224,052	3,126,360	3,112,506	2,941,060	3,494,749
Interest	-	-	-	-	-	-	-	-	-	-
Gloucester Land trust	-	5,833	166,233	-	-	57,710	-	-	-	-
Capital grants and contributions:										
Administration	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-
Public works	620,013	530,670	93,116	39,260	-	100,000	-	-	-	-
Recreation and cultural services	106,299	-	-	-	-	-	-	-	-	-
Social services	-	-	-	-	-	-	-	-	-	-
Operational expenses	-	-	-	-	-	-	-	-	-	-
Aid requests	159,363	-	-	-	-	-	-	-	-	-
Education	70,318	-	-	-	-	-	-	302,473	161,774	318,444
Total governmental activities program revenues	\$ 5,941,289	\$ 5,297,336	\$ 5,153,758	\$ 4,471,457	\$ 4,237,292	\$ 4,615,491	\$ 4,565,709	\$ 5,168,972	\$ 5,297,029	\$ 6,365,175

(Continued)

Schedule 2
Town of Gloucester, Rhode Island
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Business-type activities:										
Charges for services:										
School Lunch	\$ 67,556	\$ 58,211	\$ 58,210	\$ 78,107	\$ 81,779	\$ 75,952	\$ 84,242	\$ 105,080	\$ 52,598	\$ 56,383
Operating grants and contributions:										
School Lunch	87,336	87,651	87,738	84,509	66,935	56,478	54,625	46,065	31,237	230,677
Total business-type activities program revenues	\$ 154,892	\$ 145,862	\$ 145,948	\$ 162,616	\$ 148,714	\$ 132,430	\$ 138,867	\$ 151,145	\$ 83,835	\$ 287,060
Total primary government revenues	\$ 6,096,181	\$ 5,443,198	\$ 5,299,706	\$ 4,634,073	\$ 4,386,006	\$ 4,747,921	\$ 4,704,576	\$ 5,320,117	\$ 5,380,864	\$ 6,652,235
Net (expenses) revenues:										
Governmental activities	\$ (20,604,612)	\$ (20,729,331)	\$ (21,911,202)	\$ (21,713,322)	\$ (24,203,060)	\$ (24,081,079)	\$ (24,464,848)	\$ (24,480,317)	\$ (25,350,758)	\$ (25,004,214)
Business-type activities	7,143	5,144	(2,388)	(427)	3,544	(7,727)	(5,971)	(2,262)	-50,446	80,429
Total primary government net expense	\$ (20,597,469)	\$ (20,724,187)	\$ (21,913,590)	\$ (21,713,749)	\$ (24,199,516)	\$ (24,088,806)	\$ (24,470,819)	\$ (24,482,579)	\$ (25,401,204)	\$ (24,923,785)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes, levied for general purposes	\$ 22,783,814	\$ 22,654,085	\$ 22,925,740	\$ 23,143,308	\$ 23,513,886	\$ 23,993,396	\$ 23,743,960	\$ 24,055,522	\$ 24,777,714	\$ 25,048,628
Unrestricted investment earnings	126,810	111,739	119,900	112,281	108,666	102,136	128,669	146,803	164,141	136,257
Other revenues	(30,200)	29,142	16,073	107,502	182,247	208,685	510,492	62,376	386,131	-
Transfers to component unit and other revenue	-	-	-	62,512	76,797	-	-	-	-	536,637
Total primary government	\$ 22,880,424	\$ 22,794,966	\$ 23,061,713	\$ 23,425,603	\$ 23,881,596	\$ 24,304,217	\$ 24,383,121	\$ 24,264,701	\$ 25,327,900	\$ 25,721,522
Change in Net Position										
Governmental activities	\$ 2,275,812	\$ 2,065,635	\$ 1,150,511	\$ 1,712,281	\$ (321,464)	\$ 223,138	\$ (81,727)	\$ (215,616)	(22,772)	717,308
Business-type activities	7,143	5,144	(2,388)	(427)	3,544	(7,727)	(5,971)	(2,262)	(50,446)	80,429
Total primary government	\$ 2,282,955	\$ 2,070,779	\$ 1,148,123	\$ 1,711,854	\$ (317,920)	\$ 215,411	\$ (87,698)	\$ (217,878)	\$ (73,218)	\$ 797,737

(Concluded)

Schedule 3
Town of Glocester, Rhode Island
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ 27,220	\$ 20,536	\$ 25,495	\$ 17,709	\$ 2,000	\$ -	\$ 83,050	\$ -	\$ 5,250	\$ 2,000
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	149,244	104,244	613,099	335,000	735,000	935,315	895,000	1,170,000	1,270,000	1,470,000
Assigned	1,801,918	2,050,504	2,127,865	2,204,411	2,990,400	2,903,283	2,725,863	2,732,506	2,453,951	2,885,743
Unassigned	4,302,080	4,834,262	4,618,771	5,190,560	4,443,472	4,899,808	5,486,939	5,949,317	6,559,643	6,204,815
Total general fund	\$ 6,280,462	\$ 7,009,546	\$ 7,385,230	\$ 7,747,680	\$ 8,170,872	\$ 8,738,406	\$ 9,190,852	\$ 9,851,823	\$ 10,288,844	\$ 10,562,558
Education										
Nonspendable	\$ -	\$ -	\$ -	\$ 4,194	\$ -	\$ -	\$ 1,171,666	\$ 1,320,187	\$ 1,058,142	\$ 1,239,371
Restricted	2,370,412	2,900,834	2,807,840	2,536,504	1,190,775	941,148	514,649	362,164	1,149,957	895,632
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	748,954	807,983	1,300,863	1,547,073	2,972,854	2,749,168	2,516,893	1,686,857	450,929	560,929
Unassigned	-	-	-	-	-	-	-	-	-	-
Total education fund	\$ 3,119,366	\$ 3,708,817	\$ 4,108,703	\$ 4,087,771	\$ 4,163,629	\$ 3,690,316	\$ 4,203,208	\$ 3,369,208	\$ 2,659,028	\$ 2,695,932
Capital Reserve Project Fund										
Committed	\$ 638,203	\$ 922,362	\$ 988,677	\$ 1,492,786	\$ 1,072,475	\$ 905,291	\$ 1,086,739	\$ 925,449	\$ 1,143,970	\$ 1,146,646
Total capital reserve project fund	\$ 638,203	\$ 922,362	\$ 988,677	\$ 1,492,786	\$ 1,072,475	\$ 905,291	\$ 1,086,739	\$ 925,449	\$ 1,143,970	\$ 1,146,646
Community Development Block Grant										
Nonspendable	\$ 430,381	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	(379,906)	-	-	-	-	-	-	-	-	-
Total community development block grant	\$ 50,475	\$ -	\$ -							
All Other Governmental Funds										
Nonspendable	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100	\$ 3,100
Restricted	1,269,408	1,197,884	912,530	855,293	908,381	1,698,767	1,982,275	2,005,824	2,138,032	2,983,326
Unassigned	-	-	-	-	-	-	(83)	(2,579)	(45,570)	(75,008)
Total all other governmental funds	\$ 1,272,508	\$ 1,200,984	\$ 915,630	\$ 858,393	\$ 911,481	\$ 1,701,867	\$ 1,985,292	\$ 2,006,345	\$ 2,095,562	\$ 2,911,418

Schedule 4
Town of Glocester, Rhode Island
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified basis of accounting)
Unaudited

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
General property taxes	\$ 22,537,037	\$ 22,701,157	\$ 22,877,211	\$ 23,146,974	\$ 23,485,584	\$ 24,038,895	\$ 23,859,043	\$ 23,994,625	\$ 24,758,774	\$ 25,100,057
Intergovernmental and departmental revenue	4,656,720	4,338,108	3,946,050	3,743,485	3,663,747	3,954,473	3,883,056	4,397,016	4,443,688	5,325,890
Licenses and fees	525,877	439,162	504,411	459,001	335,225	420,011	515,954	496,378	518,515	680,974
Interest on investments	126,759	110,810	115,159	112,281	108,666	102,130	120,169	146,803	164,001	136,257
Other revenues	319,849	256,033	277,346	366,415	468,489	451,538	437,994	576,033	615,804	858,565
Intergovernmental-pension contribution	332,744	288,222	316,349	-	-	-	-	-	-	-
Total revenues	\$ 28,498,786	\$ 28,133,492	\$ 28,036,526	\$ 27,828,156	\$ 28,061,711	\$ 28,967,047	\$ 28,816,216	\$ 29,610,855	\$ 30,500,782	\$ 32,101,743
Expenditures										
Central Administration	\$ 803,666	\$ 767,489	\$ 922,645	\$ 943,920	\$ 1,214,072	\$ 972,464	\$ 872,061	\$ 904,947	\$ 965,069	\$ 1,122,325
Finance Administration	620,597	632,644	579,654	605,514	615,491	597,182	648,734	736,814	940,712	871,391
Public Safety Department	2,036,564	2,072,097	2,062,419	2,211,680	2,298,880	2,340,112	2,320,283	2,502,076	2,524,267	2,732,646
Public Works Department	1,585,909	1,651,437	1,870,542	1,892,305	1,795,676	1,779,933	1,959,933	1,961,851	1,845,620	1,979,798
Recreation Department	255,834	270,498	299,853	311,711	272,327	264,313	338,328	495,514	336,940	286,310
Social Services (3)	439,399	137,966	206,145	182,935	308,136	213,081	212,209	226,461	461,332	310,771
Operational expenses	315,689	327,098	559,608	389,605	376,743	398,346	432,276	505,481	511,142	584,509
Aid Request	322,750	322,914	325,970	336,441	344,446	353,413	369,428	368,380	380,918	389,353
Education-Elementary	9,321,435	9,225,612	9,243,581	10,100,965	10,032,361	10,371,037	10,569,255	10,138,779	10,237,471	12,052,256
Education-Secondary-Regional (1)	9,349,077	9,330,162	9,571,341	9,146,735	9,280,098	9,900,916	9,655,867	10,306,082	10,828,290	9,600,716
Glocester Land Trust	-	-	-	-	-	-	-	-	-	-
Intergovernmental-pension contribution	332,744	288,222	316,349	-	-	-	-	-	-	-
Capital Outlay	1,793,486	1,033,233	872,330	319,301	770,360	722,357	899,695	1,498,091	1,340,060	883,928
Principal	759,960	429,347	451,873	470,455	514,151	251,433	320,135	300,975	222,534	327,876
Interest	203,789	164,078	146,610	128,199	107,143	85,039	75,110	66,361	55,486	49,730
Bond issuance costs	-	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 28,140,899	\$ 26,652,797	\$ 27,429,520	\$ 27,039,766	\$ 27,929,884	\$ 28,249,626	\$ 28,673,314	\$ 30,011,812	\$ 30,649,841	\$ 31,191,609
Excess of revenues over (under) expenditures	\$ 357,887	\$ 1,480,695	\$ 607,006	\$ 788,390	\$ 131,827	\$ 717,421	\$ 142,902	\$ (400,957)	\$ (149,059)	\$ 910,134
Other Financing Sources (uses)										
Transfers from other funds	8,683,045	7,777,542	8,070,209	7,735,107	7,608,185	8,754,312	8,565,851	8,205,152	8,575,222	9,272,291
Transfers to other funds	(8,683,045)	(7,777,542)	(8,070,209)	(7,735,107)	(7,608,185)	(8,754,312)	(8,565,851)	(8,205,152)	(8,575,222)	(9,272,291)
Proceeds from issuance of debt	-	-	-	-	-	-	75,993	87,691	183,638	177,235
Total other financing sources (uses)	-	-	-	-	-	-	75,993	87,691	183,638	177,235
Net change in fund balances	\$ 357,887	\$ 1,480,695	\$ 607,006	\$ 788,390	\$ 131,827	\$ 717,421	\$ 218,895	\$ (313,266)	\$ 34,579	\$ 1,087,369
Debt service as a percentage of noncapital expenditures	3.7%	2.3%	2.3%	2.2%	2.3%	1.2%	1.4%	1.3%	1.0%	1.2%

Schedule 5
Town of Glocester, Rhode Island
Assessed Value and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30	Real Property		Personal Property		Less: Tax Exempt Property	Total Taxable Assessed Value	Total Effective Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other					
2012 (1)	855,150,110	57,855,300	96,931,960	18,641,800	96,976,087	931,603,083	22.51	946,415,571	98.43%
2013	860,245,870	57,448,800	101,158,350	18,218,040	102,906,239	934,164,821	22.12	934,164,821	100.00%
2014	864,734,870	58,265,600	101,709,774	17,881,680	103,890,779	938,701,145	22.11	938,701,145	100.00%
2015	852,399,400	57,095,000	102,461,135	16,343,430	101,845,251	926,453,714	22.57	926,453,714	100.00%
2016	855,851,600	56,895,900	104,565,190	16,532,794	107,175,515	926,669,969	22.91	926,669,969	100.00%
2017	863,557,400	56,052,600	107,837,121	16,287,825	108,389,579	935,345,367	23.21	935,345,367	100.00%
2018	990,319,100	54,114,800	96,850,659	16,889,436	123,636,521	1,034,537,474	20.64	1,034,537,474	100.00%
2019	998,578,800	55,188,900	93,283,818	16,775,965	130,282,272	1,033,545,211	20.87	1,033,545,211	100.00%
2020	1,008,915,200	55,312,600	91,334,296	18,922,927	137,263,996	1,037,221,027	21.29	1,037,221,027	100.00%
2021	1,150,841,900	68,416,800	89,595,010	20,457,783	135,267,400	1,194,044,093	20.06	1,194,044,093	100.00%

Source: Town of Glocester Tax Assessor

- (1) Full revaluations are performed every nine years. A full revaluation was performed as of December 31, 2010 which affected fiscal year 2012. A statistical revaluation was performed as of December 31, 2013 and will affect fiscal year 2015.

Schedule 6
Town of Glocester, Rhode Island
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)
Unaudited

Fiscal Year	Town Direct Rates (a)					Total Effective Rate (b)	Overlapping Rates (c)			
	Real Property		Motor Vehicles	Tangible Property			Chepachet Fire District	Harmony Fire District	West Glocester Fire District	West Glocester Fire District
	Residential	Commercial		Personal	Inventory				Residential	Commercial
2012	21.66	24.62	24.37	43.13	-	22.51	0.950	1.20	1.55	-
2013	21.25	24.15	24.37	42.31	-	22.12	0.965	1.48	1.55	-
2014	21.24	24.14	24.37	42.29	-	22.11	0.975	1.48	1.55	-
2015	21.77	24.74	24.37	43.34	-	22.57	0.975	1.54	1.55	1.65
2016	22.12	25.13	24.37	44.03	-	22.91	0.975	1.58	1.55	1.65
2017	22.45	25.51	24.37	44.69	-	23.21	0.965	1.77	1.55	1.65
2018	19.73	23.67	24.37	39.46	-	20.64	0.845	1.81	1.55	1.65
2019	20.00	24.00	24.37	40.00	-	20.87	0.835	1.81	1.55	1.65
2020	20.44	24.53	24.37	40.88	-	21.29	0.835	1.81	1.55	1.65
2021	18.22	21.86	24.37	36.44	-	20.06	0.840	1.78	1.55	1.65

- (a) The Direct rates are derived from the records of the Town's Tax Assessor.
(b) The Total Effective Rate = Total Tax levy ÷ Total Assessed Value of all property. [Town only - excludes overlapping rates]
(c) Overlapping rates are those of the local fire districts within the Town of Glocester that apply only to owners within the named districts.
For example, the Chepachet Fire District rates do not apply to property owners in the Harmony Fire District.

Schedule 7
Town of Glocester, Rhode Island
Principal Property Tax Payers,
Current Year, 2021, and Ten Years Prior
Principal Payers
Unaudited

	Fiscal Year				Fiscal Year			
	2021				2011			
	Taxable assessed value	Rank	Percentage of total taxable assessed value	Taxes assessed (3)	Taxable assessed value	Rank	Percentage of total taxable assessed value	Taxes assessed (3)
West Glocester LLC(FM Global). (1)(4)	PILOT	1	PILOT	\$ 2,909,432	PILOT	1	PILOT	1,585,825
Narragansett Electric, Co.	\$ 9,850,660	2	0.95%	280,329	8,916,540	2	0.82%	265,217
CoxCom	2,571,700	3	0.25%	93,713	5,262,290	3	0.48%	188,390
Providence, City of (PWSB) (2)	TREATY	4	TREATY	77,401	3,473,740	4	0.32%	89,648
SCP 2009-C34-078 LLC	3,431,900	5	0.33%	75,021	3,426,120	5	0.31%	71,432
Kopeski Realty LLC	2,405,300	6	0.23%	52,580	2,988,556	6	0.27%	65,017
Criterion Atlantic Property	2,012,500	7	0.19%	43,993	2,803,270	7	0.26%	65,250
Tri State Golf	1,844,280	8	0.18%	43,654	2,656,960	8	0.24%	58,609
Glocester Country Club	1,897,430	9	0.18%	43,235	2,911,100	9	0.27%	47,253
Watmough Jr., Roy P.	1,688,900	10	0.16%	36,919	1,902,947	10	0.17%	37,571
Totals	\$ 25,702,670		2.47%	\$ 3,656,278	34,341,523		3.14%	\$ 2,474,212

Sources: Town of Glocester Tax Assessor and Tax Collector

- (1) In 2003, Factory Mutual Insurance Co., (FMIC) the Town's largest taxpayer, entered into a 20 year payment-in-lieu-of-taxes (PILOT) agreement with the Town. Taxes due to the Town will not be based on assessed value during the time the agreement is in place.
- (2) In 2010, the Providence Water Supply Board (PWSB), an enterprise fund of the City of Providence, entered into a 10 year tax treaty with the Town. Taxes due to the Town will not be based on assessed value during the time the agreement is in place. A new treaty has been negotiated in 2018.
- (3) The Taxes assessed columns are displayed here to show that, even though the PILOT amount paid by FMIC is not based on assessments of their property, FMIC continues to be the Town's largest taxpayer.
- (4) Factory Mutual Insurance Co. changed the name on the property owned in the Town of Glocester to West Glocester LLC in 2010.

Schedule 8
Town of Glocester, Rhode Island
Property Tax Levies and Collections,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year (as originally certified)	Collected within the Fiscal Year of the Levy		Subsequent abatements and additions	Total Tax Levy for Fiscal Year (adjusted for all subsequent abatements and additions)	Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Original Levy				Amount	Percentage of adjusted Levy
2012	20,971,376	20,211,714	96.38%	(33,235)	20,938,141	672,239	20,883,953	99.74%
2013	20,666,155	19,934,607	96.46%	(5,440)	20,660,715	675,955	20,610,562	99.76%
2014	20,750,248	20,012,788	96.45%	23,596	20,773,844	697,395	20,710,183	99.69%
2015	20,914,232	20,248,104	96.81%	(8,157)	20,906,075	612,721	20,860,825	99.78%
2016	21,228,682	20,637,061	97.21%	12,795	21,241,477	561,326	21,198,387	99.80%
2017	21,705,394	21,120,762	97.31%	(2,198)	21,703,196	546,496	21,667,258	99.83%
2018	21,348,945	20,828,244	97.56%	47,438	21,396,383	528,798	21,357,042	99.82%
2019	21,565,218	21,065,655	97.68%	62,361	21,627,579	501,919	21,567,574	99.72%
2020	22,087,099	21,445,068	97.09%	40,679	22,127,778	568,649	22,013,717	99.48%
2021	22,217,697	21,741,004	97.85%	(19,296)	22,198,401	-	21,741,004	97.94%

Source: Town of Glocester Tax Collector

Schedule 9
Town of Glocester, Rhode Island
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years
Unaudited

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Loan Payable	Capital Lease			
2012	3,775,000	154,936	55,447	3,985,383	1.29%	409
2013	3,365,000	135,589	42,238	3,542,827	1.16%	364
2014	2,940,000	175,815	32,548	3,148,363	0.98%	322
2015	2,495,000	195,761	20,210	2,710,971	0.81%	273
2016	2,030,000	146,610	6,314	2,182,924	0.66%	222
2017	1,825,000	360,062	-	2,185,062	0.65%	218
2018	1,620,000	320,920	-	1,940,920	0.58%	193
2019	1,405,000	322,636	-	1,727,636	0.47%	169
2020	1,250,000	438,740	-	1,688,740	0.43%	164
2021	1,090,000	448,099	-	1,538,099	0.39%	149

- Notes:
- Details regarding the Town's outstanding debt can be found in the notes to the financial statements.
 - See Schedule 14 for personal income and population data.

Schedule 10
Town of Glocester, Rhode Island
Ratios of General Bonded Debt Outstanding,
Last Ten Fiscal Years
Unaudited

Fiscal Year	General Bonded Debt Outstanding		Percentage of Actual Taxable Value (a) of Property	Per Capita (b)
	General Obligation Bonds	Total		
2012	3,775,000	3,775,000	0.41%	387.34
2013	3,365,000	3,365,000	0.36%	345.27
2014	2,940,000	2,940,000	0.31%	300.55
2015	2,495,000	2,495,000	0.27%	251.23
2016	2,030,000	2,030,000	0.22%	206.22
2017	1,825,000	1,825,000	0.20%	181.86
2018	1,620,000	1,620,000	0.16%	161.43
2019	1,405,000	1,405,000	0.14%	137.61
2020	1,250,000	1,250,000	0.12%	121.09
2021	1,090,000	1,090,000	0.09%	105.59

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

(a) Actual taxable value equals gross assessed value less exemptions.

(b) Population data can be found in Schedule 14.

Schedule 11
Town of Glocester, Rhode Island
Direct and Overlapping Governmental Activities Debt
As of June 30, 2021
Unaudited

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt	Estimated Share of Overlapping Debt Less Housing Aid (b)
Debt repaid with property taxes				
Foster-Glocester Regional School District	\$ 18,290,000	66.50% (a)	\$ 12,162,850	\$ 4,865,140
Chepachet Fire District	-	100.00%	-	-
Harmony Fire District	-	100.00%	-	-
West Glocester Fire District	-	100.00%	-	-
Subtotal, overlapping debt			12,162,850	4,865,140
Town direct debt			1,538,099	1,538,099
Total direct and overlapping debt			\$ 13,700,949	\$ 6,403,239

Sources: Debt outstanding data provided by each governmental unit.

- (a) Estimated percentage applicable for the Foster-Glocester Regional School District portion of the debt is from the Foster-Glocester Regional School District Fiscal 2021 budget.
- (b) It is anticipated that approximately 60% of the Foster-Glocester Regional School District debt will be paid by the State of Rhode Island in the form of housing aid. Similarly, \$315,000 of the *Town direct debt* is for the Glocester Schools of which it is estimated that 35% will be paid by housing aid. The *Estimated Share of Overlapping Debt less Housing Aid* column is displayed here to show the net anticipated obligation of the Town.

Schedule 12
Town of Gloucester, Rhode Island
Legal Debt Margin Information,
Last Ten Fiscal Years
Unaudited

Assessed Value	\$ 1,194,044,093
Debt limit (3% of assessed value)	35,821,323
Debt applicable to limit:	
General obligation bonds	1,090,000
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	<u>1,090,000</u>
Legal debt margin	<u>\$ 34,731,323</u>

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt limit	\$ 27,948,092	\$ 28,024,945	\$ 28,161,034	\$ 27,793,611	\$ 27,800,099	\$ 28,060,361	\$ 31,036,124	\$ 31,006,356	\$ 31,116,631	\$ 35,821,323
Total net debt applicable to limit	<u>3,775,000</u>	<u>3,365,000</u>	<u>2,940,000</u>	<u>2,495,000</u>	<u>2,030,000</u>	<u>1,825,000</u>	<u>1,620,000</u>	<u>1,405,000</u>	<u>1,250,000</u>	<u>1,090,000</u>
Legal debt margin	<u>\$ 24,173,092</u>	<u>\$ 24,659,945</u>	<u>\$ 25,221,034</u>	<u>\$ 25,298,611</u>	<u>\$ 25,770,099</u>	<u>\$ 26,235,361</u>	<u>\$ 29,416,124</u>	<u>\$ 29,601,356</u>	<u>\$ 29,866,631</u>	<u>\$ 34,731,323</u>
Total net debt applicable to the limit as a percentage of debt limit	13.51%	12.01%	10.44%	8.98%	7.30%	6.50%	5.22%	4.53%	4.02%	3.04%

Note: With certain exceptions, under the General Laws of the State of Rhode Island, the Town may not, without special statutory authorization, incur any debt which would increase its aggregate indebtedness not otherwise excepted by law to an amount greater than 3% of the taxable property of the Town. Deducted from the computation of aggregated indebtedness is the amount of any borrowing in anticipation of taxes authorized by law and the amount of any sinking funds maintained by the Town.

Schedule 13
Town of Glocester, Rhode Island
Pledged-Revenue Coverage,
Last Ten Years
Unaudited

The Town of Glocester, Rhode Island has no non-general obligation long-term debt backed by pledged revenues.

Schedule 14
Town of Glocester, Rhode Island
Demographic and Economic Statistics,
Last Ten Fiscal Years
Unaudited

<u>Fiscal Year Ended June 30</u>	<u>Population (1)</u>	<u>Personal Income (1)</u>	<u>Per Capita Personal Income (1)</u>	<u>Median Age(1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate (3)</u>
2012	9,746	310,049,498	31,813	42.7	1,499	8.1%
2013	9,746	306,482,462	31,447	42.7	1,465	8.8%
2014	9,782	320,869,164	32,802	43.9	1,320	7.1%
2015	9,931	334,883,251	33,721	45.3	1,310	5.9%
2016	9,844	330,333,667	33,556	45.3	1,291	4.0%
2017	10,035 *	337,015,440	33,584	45.3	1,296	4.2%
2018	10,035 *	337,015,440	33,584	44.8	1,282	3.6%
2019	10,210 *	327,167,434	36,132	44.6	1,302	2.4%
2020	10,323 *	328,463,978	38,174	44.9	1,302	7.7%
2021	10,323 *	328,463,978	38,174	44.9	1,302	7.7%

Sources:

- (1) Population, Personal Income, Per Capita Personal Income, and Median Age obtained from U.S. Census Bureau.
- (2) School enrollment provided by the Glocester School District Business Office and the Foster-Glocester Regional School District Business Office. Enrollment includes students in Glocester Public Schools [grades K - 5] and Glocester students enrolled in the Foster Glocester-Regional School District [grades 6 - 12].
- (3) Unemployment rates obtained from State of Rhode Island Dept. of Labor and Training.

* State of RI DLT

Schedule 15
Town of Glocester, Rhode Island
Principal Employers,
Current Year and Nine Years Ago
Unaudited

Employer	Fiscal Year			Fiscal Year		
	2021			2011		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Foster-Glocester Regional School	204	1	1.98%	173	1	2.83%
Town of Glocester	177	2	1.71%	168	2	3.01%
Harmony Hill School Inc	163	3	1.58%	140	3	2.23%
Factory Mutual Insurance Co.	140	4	1.36%	126	4	2.02%
Dino's Park-n-Shop	82	5	0.79%	87	5	1.39%
Concrete Products	28	8	0.27%	0		0.00%
Dunkin' Donuts	23	7	0.22%	26	8	0.40%
CVS	33	9	0.32%	37	6	0.61%
Jacques Bus Line	15	10	0.15%	0		
Total	<u>865</u>		<u>8.38%</u>	<u>757</u>		

Source: Survey of Town businesses.

Schedule 16
Town of Gloucester, Rhode Island
Full-time Equivalent Town Government Employees by Function/Program,
Last Ten Fiscal Years
Unaudited

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Central Administration										
Town Council	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Town Clerk office	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Town Sergeant	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Building/Zoning office	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Planning office	2.0	2.0	2.0	2.0	2.0	1.5	1.5	1.5	1.5	1.5
Board of Canvassers	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Probate Court	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Historic District Commission	-	-	-	-	-	-	-	-	-	-
Land Trust	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Planning Board	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Wastewater Commission	-	-	-	-	-	-	-	-	-	-
Zoning Board	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Financial Administration										
Treasurer's office	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Tax Collection office	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Tax Assessor office	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Public Safety										
Police										
Officers	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0
Dispatchers [civilians]	5.3	5.3	4.4	4.4	4.4	4.4	4.4	4.4	4.4	4.4
Animal Control										
Officer	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Civilians	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9
Emergency Management	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Public Works Department										
Director	3.0	3.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Transfer Station										
Refuse collection	2.3	2.3	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Highway										
Driver/laborer	6.2	6.2	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Maintenance										
Building/grounds	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Custodial	1.5	1.5	1.4	1.4	1.0	1.0	1.0	1.0	1.0	1.0
Vehicles & equipment	1.1	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Recreation Department										
Director	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6
Summer programs	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8
Human Services Department										
Director	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Senior Van driver	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8
Senior Center										
Director	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Mealsite	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7

Schedule 17
Town of Gloucester, Rhode Island
Operating Indicators by Function/Program,
Last Ten Fiscal Years
Unaudited

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police										
Calls	24,960	24,068	25,029	25,576	27,687	28,198	28,865	25,135	26,529	29,672
Physical arrests	326	308	315	227	241	226	236	203	168	214
Citations	2,457	1,933	1,926	1,764	1,649	1,576	1,573	1,170	1,719	971
Accidents	227	232	243	264	201	207	212	203	201	186
Animal Control										
Dog licenses issued	333	439	317	241	327	221	237	207	123	230
Public Works										
Transfer Station										
Refuse collected (avg. tons per month)	232	228	216	211	214	201	203	214	265	251
Recyclables collected (avg. tons per month)	123	119	121	126	115	152	123	117	113	108
Highway										
Street resurfacing (miles)	2.5	4.47	5.1	9.2	8.73	2.83	N/A	N/A	2.5	2.7
Street repairs (miles)	0	0	0	0	0	0	0	0	0	0
Building/Zoning (1)										
Commercial construction permits	12	2	7	18	19	17	27	15	16	12
Residential construction permits - new homes	13	8	17	19	27	36	33	40	52	20
Residential construction permits - other	86	83	184	239	208	232	232	208	306	155
Parks and Recreation										
Athletic field permits	3	3	3	3	3	3	3	3	3	3
Human Services										
Mini-bus passenger transports	746	840	557	461	325	367	370	294	140	426

Sources: Various Town departments.

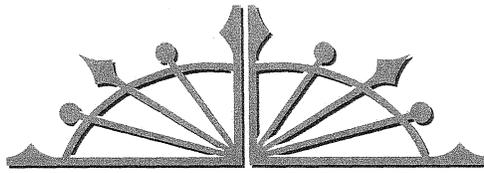
Note: Mini-bus passenger transports were down in 2016 due to, users moved to nursing homes other clients move out of Gloucester or passed away along with the use of state transportation.

Schedule 18
Town of Glocester, Rhode Island
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
Unaudited

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Zone offices	-	-	-	-	-	-	-	-	-	-
Police patrol vehicles	11	16	14	15	15	15	15	15	15	15
Animal Control										
Animal shelters	1	1	1	1	1	1	1	1	1	1
Public Works										
Transfer Station										
Roll-off truck	2	2	2	2	2	2	2	2	2	2
Streets and Highways (in miles)										
Highways (State owned)	38.3	38.3	38.3	38.3	38.3	38.3	38.3	38.3	38.3	38.3
Roads (Town owned)	78.1	78.1	78.1	78.1	78.1	78.1	78.1	78.1	78.1	78.1
Roads - Private (non-Town)	30.4	30.4	30.4	30.4	30.4	31.2	31.2	31.2	31.2	31.2
Park access	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
Driftway	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Total highway and road miles	<u>148.8</u>	<u>148.8</u>	<u>148.8</u>	<u>148.8</u>	<u>148.8</u>	<u>149.6</u>	<u>149.6</u>	<u>149.6</u>	<u>149.6</u>	<u>149.6</u>
Streetlights	-	-	-	-	-	-	-	-	-	-
Traffic signals (State owned)	2.0	3.0	4.0	4	4	4	3	3	3	3
Parks and Recreation										
Acreage	165.3	165.3	165.3	165.3	165.3	165.3	165.3	165.3	165.3	165.3
Playgrounds	3	3	3	3	3	3	3	3	3	3
Tennis courts	4	4	4	4	4	4	4	4	4	4
Beaches	2	2	2	2	2	2	2	2	2	2
Baseball/softball diamonds	4	4	4	4	4	4	4	4	4	4
Soccer/football fields	1	1	1	1	1	1	1	1	1	1
Basketball courts	4	4	4	4	4	4	4	4	4	4
Senior Center	1	1	1	1	1	1	1	1	1	1
Portable Ice Rink	-	-	-	-	-	-	-	-	-	1
Human Services										
Transit mini-bus	1	1	1	1	1	1	1	1	1	1

Sources: Various Town Departments

***TOWN OF GLOCESTER, RHODE ISLAND
SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2021***



BAXTER DANSEREAU & ASSOCIATES, LLP

Accounting, Consulting & Tax Services

Partners

William J. Baxter, Jr., CPA

Paul L. Dansereau, CPA

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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Glocester, Rhode Island as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Glocester's basic financial statements, and have issued our report thereon dated March 10, 2022.

Internal Control Over Financial Reporting

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

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

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

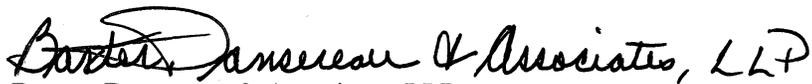
Compliance and Other Matters

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

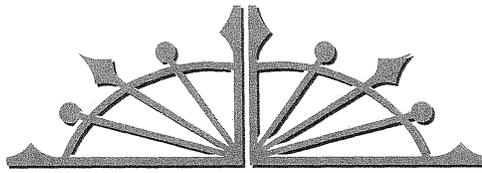
objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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



Baxter, Dansereau & Associates, LLP
West Warwick, Rhode Island
March 10, 2022



BAXTER DANSEREAU & ASSOCIATES, LLP

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Paul L. Dansereau, CPA

REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for the Major Federal Program

We have audited the Town of Glocester's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town of Glocester, Rhode Island's major federal programs for the year ended June 30, 2021. The Town of Glocester's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Town of Glocester, Rhode Island's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town of Glocester, Rhode Island's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the Town of Glocester, Rhode Island, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

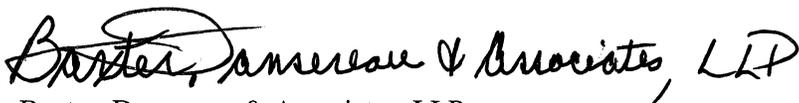
Report on Internal Control Over Compliance

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

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

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

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



Baxter, Dansereau & Associates, LLP
West Warwick, Rhode Island
March 10, 2022

TOWN OF GLOCESTER, RHODE ISLAND
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture				
Passed through the State of Rhode Island Department of Education				
<i>Child Nutrition Cluster:</i>				
National School Breakfast Program	10.553	N/A	\$ -	\$ 38,021
National School Lunch Program	10.555	N/A	-	187,638
Total Child Nutrition Cluster			<u>\$ -</u>	<u>\$ 225,659</u>
Total US Department of Agriculture			<u>\$ -</u>	<u>\$ 225,659</u>
U.S. Department of Health & Human Services				
Passed Through the State of Rhode Historical Preservation and Heritage Commission				
Historic Preservation Fund Grants-in-Aid	15.904	N/A	\$ -	\$ 8,500
Total U.S. Department of Health & Human Services			<u>\$ -</u>	<u>\$ 8,500</u>
U.S. Department of Justice				
Passed through the State of Rhode Island				
Bulletproof Vest Program	16.607	N/A	\$ -	\$ 3,982
Enforcing Underage Drinking Laws Program	16.727	N/A	-	507
Total U.S. Department of Justice			<u>\$ -</u>	<u>\$ 4,489</u>
U.S. Department of Transportation				
Passed through the State of Rhode Island Department of Highway Safety				
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	N/A	-	4,535
Total U.S. Department of Transportation			<u>\$ -</u>	<u>\$ 4,535</u>
U.S. Department of the Treasury				
Passed-through the State of Rhode Island Department of Education and the Rhode Department of Revenue				
COVID-19 Coronavirus Relief Fund- Supplemental Impact Educational Aid	21.019	4672-20902-101	\$ -	\$ 187,683
COVID-19 Coronavirus Relief Fund - Substitute Teacher Pool	21.019	4672-20202-111	-	3,230
Passed-through the State of Rhode Island Department of Commerce Corporation				
COVID-19 Coronavirus Relief Fund- Take it Outside	21.019	N/A	-	8,055
Passed-through the State of Rhode Island Department of Revenue				
COVID-19 Coronavirus Relief Fund	21.019	N/A	-	840,335
Total U.S. Department of the Treasury			<u>\$ -</u>	<u>\$ 1,039,303</u>
U.S. Department of Education				
Direct Grant				
Rural Education Grant	84.358	S358A192501	\$ -	\$ 29,065
Passed-through the State of Rhode Island Department of Education				
Title I Grants to Local Education Agencies	84.010	2725-11702-101	-	235,112
<i>Special Education Cluster:</i>				
Special Education - Grants to States	84.027	2725-13202-101	\$ -	\$ 165,104
Special Education - Preschool Grants	84.173	2725-13502-101	-	4,848
Total Special Education Cluster			<u>\$ -</u>	<u>\$ 169,952</u>
Student Support and Academic Enrichment Program	84.424	2725-20802-101	-	5,954
Improving Teacher Quality State Grants	84.367	2725-16402-101	-	25,425
COVID - 19 Elementary and Secondary School Emergency Relief (ESSER) Fund	84.425D	4672-10502-101	-	149,926
Total U.S. Department of Education			<u>\$ -</u>	<u>\$ 615,434</u>
U.S. Department of Homeland Security				
Passed Through the State of Rhode Island Emergency Management Agency				
Homeland Security Grant Program	97.067	33-04-2016 SHSP	-	32,508
Total U.S. Department of Homeland Security			<u>\$ -</u>	<u>\$ 32,508</u>
Total Expenditures of Federal Awards			<u>\$ -</u>	<u>\$ 1,930,428</u>

The accompanying notes are an integral part of this schedule

TOWN OF GLOCESTER, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2021

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness (es) identified? yes X no

Significant deficiency (ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major federal programs:

Material weakness (es) identified? yes X no

Significant deficiency (ies) identified? yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes X no

Identification of major programs:

<i>CFDA Number(s)</i>	<i>Name of Federal Program or Cluster</i>
21.019	Covid 19 - Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low risk auditee? yes X no

SECTION II – FINANCIAL STATEMENT FINDINGS yes X none

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS yes X none

TOWN OF GLOCESTER, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2021
(continued)

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

A. Significant Deficiency in Internal Control

None Reported.

B. Compliance

None Reported.

SECTION III – FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Finding

None Reported

B. Questioned Costs

None Reported

TOWN OF GLOCESTER, RHODE ISLAND
Schedule of Prior Year Findings and Questioned Costs
For the Year Ended June 30, 2021

PRIOR YEAR FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Findings

None Reported

B. Questioned Costs

None Reported

TOWN OF GLOCESTER, RHODE ISLAND
Notes to Schedule of Expenditures of Federal Awards
June 30, 2021

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of the Town of Glocester, Rhode Island under programs of the federal government for the year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of the Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Town of Glocester, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Town of Glocester, Rhode Island.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of the Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - Indirect Cost Rates

The Town of Glocester has elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance when applicable.

NOTE 4 - Non-Cash Assistance

U.S.D.A. Contributions: The United States Department of Agriculture makes available commodities for donations to schools. Due to the ongoing Coronavirus Pandemic no commodity donations were distributed to the Town for the fiscal year ended June 30, 2021.