
TOWN OF SCITUATE

***ANNUAL COMPREHENSIVE
FINANCIAL REPORT***

***FOR THE FISCAL YEAR ENDED
MARCH 31, 2021***

***THEODORE J. PRZYBYLA
TREASURER***

Prepared by: Town Treasurer's Office

SCITUATE, RHODE ISLAND

**TOWN OF SCITUATE, RHODE ISLAND
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED MARCH 31, 2021**

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(Concluded)

INTRODUCTORY SECTION

This Section Contains the Following Subsections:

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



Town of Scituate

Rhode Island

THEODORE J. PRZYBYLA
TOWN TREASURER

March 30, 2022

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

PO. BOX 127
NORTH SCITUATE, RI 02857
(401) 647-2547

The Annual Comprehensive Financial Report of the Town of Scituate, for the fiscal year ended March 31, 2021, is submitted herewith as mandated by state statutes. State laws require that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) within six months of the close of each fiscal year. This report was prepared by the Treasurer's Office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including disclosures, rests with the Town. We believe the information, as presented, is accurate in all material aspects: that it is presented in a manner designed to fairly set forth the financial position and results of operations of the Town as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain adequate understanding of the Town's financial affairs have been included.

The Town is required to undergo an annual Single Audit in conformance with the provisions of the Single Audit Act of 1996 and Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The Schedule of Expenditures of Federal Awards and Independent Auditors' Report on the internal control structure and compliance with laws and regulations are included in the Single Audit Section of this report.

GENERAL

The Town was established in 1636 and incorporated separately on February 20, 1730. It contains an area of fifty-five square miles and is located approximately eight miles west of Providence, Rhode Island.

The Scituate reservoir and its tributary ponds and streams extend throughout most of the area. The water resources are owned by the City of Providence, which maintains them and the attendant watershed in such attractive condition that much of the Town's area has the appearance of a natural park. The convenient location and general attractiveness have induced a considerable number of executives employed in Providence and other nearby communities, to establish residence in the Town.

By design, the Town has remained residential in character. Except for one manufacturer, businesses are almost entirely of the service type.

Approximately forty percent (42.6%) of the Town area is owned by the City of Providence and is employed in the collection and storage of water. This property was acquired by an act of the State of Rhode Island (the "State") legislature that provided the land could be used for water supply purposes only. This huge reservoir is so well engineered and controlled that it has never posed a flood threat. For its land and improvements thereon, the City of Providence currently pays the Town of Scituate an annual amount that represents approximately 22.13% of the Town's total tax levy. Under legislation adopted by the General Assembly, the amount of taxes and manner for determining that amount may be renegotiated for a period not exceeding ten years. The Town of Scituate and the City of Providence negotiated a new agreement establishing the annual tax payment from January 1, 2020, through December 31, 2029.

Government

The Town of Scituate is a municipal corporation operating under the General Laws of Rhode Island and as such utilizes the Town Council form of government. The Town Council consists of 7 elected members headed by a Town Council President. Town Council members are elected at large for a term of two years. The Town Council has the responsibility of managing the affairs of the Town and submits a detailed budget of its estimated expenditures and revenues for each fiscal year to the voters at an annual Financial Town Meeting, after a series of public hearings held by the Budget Committee. During public meetings, the Budget Committee will review the proposed annual budgets prepared by each department and will compile a recommended annual budget to the Town Council.

Education

The public school system of the Town consists of one senior high school, one middle school and three elementary schools. A five-member School Committee that is elected at-large at the regular biennial elections for four-year term directs the general administration of the Scituate School Department. The School Committee determines and controls all policies affecting the administration, maintenance, and operation of the public schools in the Town. The School Committee appoints a Superintendent as its chief administrative agent; submits a budget of expenditures and revenues to the Budget Committee and ultimately to the voters at an annual Financial Town Meeting and, once the school budget is approved, determines the allocation of the amount appropriated. The school enrollment for September 1, 2021 is 1,206. The cost per student was \$18,956 shared by the Town and the State of Rhode Island in the form of School Operation Aid. The cost of operating the Town's school system for the fiscal year ended March 31, 2020 was \$23,243,994 and \$23,988,949 has been budgeted for fiscal year ending March 31, 2021.

Student enrollment per the Scituate School Department for the past ten years has been and is projected to be as follows:

Fiscal Year	<u>Ending</u>	<u>Enrollment</u>
	<i>Actual</i>	
	2011	1,660
	2012	1,538
	2013	1,503
	2014	1,448
	2015	1,422
	2016	1,367
	2017	1,305
	2018	1,287
	2019	1,232
	2020	1,226
	2021	1,206
	<i>Projected</i>	
	2022	1,258
	2023	1,275

Projections revised NESDC and Scituate School Department

Municipal Services

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

Rubbish and Garbage Collection

Curbside rubbish and garbage collection are made weekly by the Town. Recycling is picked up on a bi-weekly basis. Residents have been issued 64 gallon rolling recycling containers to encourage maximum recycling efforts. The recycling contractor is diligent about only accepting items eligible for recycling.

Police Department

The Scituate Police Department has a force of 17 full-time sworn officers and 8 civilians, for a total complement of 25 employees. Over the last several years, the Scituate Police department has shifted its emphasis from a traditional law enforcement role to a more proactive, community-oriented policing style to better serve the community. We will continue to be partners with the community, for it is by working together that we will solve community problems, increase operational effectiveness, and maintain a high quality of life for all residents of the Town of Scituate. The Scituate Police Department will continue in the direction to maintain a high level of professionalism. We build on the success of the past and continue to grow as a transparent, responsive, and people oriented police department.

In addition to the sworn officers and civilian staff, there are 2 Animal Control Officers. The Animal Control Department operates the Scituate Animal Shelter, which is open five days per week. The Animal Control officers enforce the animal ordinances of the Town of Scituate and Foster. In fiscal 2021 the Police Department expended \$1,990,549.45 and Animal Control spent \$131,205.73. The fiscal 2022 budget is \$2,311,919 for Police and \$136,285 for Animal Control.

Fire Protection

The Scituate Fire Department is comprised from four separate independent fire districts each with one station. With their volunteer and on-call staff, they provide the Town with 24/7 coverage for all hazards and fire suppression. The stations are located on Danielson Pike in North Scituate; Main Street, Hope; Route 102, Chopmist; and Tunk Hill Road in Potterville. Apparatus and equipment include pumpers, tankers, a ladder truck, heavy rescues, brush trucks and rescues. The Department expended \$1,190,232.48 in fiscal 2021 and \$1,392,550 is budgeted for fiscal 2022.

Emergency Management Services

The Town has an Emergency Management Office located at 195 Danielson Pike, North Scituate. A contracted, part-time EMA Director staffs this office. Responsibilities include maintaining and updating the Town's Emergency Operation Plan, Hazard Mitigation Plan and the Town's Emergency Operations Center.

The office initiates vulnerability assessments, resource allocations and provides the coordination of assets during natural disasters or large-scale incidents. The EMA Director will act as the liaison with State and Federal agencies to acquire specialized equipment or obtain funding for prevention or to mitigate hazards following disasters.

The Director also acts as the Coordinator for the Town's emergency resources from both the Fire and Police Departments during State of Emergency events and provides direct oversight to the Town's Community Emergency Response Team (CERT) and its Operations Manager.

Emergency Medical Services

The Town's School Department services the School Health Program. The Emergency Medical Services are provided by the fire departments at the Advance Life Support level. The Hope-Jackson and

North Scituate stations maintain a 24/7 paid rescue system and the Potterville station maintains an all-volunteer rescue 12/7.

Senior Services Center

The Scituate Senior Services Department provides senior programming for the elders of the town 5 days a week through enhancing, enriching and educating the elders of the community. The Senior Services Department acts as a resource for elders and families to liaison among the state and federal agencies supporting elders. The department is run with one full time director and 5 part-time staff. The department is able to provide transportation to all elders of the community with two transit buses and 1 minivan. The Scituate Senior Services department is a standalone building located at 1315 Chopmist Hill Road with acreage for outdoor recreation. The Senior Services Department also operates as a meal site funded by federal government. In fiscal 2021 the Senior Services Department expended \$126,018.52; \$143,140 is budgeted for fiscal 2022.

Public Works, Sewers and Water

The Town's Public Works Department maintains the Town's property including highways, public buildings and recreational facilities. The Department expended \$2,513,958.43 in fiscal 2021 and the fiscal 2022 budget is \$2,812,283. This budget includes payments for care of trees, cemetery care, rubbish and recycling pickup. There are no sanitary sewers in the Town. The Department also maintains an extensive storm-water drain system on municipally owned roadways. The majority of town residents draw water from private wells and a small number of residents are served by a public water supplier (Kent County Water Authority).

Libraries

There are two public libraries in the Town of Scituate; North Scituate Library and Hope Library, primarily supported by the Town appropriation and State Aid. The libraries' fiscal 2021 appropriation was \$519,635 from the Town and \$132,789.75 from State Aid. The fiscal 2022 total Town and State Aid appropriation is \$645,154.

Recreation / Social Services

The Town supports a Recreation Department with a part-time Director who oversees seasonal recreation programs, including a summer program which runs for eight weeks. The Recreation Department also supports local youth sports organizations and after school programs. The Recreation Department expended \$195,562.30 in FY 2021 and \$229,960 is budgeted for FY 2022.

The Town supports various social service and community health organizations. The Town has appropriated and expended \$54,465 in FY 2021 and expects to spend \$55,465 in FY 2022.

Employee Relations

As of March 31, 2021 the Town had 24 full-time and approximately 66 part-time and seasonal employees exclusive of the School and Police Departments. The Police Department employed 17 uniformed officers, 6 full-time and 2 part-time civilian employees and 1 full-time and 1 part-time animal control officers. The School Department as of such date had 147 full and part-time professionals, as well as 97 part-time and full-time non-professional employees.

The Town's uniformed police employees are members of the International Brotherhood of Police Officers (IBPO). The Town and Union have negotiated a new three-year contract through June 30, 2024. The Town's professional school employees are members of the National Education Association of Rhode Island (NEARI) with a contract that expires August 31, 2022. The School Department's custodians are members (NEARI) with a contract that expires June 30, 2023. The School Department's

Paraprofessionals are members (NEAR) with a contract that expires June 30,2024. The employees of the Department of Public Works are members of the Teamsters, Chauffeurs, Warehousemen & Helpers of America Local Union No. 251 with a new one-year contract that expires June 30, 2022. Lastly, the Town recently negotiated a new contract with the Police Dispatchers and Animal Control Officers, who are members of NAGE Local R1-42. The dispatchers' contract expires June 30, 2022.

ECONOMIC CONDITIONS AND OUTLOOK

Population

In 2020, Scituate was ranked 28th in population among the thirty-nine cities and towns in Rhode Island and the Town experienced a 3.4% increase in population from 1990 to 2000. Set forth below is a table of the population in the Town for various years from 1930 to 2020.

Year	Population
1930	2,292
1940	2,838
1950	3,905
1960	5,210
1970	7,489
1980	8,405
1990	9,796
2000	10,324
2010	10,329
2011 – 2014	10,324
2015	10,414
2016	10,566
2017	10,611
2018	10,658
2019	10,603
2020	10,384
2021	10,598

Source: U.S. Bureau of the Census. Rhode Island City and Town, Town Population Estimates

Unemployment

The most recent labor market information summary indicates that annualized unemployment for the years indicated was as shown in the following table:

	ANNUALIZED									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Town of Scituate	5.1%	5.8 %	5.0 %	5.3%	7.0%	12.5%	11.9%	10.5%	9.8%	8.8%
State of Rhode Island	4.6%	5.5%	5.1%	5.2%	7.5%	12.4%	12.9%	11.5%	10.4%	9.3%
United States	5.4%	5.4%	4.3%	5.0%	5.5 %	9.5%	10.2%	8.9%	8.1%	7.4%
	2014	2015	2016	2017	2018	2019	2020	2021		
Town of Scituate	7.0%	5.7%	5.0%	5.6%	5.6%	3.4%	9.8%	5.7%		
State of Rhode Island	7.7%	6.0%	5.6%	5.3%	4.5%	3.7%	10.1%	5.8%		
United States	6.2%	5.3%	5.1%	4.9%	5.7%	3.8%	8.7%	6.7%		

Source: Rhode Island Department of Labor and Training; Data Center

Employment

In 2020 the Town had 287 private business and industrial firms subject to the payment of employment security taxes. During that period, the payrolls for those firms totaled \$8,797,629 and the average number of persons employed were 970. The following is a listing of the various types of industry in the Town covered by the Department of Labor and Training for the calendar year ended December 31, 2020.

Year Ended December 31, 2020

Industry	Average No. of Units	Annual Payroll	Average No. of Employees
Agr., Fish., Mining	7	\$ 165,876	20
Construction	78	2,897,158	244
All Manufacturing	11	94,405	8
Transportation/Warehousing	16	715,588	60
Wholesale Trade	11		
Retail Trade	20	1,459,917	185
Fin., Ins., Real Estate	16	474,063	52
Service Industries	125	2,990,622	381
Information	<u>3</u>	98,882	21
Totals	<u>287</u>	<u>8,797,629</u>	<u>970</u>

Source: www.Rhode Island Department of Labor and Training; Quarterly Census of Employment & Wages; by City and Town. Annual Report

Income Levels

According to the US Census Bureau's five-year 2015-2021 American Survey estimates, the median family income of the Town of Scituate was \$99,838 in 2021 compared to \$81,822 for the State of Rhode Island. Median family income in the Town increased from \$67,167 in 2012, an increase of 43.19%. The Town of Scituate's 2012-2016 median family income ranked 7th among Rhode Island cities and towns.

The per capita income of the Town was \$48,278 compared to \$36,121 for the State. Per capita income in the Town increased from \$28,092 in 2010, an increase of 68.3%. The Town of Scituate's year 2016 per capita income ranks 7th among Rhode Island cities and towns.

Building Permits

The following table indicates the number of building permits issued by the Town building inspector for the calendar years indicated and the declared value of the construction undertaken: the permit totals include additions, renovations, roofing, siding, pools, electrical, mechanical and plumbing permits.

	<u>Permits Issued</u>	<u>Value</u>
1995	581	9,557,407
1996	586	9,809,563
1997	525	8,478,798
1998	504	7,182,210
1999	608	9,131,092
2000	563	9,828,962
2001	647	9,270,187
2002	645	12,542,473
2003	833	15,369,548
2004	*759	13,779,607
2005	750	12,445,315
2006	644	13,531,309
2007	557	9,990,825
2008	590	8,229,435
2009	489	7,194,349
2010	519	6,498,604
2011	521	6,689,490
2012	572	7,031,052
2013	547	5,036,771
2014	538	7,406,272
2015	710	9,690,142
2016	674	9,604,001
2017	583	9,363,928
2018	733	11,697,173
2019	911	13,191,208
2020	887	19,342,330
2021	936	23,507,857

*Includes Churches and Town Properties

Source: Town of Scituate, Building Inspector

Housing

At March 31, 2021, the sale price for a single family home in Scituate ranged from \$60,000 to \$1,425,000. The median sales price for a house in Scituate was \$345,000 and the average sales price was \$362,970.

Source: Tax Assessor's data base

Economic Development

Within the past year, a few projects have been underway and some projects are still on the drawing board.

- The last 2 houses are being built in a 13-lot subdivision "Carriage Hill Crossing"
- There were 24 new home starts & 9 condominium starts in 2021.
- "McIntosh Hill Estates, fka Chopmist Hill Estates" an 18-unit condominium development under "Affordable Housing", received Final approval. Nine units have been constructed and will soon receive Certificates of Occupancy.
- Hope Mill 175-unit apartment complex under "Affordable Housing", received Final Approval.
- Cold Brook Terrace, 11-unit "Affordable Housing" development received Master Plan Approval from the Plan Commission.
- A 9-lot subdivision, Betty Pond Ridge, has applied for "flex zoning" through the Plan Commission.
- Season's Gas Station was built and opened in the Spring of 2021
- Wineberry Condominiums 12-unit "Affordable Housing" is complete. All units sold.

Long – Term Financial Planning

As part of the budget process, the Town established a five-year capital plan beginning in fiscal year 2016. The capital plan was created to prioritize and manage capital needs of the various town departments, and is reviewed annually. The Town has adopted a written policy on the use of these capital funds. Most recently, the Town Council also established an ordinance to create a restricted budget reserve account to be maintained at 10% of the average of last five years' total appropriations (municipal and school).

Major Initiatives

The Town of Scituate hired Weston & Sampson as the consultant to complete the Town's Comprehensive Plan Update. Weston & Sampson, along with the Plan Commission, has completed 75-80% of the revisions. Drafts of some of the completed sections have gone to RI Statewide Planning for review.

The Plan Commission created a Town ordinance to address potential development, construction and management of "Green Energy" projects in the Town. The newly created draft ordinance has been sent to the Town Council for approval.

FINANCIAL INFORMATION

A detailed understanding of the financial position and operating results of the Town is provided in the Annual Comprehensive Financial Report (ACFR). The Management's Discussion and Analysis starting on Page 3 of the ACFR provides additional information to assess the Town's financial condition.

Internal Controls

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

- Transactions are executed in accordance with management's general or specific authorization.
- Transactions are recorded as necessary (1) to permit preparation of financial statements in conformity with generally accepted accounting principles or any other criteria, such as finance - related legal and contractual compliance requirements applicable to such statements, and (2) to maintain accountability of assets.
- Access to assets is permitted only in accordance with management's authorization.
- The recorded accountability of assets is compared with the existing assets at reasonable intervals and appropriate action is taken with respect to any differences.

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

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

Budgetary Control

The Town has formally established budgetary accounting control for its General Fund. It is the responsibility of the Town Budget Committee to submit to the Town Council and make available to the general public a proposed General Fund budget, including the School Departments transfer for the fiscal year. The Town Council may then revise and adopt a recommended General Fund budget including changes to the School Departments transfer. At least two public hearings are conducted on the recommended General Fund Budget and the final recommended budget is approved by the voters and legally enacted through an ordinance by the Town Council at the Annual Financial Town Meeting. The General Fund and School Departments 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.

Independent Audit

In accordance with the RI General Laws an audit of the financial statements has been completed by the Town's independent auditors, Baxter, Dansereau & Associates, LLP and their opinion is included herein.

Reporting Achievement

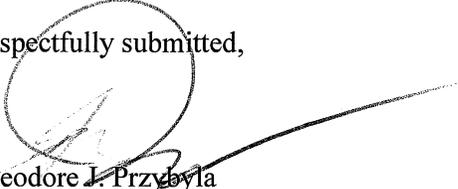
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Scituate for its annual comprehensive financial report for the fiscal year ended March 31, 2020. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive 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 annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate for fiscal 2021.

Acknowledgment

The preparation of the Annual Comprehensive Financial Report on a timely basis could not have been accomplished without the efforts and dedication of the competent staff of the treasurer's office. A special note of appreciation is extended to the many diligent employees who gave their time and efforts to the production of this ACFR. Finally, I would like to thank the Town Council for their support in planning and conducting the financial operation of the Town in a dedicated, professional and responsible manner.

Respectfully submitted,



Theodore J. Przybyla
Town Treasurer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

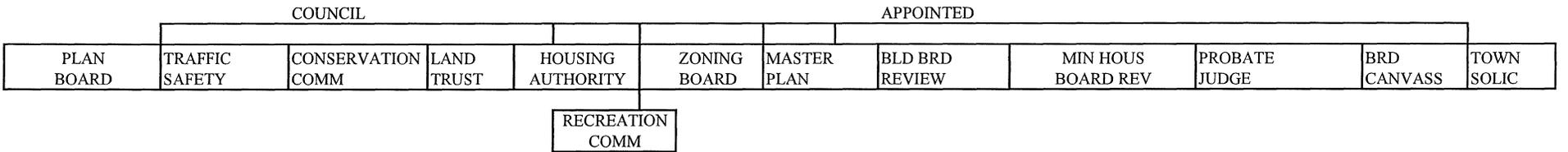
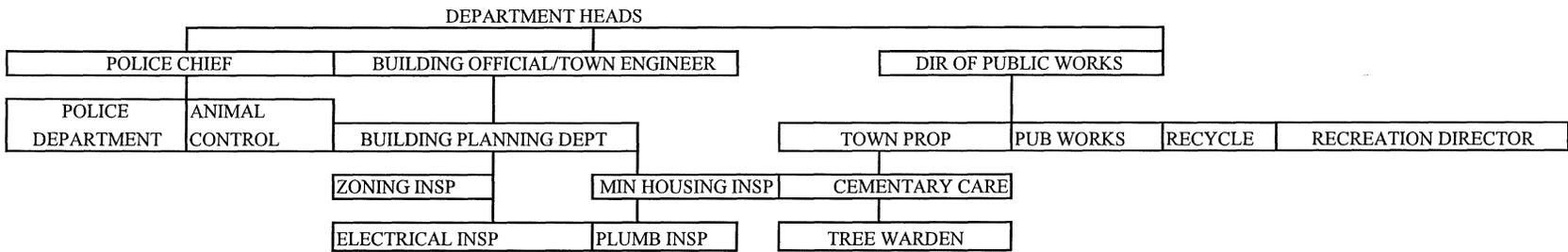
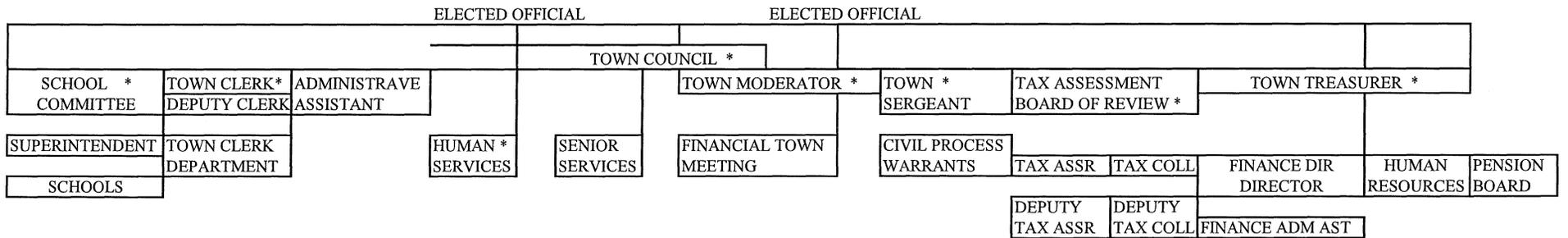
**Town of Scituate
Rhode Island**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

March 31, 2020

Christopher P. Morill

Executive Director/CEO



* ELECTED OFFICIAL
 ALL OTHERS - TOWN COUNCIL APPOINTMENTS

TOWN OF SCITUATE, RHODE ISLAND

As of March 31, 2021

TOWN TREASURER

Theodore J. Przybyla

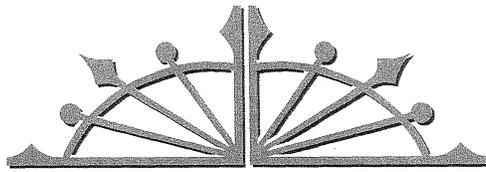
TOWN COUNCIL

Abbie Groves, President
James Brady, Jr. Vice President
Michael Marcello
Theresa Yeaw
David A. D'Agostino
Tim McCormick
Gary Grande

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 Scituate
Scituate, Rhode Island

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Scituate, Rhode Island (Town) as of and for the year ended March 31, 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, each major fund and the aggregate remaining fund information of the Town of Scituate, Rhode Island as of March 31, 2021, and the respective changes in financial position thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

During the year ended March 31, 2021, the Town adopted Government Accounting Standards Board (GASB) Statement No. 84 “Fiduciary Activities.” As discussed in Note 17 to the financial statements, net position as of April 1, 2020, for Governmental Activities, the fund balance of the non-major governmental funds and the fiduciary activities were restated to reflect this change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis, budgetary comparison information and supplementary pension and other postemployment benefit information on pages 4-15 and 81–93 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 Scituate, 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.

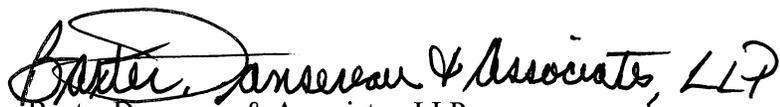
The combining and individual nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information, the Annual Supplementary Transparency Report (MTP2) and the schedule of expenditures of federal awards are the responsibility of management and were derived 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, the combining fiduciary 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 30, 2022, on our consideration of the Town of Scituate, 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 Scituate, Rhode Island's internal control over financial reporting and compliance.



Baxter Dansereau & Associates, LLP

West Warwick, Rhode Island

March 30, 2022

Management's Discussion and Analysis

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

Management of the Town of Scituate provides this Management's Discussion and Analysis of the Town of Scituate 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 Scituate are for fiscal year ended March 31, 2021. We encourage readers to consider this information in conjunction with the additional information that is furnished in the letter of transmittal, which can be found preceding this narrative, and with the Town's financial statements that follow.

FINANCIAL HIGHLIGHTS

- ❖ The Town's primary government net position increased by the amount of \$678,407 as a result of this current year's operations. The major components of this increase were increases in capital related items being larger than depreciation expense, and positive related changes to long-term liabilities. On a government-wide basis the liabilities and deferred inflow of resources of the Town exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$11,741,492.
- ❖ The Town's Government-wide operating expenses were \$40,688,627 a 1.5% increase from the prior year, while revenues collected were \$41,367,034 a 4.3% increase. The increase in operating expenses was mainly due to increases in debt, pension and OPEB related costs charged to various functional activities. The increase in revenue was from additional tax collections and federal and state funding in fiscal year 2021.
- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$13,722,533. Over 38% of this amount, \$5,277,790 is unassigned and available for use within the Town's designation and fiscal policies.
- ❖ At the end of the current fiscal year, the general fund unassigned fund balance was \$5,665,681 or 14.8% of the total general fund expenditures for the fiscal year. The general fund's current fiscal year expenditures and transfers exceeded revenues and transfers by \$284,649. On a budgetary basis revenues and transfers exceeded expenditures and transfers by \$775,382.
- ❖ The Town's total bonded debt declined by \$566,000 and outstanding loans payable decreased by \$356,000.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's annual audit report. The financial section of this report consists of four parts – management's discussion and analysis (this section), the basic financial statements, required supplementary information, and other supplementary information that includes combining statements for non-major governmental funds and other fiduciary funds.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the Town's overall status.
- The remaining statements are fund financial statements that focus on individual parts of the Town government, reporting the Town's operations in more detail than the government-wide statements.
 - ✓ The *governmental funds* statements tell how general government services like public safety were financed in the short term as well as what remains for future spending.
 - ✓ *Fiduciary fund* statements provide information about assets that are held by the Town as a trustee or agent for the benefit of someone or something other than the Town itself. The Town cannot use these assets to support its own programs.

The financial statements also include notes that provide more detailed data about some of the information in the financial statements. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, we have included a section with combining statements that provide details about our non-major governmental funds and fiduciary funds, which are added together and presented in a single column in the basic financial statements.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

Major Features of the Town of Scituate's Government-Wide and Fund Financial Statements - A-2

	Fund Statements		
	Government- Wide Statements	Governmental Funds	Fiduciary Funds
Scope	Entire Town government (except fiduciary funds)	The activities of the Town that are not fiduciary such as police, fire and DPW	Instances in which the Town is the trustee or agent for someone else's resources
Required Financial Statements	Statement of Net Position, Statement of Activities	Balance Sheet, Statement of Revenues, Expenditures, And Changes in Fund Balances	Statement of Fiduciary Net Position, Statement of Changes in Fiduciary Net Position
Accounting Basis And Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Assets/ Deferred Outflow Deferred Inflow Liability Information	All assets, deferred outflows, deferred inflows and liabilities both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon after	All assets and liabilities, both short-term and long-term
Type of Inflow/ Outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due	All additions and deductions during the year, regardless of when cash is received or paid

Government-Wide Statements

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

The two government-wide statements report the Town's *net position* and how they have changed. Net position – the difference between the Town's assets, deferred outflows, deferred inflows and liabilities – is one way to measure the Town's financial health, or position.

- Over time, increases or decreases in the Town's net position is an indicator of whether its financial health is improving or deteriorating, respectively.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

- To assess the overall health of the Town you need to consider additional non-financial factors such as changes in the Town's property tax base and the status and standing of the Town's Schools.

The government-wide financial statements of the Town are made up of one activity.

- *Governmental activities* – Most of the Town's basic services are included here, such as the police, fire, library, public works and general administration. Property taxes, general fees and state funding finance most of these activities.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements focus on individual parts of the Town government, reporting the Town's operations in more detail than the government-wide statements. All of the funds of the Town can be divided into two categories: governmental funds and fiduciary funds. It is important to note that these fund categories use different accounting approaches and should be interpreted differently.

Governmental funds – Most of the basic services provided by the Town are financed through 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, the government fund statements focus on near-term inflows and outflows of spendable resources. They also focus on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the 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 fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and the governmental activities.

The Town maintains one hundred and five governmental funds; one is considered a major fund and is presented in a separate column in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The Town's major governmental fund is the General Fund.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

The basic governmental fund financial statements can be found beginning on page 16 of this report.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town's own programs.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements follow the basic financial statements.

Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information (RSI)*. This section includes budgetary comparison schedules, which include a reconciliation between the statutory revenue and expenditures for budgetary purposes and the revenues and expenditures for the General Fund as presented in the governmental fund financial statements along with pension disclosures. Required supplementary information follows the notes to the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The Town's net position presented a deficit \$11,741,492 at the close of the most recent fiscal year. The net position increased by \$678,407 as a result of this year's current operations. The major components of this increase were increases in capital related items being larger than depreciation expense, and positive related changes to long-term liabilities.

A large portion of the Town's net position reflects its investment in capital such as land, building, and equipment, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

TOWN OF SCITUATE, RHODE ISLAND
Net Position

	Governmental Activities	
	2021	2020
ASSETS		
Current and other assets	\$ 20,283,924	\$ 20,053,327
Capital assets	28,472,798	28,150,264
Total assets	48,756,722	48,203,591
Deferred Outflows of Resources	9,380,888	8,295,776
LIABILITIES		
Current Liabilities	3,599,875	3,821,343
Long-term liabilities	60,044,976	58,313,311
Total liabilities	63,644,851	62,134,654
Deferred Inflows of Resources	6,234,251	6,695,937
NET POSITION		
Net invested in capital assets	14,839,699	14,178,332
Restricted	1,784,517	1,841,704
Unrestricted	(28,365,708)	(28,351,260)
Total net position	\$ (11,741,492)	\$ (12,331,224)

An additional portion of the Town's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the Town's ongoing obligations to citizens and creditors. Internally imposed designations of resources are not presented as restricted net position.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

Changes in Net Position

Governmental activities. Governmental activities for the current year increased the Town's current year's Net Position by \$678,407. See page 9 for a more detailed discussion of the underlying reasons for the change in net position.

TOWN OF SCITUATE, RHODE ISLAND
Changes in Net Position

	Governmental Activities	
	2021	2020
Revenues		
Program revenues		
Charges for services	\$ 1,937,126	\$ 1,741,061
Operating grants and contributions	7,429,919	6,435,048
Total program revenues	9,367,045	8,176,109
General revenues		
Property taxes, levied for general purposes	31,559,588	30,835,528
State revenue sharing	424,581	536,977
Investment earnings and miscellaneous	15,820	104,518
Total general revenues	31,999,989	31,477,023
Total revenues	41,367,034	39,653,132
Expenses		
General government	1,705,035	776,080
Public safety	7,986,762	8,192,853
Public works	2,537,440	2,512,460
Social services	1,146,221	1,143,208
Education	26,784,228	27,008,541
Interest expense	528,941	443,283
Total expenses	40,688,627	40,076,425
Increase (decrease) in net position	678,407	(423,293)
Net position - beginning (restated)	(12,419,899)	(11,907,931)
Net position - end of year	\$ (11,741,492)	\$ (12,331,224)

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

Financial Analysis of the Government's Funds

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the Town'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, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$13,722,533 which is an overall increase of \$215,450 for the current year. Of this total amount \$5,277,790 or 38% represents unassigned fund balance, which is available for spending at the government's discretion.

TOWN OF SCITUATE, RHODE ISLAND
Fund Balance Categories

	General Fund	\$2.8M Bond Fund	RIHEBC School Bond Fund	Non-Major Governmental Funds	Total Governmental Funds
<i>Nonspendable:</i>					
Cemetery perpetual care	-	-	-	120,849	120,849
Deposits held for Health and Dental Benefits	4,227,425	-	-	-	4,227,425
<i>Restricted for:</i>					
Educational programs	679,445	-	76,877	312,089	1,068,411
Public safety programs	-	-	-	101,800	101,800
Social service programs	-	-	-	268,848	268,848
Records preservation	-	-	-	140,108	140,108
Other programs	14,417	-	-	36,120	50,537
<i>Committed for:</i>					
Open space, park & recreational facilities	-	-	-	119,549	119,549
Other programs	-	135,775	-	7,362	143,137
<i>Assigned for:</i>					
2022 budget -Town	115,603	-	-	-	115,603
Educational programs	298,529	-	-	-	298,529
Community programs	29,511	-	-	-	29,511
Public works programs	7,899	-	-	-	7,899
Capital outlay	-	-	-	1,752,537	1,752,537
<i>Unassigned:</i>	5,665,681	-	-	(387,891)	5,277,790
Total fund balances	<u>\$ 11,038,510</u>	<u>\$ 135,775</u>	<u>\$ 76,877</u>	<u>\$ 2,471,371</u>	<u>\$ 13,722,533</u>

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

The general fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the general fund was \$5,665,681. As a measure of the general fund liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 14% of total general fund expenditures.

General Fund Budgetary Highlights

The budget was passed at the annual Financial Town Meeting held on July 15, 2020. Favorable revenue variances were mainly due to Federal Covid – 19 Pandemic funding, state library aid and building inspector fees. Favorable expenditures were related to savings in public safety, public works, and employee benefits.

Other Major Fund Budgetary Highlights

Changes in fund balance of the 2019 Capital Bond Fund was due to revenues from investment income while changes in fund balance for the RIHEBC Bond Fund were due mostly to capital expenditures during the current fiscal year.

Capital Assets and Debt Administration

Capital Assets. The Town's investment in capital assets for its governmental activities as of March 31, 2021, amounted to \$28,472,798 (net of accumulated depreciation). This investment in capital assets includes infrastructure, land, buildings, improvements, machinery and equipment, vehicles, and construction in progress.

TOWN OF SCITUATE, RHODE ISLAND
Capital Assets (Net of Accumulated Depreciation)

	<u>March 31, 2021</u>	<u>March 31, 2020</u>
	<u>Governmental Activities</u>	<u>Governmental Activities</u>
Land & land rights	\$ 5,573,497	\$ 2,282,206
Construction in Progress	2,964,043	8,034,198
Infrastructure	2,443,370	2,058,004
Buildings and improvements	9,882,670	10,311,587
Office furniture and equipment	98,642	121,870
Motor vehicles	3,290,804	3,672,359
Machinery and equipment	4,219,772	1,670,040
	<u>\$ 28,472,798</u>	<u>\$ 28,150,264</u>

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

Additional information on the Town's capital assets can be found in Note 2 – Capital Assets on page 29 of this report.

Long-term debt. At the end of the fiscal year, the Town had total bonded debt outstanding of \$7,386,314 and notes payable of \$6,570,000. General obligation bonds are backed by the full faith and credit of the Town, including the Town's power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt currently outstanding was approved by a vote of the citizens.

TOWN OF SCITUATE, RHODE ISLAND
General Obligation Debt and Notes Payable

	March 31, 2021	March 31, 2020
	Governmental Activities	Governmental Activities
General Obligation Bonds	\$ 3,282,314	\$ 3,545,687
Direct Placement Bonds	4,104,000	4,455,000
Notes Payable	6,570,000	6,926,000
	\$ 13,956,314	\$ 14,926,687

The Town has an AA rating from S&P Global.

State statute limits the amount of bonds a governmental entity can issue to 3% of its total net assessed value, which approximates \$49,943,842. As of March 31, 2021, the Town's debt, subject to the 3% limit, was \$6,804,000 net of bond premium amortization of \$582,314 which is under the debt limit by \$43,139,842.

Additional information on the Town's long-term debt can be found in Note 6 – Long-Term Liabilities on pages 32 – 34 of this report.

Economic Factors and Next Year's Budgets and Rates

The 2021 unemployment rate for the Town of Scituate is 5.7%. This compares to the State's unemployment rate of 5.8% and the national average of 6.7%. Median Household Income ranks 6th and Per Capita Income ranks 10th among Rhode Island's 39 Cities and Towns.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2021
(Un-Audited)

The following factors were considered in preparing the Town's budget for the 2021/2022 fiscal year.

- The Town continues to budget the full ARC for Police Pension plus an additional \$100,000 and continued to fund the OPEB Trust Fund in the amount of \$100,000 in FY 2022
- Contributions for municipal retirement system will be decreasing from the July 2020 rate of 16.67% to 15.01% on July 2021
- The Town expects a 3% increase in health care costs in FY 2022 and no increase in dental costs
- The FY 2022 budget provides for a 2% increase to base salaries for non-union employees. It also anticipates a 2.5% base salary increase for public works/highway union employees and dispatcher union employees. A 2% increase to base salaries is expected for police union employees.
- Most appropriations remain level funded at the prior year's budgeted amounts
- The Emergency Management budget was increased to allow for 24/7 rescue coverage
- The Town continues to redirect prior years drop-off in town debt toward capital expenditures. The 5-year capital plan budget was level funded in FY 2022 at \$890,500

The Town's use of fund balance appropriated for spending within the FY 2021/2022 Budget remains as follows: \$326,073 of the School Department's accumulated surplus, and \$126,250 of the Town's unreserved fund balance. The FY 2022 budget was presented to voters at the annual financial town meeting with a 3.88% tax levy increase. The town tax rates increased 2.3% and are \$18.69 per thousand for residential real property and \$23.19 per thousand for commercial/industrial/mixed use real property for the fiscal year ending March 31, 2022. The motor vehicle tax rate was reduced to \$30.000 per thousand in compliance with state phase out legislation.

The Town of Scituate (Town) and the Providence Water Supply Board (PWSB) have successfully negotiated a new ten-year tax treaty, which began with taxes assessed as of December 31, 2019. The Town and PWSB tax treaty will expire with taxes assessed as of December 31, 2029.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to the Town Treasurer, PO Box 127, 195 Danielson Pike, North Scituate, RI 02857.

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

TOWN OF SCITUATE, RHODE ISLAND
Statement of Net Position
March 31, 2021

	Governmental Activities
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 4,982,635
Real estate and personal property tax receivable (net)	6,623,966
Due from federal and state government	696,758
Other assets	843,767
Prepaid expenses	4,227,425
Total current assets	17,374,551
Noncurrent assets:	
Capital assets:	
Land, land rights and construction in progress	8,537,540
Depreciation buildings, property, equipment, and infrastructure (net)	19,935,258
Net pension asset	2,909,373
Total noncurrent assets	31,382,171
TOTAL ASSETS	48,756,722
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding of debt	110,563
Deferred charges on pensions/OPEB	9,270,325
TOTAL DEFERRED OUTFLOW OF RESOURCES	9,380,888
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	2,061,071
Accrued interest payable	178,742
Unearned revenue	115,911
Other liabilities	49,375
Due within one year	1,194,776
Total current liabilities	3,599,875
Noncurrent liabilities:	
Long-term liabilities	
Due in more than one year	22,447,214
Net pension liability	37,597,762
Total noncurrent liabilities	60,044,976
TOTAL LIABILITIES	63,644,851
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows on pensions/OPEB	6,234,251
NET POSITION	
Net investment in capital assets	14,839,699
Restricted for:	
Educational programs	1,068,411
Public safety programs	101,800
Social service programs	268,848
Records preservation	140,108
Other programs	50,537
Permanent:	
Expendable	33,964
Nonexpendable	120,849
Unrestricted	(28,365,708)
TOTAL NET POSITION	\$ (11,741,492)

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

TOWN OF SCITUATE, RHODE ISLAND
Statement of Activities
For the Fiscal Year Ended March 31, 2021

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Revenue and Changes in Net Position</u>
				<u>Total Governmental Activities</u>
Functions/Programs				
Governmental activities:				
General government	\$ 1,705,035	\$ 949,544	\$ 220,577	\$ (534,914)
Public safety	7,986,762	957,851	168,444	(6,860,467)
Public works	2,537,440	26,260	133,669	(2,377,511)
Social services	1,146,221	-	132,790	(1,013,431)
Education	26,784,228	3,471	6,774,439	(20,006,318)
Interest expense	528,941	-	-	(528,941)
Total governmental activities	\$ 40,688,627	\$ 1,937,126	\$ 7,429,919	(31,321,582)
General revenues:				
				31,559,588
General property tax				424,581
State revenue sharing				15,820
Unrestricted investment earnings				31,999,989
Total general revenues				678,407
Change in net position				(12,419,899)
Net position - beginning restated				\$ (11,741,492)
Net position - end of year				

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

Fund Financial Statements

TOWN OF SCITUATE, RHODE ISLAND
Balance Sheet
Governmental Funds
March 31, 2021

	General Fund	2019 Capital Bond Fund	RIHEBC School Bond Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 2,934,466	\$ 1,018,775	\$ 76,877	\$ 952,517	\$ 4,982,635
Real estate and personal property tax receivable	6,918,966	-	-	-	6,918,966
Due from federal & state governments	88,057	-	-	608,701	696,758
Other assets	547,974	-	-	178,993	726,967
Internal balances	3,209,581	-	-	1,937,380	5,146,961
Prepaid expenditures	4,227,425	-	-	-	4,227,425
TOTAL ASSETS	\$ 17,926,469	\$ 1,018,775	\$ 76,877	\$ 3,677,591	\$ 22,699,712
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued expenses	\$ 2,011,614	\$ -	\$ -	\$ 49,457	\$ 2,061,071
Internal balances	3,223,109	883,000	-	1,040,852	5,146,961
Unearned revenue	-	-	-	115,911	115,911
Other liabilities	49,375	-	-	-	49,375
Total liabilities	5,284,098	883,000	-	1,206,220	7,373,318
DEFERRED INFLOW OF RESOURCES					
Unavailable tax revenue	1,603,861	-	-	-	1,603,861
Fund balances:					
<i>Nonspendable:</i>					
Deposits held for Health and Dental Benefits	4,227,425	-	-	-	4,227,425
Cemetery perpetual care	-	-	-	120,849	120,849
<i>Restricted for:</i>					
Educational programs	679,445	-	76,877	312,089	1,068,411
Public safety programs	-	-	-	101,800	101,800
Social service programs	-	-	-	268,848	268,848
Records preservation	-	-	-	140,108	140,108
Other programs	14,417	-	-	36,120	50,537
<i>Committed for:</i>					
Open space, park & recreational facilities	-	-	-	119,549	119,549
Other programs	-	135,775	-	7,362	143,137
<i>Assigned for:</i>					
2022 budget -Town	115,603	-	-	-	115,603
Revaluation and master plan	298,529	-	-	-	298,529
Community programs	29,511	-	-	-	29,511
Public works programs	7,899	-	-	-	7,899
Capital projects	-	-	-	1,752,537	1,752,537
<i>Unassigned:</i>	5,665,681	-	-	(387,891)	5,277,790
Total fund balances	11,038,510	135,775	76,877	2,471,371	13,722,533
TOTAL LIABILITIES AND FUND BALANCES	\$ 17,926,469	\$ 1,018,775	\$ 76,877	\$ 3,677,591	

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. (see note 8)	28,472,798
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. (see note 8)	664,605
Some liabilities, including bonds payable, pension liabilities and deferred inflows and outflows of resources, are not due and payable in the current period and therefore are not reported in the funds. (Note 8)	(54,601,428)
Net position of governmental activities	\$ (11,741,492)

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

TOWN OF SCITUATE, RHODE ISLAND
Statement of Revenues, Expenditures
and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended March 31, 2021

	<u>General Fund</u>	<u>2019 Capital Bond Fund</u>	<u>RIHEBC School Bond Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
General property tax	\$ 31,579,525	\$ -	\$ -	\$ -	\$ 31,579,525
Federal and state aid grants	5,181,312	-	-	2,142,564	7,323,876
Charges for service	1,048,219	-	-	20,433	1,068,652
Fines and penalties	31,168	-	-	-	31,168
Investment and interest income	147,430	6,781	413	70	154,694
Contributions and private grants	-	-	-	137,878	137,878
Miscellaneous	729,698	-	-	348,910	1,078,608
Total revenues	<u>38,717,352</u>	<u>6,781</u>	<u>413</u>	<u>2,649,855</u>	<u>41,374,401</u>
Expenditures					
General government	1,447,648	-	205	66,326	1,514,179
Public safety	3,406,840	-	-	114,289	3,521,129
Public works	2,513,958	-	-	-	2,513,958
Social services	1,071,310	-	-	25,858	1,097,168
Education	25,150,546	-	-	2,100,637	27,251,183
Fixed charges and other	2,950,329	-	-	-	2,950,329
Debt service					
Principal	922,000	-	-	-	922,000
Interest and other debt cost	578,922	-	-	-	578,922
Capital projects	-	-	97,524	712,559	810,083
Total expenditures	<u>38,041,553</u>	<u>-</u>	<u>97,729</u>	<u>3,019,669</u>	<u>41,158,951</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>675,799</u>	<u>6,781</u>	<u>(97,316)</u>	<u>(369,814)</u>	<u>215,450</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	391,150	391,150
Transfers to other funds	(391,150)	-	-	-	(391,150)
Total other financing sources (uses)	<u>(391,150)</u>	<u>-</u>	<u>-</u>	<u>391,150</u>	<u>-</u>
Net changes in fund balances	284,649	6,781	(97,316)	21,336	215,450
Fund balances - beginning - restated	<u>10,753,861</u>	<u>128,994</u>	<u>174,193</u>	<u>2,450,035</u>	<u>13,507,083</u>
Fund balances - ending	<u>\$ 11,038,510</u>	<u>\$ 135,775</u>	<u>\$ 76,877</u>	<u>\$ 2,471,371</u>	<u>\$ 13,722,533</u>

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

TOWN OF SCITUATE, RHODE ISLAND
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended March 31, 2021

Net change in fund balances - total governmental funds \$ 215,450

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 depreciation expense exceeded capital outlays and adjustments in the current period.

Capital outlay	1,939,685	
Depreciation expense	<u>(1,362,084)</u>	577,601

Property taxes that are not collected in the current period and do not represent current financial resources are deferred in the fund financial statements, however they are recognized as revenues in the statement of activities. (19,937)

Amortization of bond premiums and refunding's in the current period do not represent current financial resources, however they are recognized as expenditures and revenues in the statement of activities. 36,088

Some expenditures and revenues reported in the governmental funds that require the use of current financial resources are not reported as revenue or expenditures in the statement of activities. 26,463

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. The effect of these adjustments resulted in a decrease in 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.

Principal payments made on long-term debt	922,000	
Net (increase)decrease in compensated absences	111,551	
Net (increase) decrease in the net OPEB liability	(1,388,726)	
Net (increase) decrease in the net pension liability	(1,517,708)	
Net increase (decrease) in the net pension asset	156,542	
Net increase (decrease) in deferred outflows	1,097,397	
Net (increase) decrease in deferred inflows	<u>461,686</u>	(157,258)

Change in net position of governmental activities \$ 678,407

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

TOWN OF SCITUATE, RHODE ISLAND
Statement of Fiduciary Net Position
Fiduciary Funds
March 31, 2021

	Trust Funds	Private Purpose Trust Fund	Custodial Funds
ASSETS			
Cash and cash equivalents	\$ 96,588	\$ 51,806	\$ 8,342
Investments:			
Collective funds - equity	5,800,196	-	-
Collective funds - fixed income	2,874,825	-	-
Collective funds - real estate investment trust	115,663	-	-
Total Investments:	8,790,684	-	-
Total Assets	8,887,272	51,806	8,342
NET POSITION			
Restricted for:			
Employees' pension benefits	7,516,868	-	-
Employees' OPEB benefits	1,370,404	-	-
Individuals and organizations		51,806	8,342
TOTAL NET POSITION	\$ 8,887,272	\$ 51,806	\$ 8,342

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

TOWN OF SCITUATE, RHODE ISLAND
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended March 31, 2021

	<u>Trust Funds</u>	<u>Private Purpose Trust Fund</u>	<u>Custodial Funds</u>
Additions:			
Contributions:			
Employer	\$ 1,265,900	\$ -	\$ -
Plan member	164,983	-	-
Fundraising and miscellaneous income	-	-	-
Total contributions;	<u>1,430,883</u>	<u>-</u>	<u>-</u>
Investment income:			
Interest and dividend income	165	5	-
Net appreciation (depreciation) in fair value of investments	2,228,724	-	-
Less: investment expense	<u>(67,870)</u>	<u>-</u>	<u>-</u>
Net investment income	<u>2,161,019</u>	<u>5</u>	<u>-</u>
Transfer in from General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Additions	<u>3,591,902</u>	<u>5</u>	<u>-</u>
Deductions			
Benefits Paid	(1,203,072)	-	-
Payments for goods and services	-	-	-
Administrative fees	<u>(71,474)</u>	<u>-</u>	<u>-</u>
Total Deductions:	<u>(1,274,546)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in fiduciary net position	2,317,356	5	-
Net position - beginning - restated	<u>6,569,916</u>	<u>51,801</u>	<u>8,342</u>
Net position - ending	<u>\$ 8,887,272</u>	<u>\$ 51,806</u>	<u>\$ 8,342</u>

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

Notes to Financial Statements

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The Town of Scituate was incorporated in 1731. The Town is governed largely under the 1731 Colonial Charter. In some matters, including the issuance of short and long-term debt, the Town is governed by the general laws of the State of Rhode Island. The Town provides the following services: Public Safety (police, fire, civil defense, and animal control), Public Works (highways, sanitation, and facilities maintenance), Education, Social Services, and General Administrative Services.

The Town is a municipal corporation governed by a Town Council form of government with a seven-member Town Council headed by a Council President.

In evaluating the inclusion of other separate and distinct legal entities as component units within its financial reporting entity, the Town applied the criteria prescribed by GASB Statement No. 14, as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units." 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. Through the application of GASB Statement Nos. 14 and 39 criteria, no separate entities have been determined to be component units of the Town.

B. BASIS OF PRESENTATION AND ACCOUNTING

The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows, liabilities, deferred inflows, fund equity, net position, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds to demonstrate legal compliance and to aid management by segregating transactions related to specific Town functions or activities.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION AND ACCOUNTING

Recently Issued Accounting Standards

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

The Town has implemented the following new accounting pronouncements:

- The Governmental Accounting Standards Board (GASB) No. 84 - Fiduciary Activities, effective for the Town's fiscal year ending March 31, 2021.

Government-Wide Financial Statements

The Town's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of Governmental Activities for the Town. The Town has no Business-Type Activities. Fiduciary Activities of the Town are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all the Town's assets, deferred outflows of resources, deferred inflow of resources and liabilities, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period in which the liability is incurred. The types of transactions included in program revenues for the Town are reported in three categories: 1) charges for services; 2) operating grants and contributions; and 3) capital grants and contributions.

Certain eliminations have been made as prescribed by GASB Statement No. 34 related to inter-fund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated.

Governmental Fund Financial Statements

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION AND ACCOUNTING

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, deferred inflows of resources and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the Town, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Major Governmental Funds:

General Fund – The General Fund is used to account for resources devoted to financing the general services that the Town performs for its citizens.

2019 Capital Bond Fund - is used to account for financial resources to be used for the acquisition or construction of major capital assets and maintenance of those assets.

RIHEBC School Bond Fund - is used to account for financial resources to be used for the acquisition or construction of major School Department renovations.

Fiduciary Fund Financial Statements

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

Pension Trust Fund – This fund accounts for pension benefits provided to Town Police Officers. The principal revenue source for this fund is employer and employee contributions.

OPEB Trust Fund – This fund accounts for Other Post-Employment Benefits provided to Town eligible employees. The principal revenue source for this fund is employer contributions.

Private Purpose Trust Fund – This fund accounts for assets held by the Town under a trust arrangement to benefit the poor through the Town’s Human Services Department.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. INVESTMENTS

Investments are recorded at fair value. Unrealized gains and losses from changes in fair value are recognized as investment income.

D. ACCOUNTS RECEIVABLE AND TAXES RECEIVABLE

Accounts receivable and taxes receivable balances, are shown net of an allowance for uncollectible accounts. The allowances are calculated from the age of the individual receivables. Property taxes due on July 1 of the current year and other delinquent balances are recorded as receivables.

E. CAPITAL ASSETS AND DEPRECIATION

Capital assets are reported in the Government-Wide Statement of Net Position but are not reported in the Governmental Fund Financial Statements.

All capital assets are capitalized at historical or estimated historical cost. 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 Town follows the policy of not capitalizing assets with a cost of less than \$5,000 and a useful life of less than 1 year.

Depreciation is calculated on the straight-line basis over the following useful lives:

<i>Description</i>	<i>Useful Life</i>
Infrastructure	25-75 years
Buildings and improvements	20-40 years
Office furniture and equipment	5-7 years
Machinery and equipment	10-12 years
Vehicles	4-10 years

F. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The Town also reports as a deferred outflow of resources which are deferred amounts recognized in the development of its annual pension expense in the Statement of Activities and the Statement of Net Position.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports advance property tax collections in the government-wide statement of net position and in the governmental funds balance sheet. Advance property tax collections represent taxes inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. Also, for governmental funds, the Town reports unavailable property tax revenue, which arises only under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources (revenue) in the period that the amounts become available. The Town also reports deferred inflows of resources which are deferred amounts recognized in the development of its annual pension expense in the Statement of Activities and the Statement of Net Position.

G. PROPERTY TAXES

The Town is permitted by State Law to levy property taxes. Current fiscal year tax collections for the Town were approximately 81% of the total 2021 levy. During the period April 1, 2021, through May 31, 2021, the Town collected an additional \$5,315,105 of the 2021 tax levy. The total collections therefore represent approximately 97% of the total 2021 levy. The tax rate of the Town is established by the Town Council.

The Town's fiscal 2020-2021 property taxes were levied on June 25, 2020, on assessed valuation as of December 31, 2019. Upon levy, taxes are billed and are due quarterly on July 1, October 1, January 1, and April 1. Failure to mail payments by due date results in a lien on the taxpayer's property. Assessed values are established by Tax Assessor's Office and are currently calculated at 100% of assessed value for real estate and 95% of market value for motor vehicles. The City of Providence Water Supply Board is the Town's principal taxpayer representing 17.9% of the Town's net assessed valuation in fiscal 2021.

H. COMPENSATED ABSENCES

Under the terms of various contracts and agreements, Town and School Department employees are granted vacation and sick leave in varying amounts based on length of service. Vacation benefits are accrued as a liability based on the accumulated benefits earned on March 31. Sick leave benefits are based on the sick leave accumulated at March 31 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The liability is calculated at the rate of pay in effect on March 31, 2021.

The entire compensated absence liability is reported on the Government-Wide Financial Statements. For Governmental Fund Financial Statements, a compensated absence liability is reported only if a liability has matured (i.e. unused reimbursable leave still outstanding following an employee's resignation or retirement).

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. ACCRUED LIABILITIES AND LONG-TERM DEBT

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

For Governmental Fund Financial Statements, the accrued liabilities are generally reported as a governmental fund liability if due for payment as of the balance sheet date regardless of whether the liabilities will be liquidated with current financial resources. However, claims, judgments, and compensated absences paid from governmental funds are reported as a liability in the Fund Financial Statements only if the liability has matured (i.e. unused reimbursable leave still outstanding following an employee's resignation or retirement). Long-term debt paid from governmental funds is not recognized as a liability in the Fund Financial Statements until due.

J. DEBT PREMIUMS AND ISSUANCE COSTS

In the Governmental Fund Financial Statements, debt premiums and issuance costs are treated as period costs in the year of issue. Debt issuance costs are shown as an "expenditure" and debt premiums are reflected as an "other financing source".

In the Government-Wide Statements, debt premiums are deferred and amortized over the term of the debt. Debt premiums are presented as an addition to the face amount of the debt payable.

K. ESTIMATES

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

L. 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 Scituate, Rhode Island's various pension plans (described in more detail in Note 16) 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.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 2 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended March 31, 2021 was as follows:

	Primary Government				Ending Balance
	Beginning Balance	Increases	Decreases	Adjustments	
Governmental activities:					
Capital assets not being depreciated:					
Land & land rights	\$ 2,282,206	\$ 3,433,771	\$ -	\$ (142,480)	\$ 5,573,497
Construction in progress	8,034,198	1,103,779	(6,173,934)	-	2,964,043
Total capital assets not being depreciated	<u>10,316,404</u>	<u>4,537,550</u>	<u>(6,173,934)</u>	<u>(142,480)</u>	<u>8,537,540</u>
Other capital assets:					
Infrastructure	17,586,670	505,811	-	-	18,092,481
Buildings and improvements	22,368,739	26,652	-	-	22,395,391
Office furniture and equipment	1,703,870	-	-	6,278	1,710,148
Motor vehicles	8,970,666	186,489	-	-	9,157,155
Machinery and equipment	4,404,577	2,857,117	-	(896)	7,260,798
Total other capital assets at historical cost	<u>55,034,522</u>	<u>3,576,069</u>	<u>-</u>	<u>5,382</u>	<u>58,615,973</u>
Less accumulated depreciation for:					
Infrastructure	15,528,666	120,445	-	-	15,649,111
Buildings and improvements	12,057,152	452,920	-	2,649	12,512,721
Office furniture and equipment	1,582,000	33,996	-	(4,490)	1,611,506
Motor vehicles	5,298,307	513,637	-	54,407	5,866,351
Machinery and equipment	2,734,537	241,086	-	65,403	3,041,026
Total accumulated depreciation	<u>37,200,662</u>	<u>1,362,084</u>	<u>-</u>	<u>117,969</u>	<u>38,680,715</u>
Governmental activities capital assets, net	<u>\$ 28,150,264</u>	<u>\$ 6,751,535</u>	<u>\$ (6,173,934)</u>	<u>\$ (255,067)</u>	<u>\$ 28,472,798</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 12,198
Public safety	468,165
Public works	324,335
Social services	49,053
Education	508,333
Total governmental activities depreciation expense	<u>\$ 1,362,084</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 3 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

LEGAL DEBT MARGIN – The Town's legal debt margin as set forth by State Statute is limited to 3% of total net assessed value, which approximates \$49,943,842. As of March 31, 2021, the Town's debt subject to the 3% limit, was \$6,804,000, which is under the debt limit by \$43,139,842.

DEFICIT FUND BALANCES – The following non-major fund Special Revenue Funds had a deficit fund balance at March 31, 2021: Main Street Project (\$39,010), Citizens Police Academy Fund (\$402), Hazard Mitigation Grant (\$2,777), Police Homeland Security (\$18,308), Champlin Grant (\$395), Civics Grant (\$1,676), RI Foundation (\$419) Capital Projects Funds – Animal Shelter (\$8,450), Congregational Church Restoration Fund (\$689) and the New Police Station Bond Fund (\$315,765).

NOTE 4 – CASH DEPOSITS

DEPOSITS – are in various financial institutions and are carried at cost. The carrying amount of deposits is separately displayed on the Balance Sheet of the Fund Financial Statements and Statement of Net Position as “Cash and Cash Equivalents” and “Cash Overdraft”.

Cash and investments of the Town consist of the following at March 31, 2021:

<i>Cash and cash equivalents</i>	
Deposits with financial institutions	\$ 5,139,371
 <i>Investments</i>	
Collective funds - equity	5,800,196
Collective funds - fixed income	2,874,825
Collective funds - real estate investment trust	115,663
Total Investments	8,790,684
Total cash and Investments	\$ 13,930,055

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

<i>Statement of net position</i>	
Cash and cash equivalents	\$ 4,982,635
	\$ 4,982,635
 <i>Fiduciary funds</i>	
Cash and cash equivalents	156,736
Investments	8,790,684
	8,947,420
Total cash and investments	\$ 13,930,055

CUSTODIAL CREDIT RISK – Custodial credit risk is the risk that in the event of a bank failure, the Town’s deposits may not be returned to it. The Town does not have a formal deposit policy for custodial credit risk. As of March 31, 2021, \$-0- of the Town’s bank balance of \$13,891,008 was exposed to custodial credit risk.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 4 – CASH DEPOSITS (continued)

Under Rhode Island general laws, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits which are time deposits with maturities greater than sixty (60) days. Any of these institutions, which do not meet minimum capital standards prescribed by federal regulators, shall insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits, regardless of maturity. At March 31, 2021, the Town's uninsured or uncollateralized deposits with institutions were \$-0-. These deposits are held by institutions that meet the minimum capital standards prescribed by the federal regulators.

NOTE 5 – INVESTMENTS

The Town invests in various types of investments that are stated at fair value. The Town Treasurer has control over the type of investments made, except for those investments in the Police Pension Trust Fund, and OPEB Trust Fund which are controlled by the Plan Trustee. The Town does not have a formal investment policy or any other legally contracted agreement that limits the type of investments that may be made, except as stipulated in the Police Pension Plan trustee agreement.

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.

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.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Town does not have a formal policy which addresses custodial credit risk. The Town had no investments subject to custodial credit risk as of March 31, 2021.

Concentration of Credit Risk – The Town places no limit on the amount the Town may invest in any one issuer. The Town had no investments subject to concentration of credit risk as of March 31, 2021.

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 March 31, 2021:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 5 – INVESTMENTS (continued)

	<u>March 31, 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:				
Domestic equities	\$ 5,800,196	\$ 5,800,196	\$ -	\$ -
Fixed incomes	2,874,825	2,874,825		
Real estate investment trust	115,663	115,663		
Total investments by fair value level	<u>\$ 8,790,684</u>	<u>\$ 8,790,684</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 6 – LONG-TERM LIABILITIES

A. LONG-TERM LIABILITIES

Long-term liability activity for the year ended March 31, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities					
Bonds and loans payable:					
General obligation bonds	\$ 2,915,000	\$ -	\$ 215,000	\$ 2,700,000	\$ 225,000
Direct placement bonds	4,455,000	-	351,000	4,104,000	431,000
Loans payable	6,926,000	-	356,000	6,570,000	370,000
	<u>14,296,000</u>	<u>-</u>	<u>922,000</u>	<u>13,374,000</u>	<u>1,026,000</u>
Plus amortized premium on loans	630,687	-	48,373	582,314	48,373
Total bonds and loans payable	<u>14,926,687</u>	<u>-</u>	<u>970,373</u>	<u>13,956,314</u>	<u>1,074,373</u>
Other liabilities:					
Compensated absences	1,315,578	156,146	267,697	1,204,027	120,403
Net pension liability	36,080,054	1,517,708	-	37,597,762	-
Net OPEB liability	7,092,923	1,388,726	-	8,481,649	-
Total other liabilities	<u>44,488,555</u>	<u>3,062,580</u>	<u>267,697</u>	<u>47,283,438</u>	<u>120,403</u>
Governmental Activities Long-Term Liabilities	<u>\$ 59,415,242</u>	<u>\$ 3,062,580</u>	<u>\$ 1,238,070</u>	<u>\$ 61,239,752</u>	<u>\$ 1,194,776</u>

All debt of the governmental activities is general obligation debt. The payments on the bonds, loans and compensated absences are made from the General Fund. If the net pension liability or net other postemployment benefits obligations were to be liquidated, payments would be made by the General Fund.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
March 31, 2021

NOTE 6 - LONG TERM LIABILITIES (CONTINUED)

Long-term liability activity for the fiscal year ended March 31, 2021 was as follows:

GOVERNMENTAL ACTIVITIES	Date of Issuance	Interest Rate	Date of Maturity	Authorized	Outstanding April 1, 2020	Additions	Maturities During Year	Outstanding March 31, 2021	Amounts due within one year	Interest Paid
General Obligation Bonds Payable										
Direct placement bond - Webster Bank	11/26/2019	2.79%	11/15/2039	\$ 2,000,000	\$ 2,000,000	\$ -	\$ -	\$ 2,000,000	\$ 80,000	\$ 54,231
General obligation bonds	4/17/2018	3.0-5.0%	11/2/2033	3,060,000	2,915,000	-	215,000	2,700,000	225,000	107,150
Direct placement bond - Signature Funding	7/28/2016	1.79%	7/15/2026	2,846,545	2,455,000	-	351,000	2,104,000	351,000	40,806
Total general obligation bonds payable				<u>7,906,545</u>	<u>7,370,000</u>	<u>-</u>	<u>566,000</u>	<u>6,804,000</u>	<u>656,000</u>	<u>202,187</u>
Loans payable										
RIHEBC Revenue Loan 2018 Series A	5/30/2018	2.0-4.5%	5/15/2038	4,740,000	4,580,000	-	165,000	4,415,000	170,000	175,850
RIHEBC Refunding Loan 2017 Series B	4/11/2017	3.0-5.0%	4/1/2029	2,346,000	2,346,000	-	191,000	2,155,000	200,000	94,503
Total loans payable				<u>7,086,000</u>	<u>6,926,000</u>	<u>-</u>	<u>356,000</u>	<u>6,570,000</u>	<u>370,000</u>	<u>270,353</u>
Amortized premium on loans					630,687	-	48,373	582,314	48,373	-
Total governmental activities bonds and loans					<u>14,926,687</u>	<u>-</u>	<u>970,373</u>	<u>13,956,314</u>	<u>1,074,373</u>	<u>472,540</u>
Accrued expenses										
Compensated absences - Town					670,303	97,960	208,521	559,742	55,974	-
Compensated absences - School Department					645,275	58,186	59,176	644,285	64,429	-
Net pension liability					36,080,054	1,517,708	-	37,597,762	-	-
Net OPEB liability					7,092,923	1,388,726	-	8,481,649	-	-
Total accrued expenses					<u>44,488,555</u>	<u>3,062,580</u>	<u>267,697</u>	<u>47,283,438</u>	<u>120,403</u>	<u>-</u>
Total long-term liabilities - governmental activities					<u>\$ 59,415,242</u>	<u>\$ 3,062,580</u>	<u>\$ 1,238,070</u>	<u>\$ 61,239,752</u>	<u>\$ 1,194,776</u>	<u>\$ 472,540</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 6 – LONG-TERM LIABILITIES (Continued)

The debt service through maturity for the above bonds is as follows:

SCHEDULE OF DEBT SERVICE REQUIREMENTS

GOVERNMENTAL ACTIVITIES				
Fiscal Year	Bonds		Notes from Direct Borrowings and Direct Placements	
Ended March 31,	Principal	Interest	Principal	Interest
2022	\$ 225,000	\$ 96,400	\$ 431,000	\$ 90,460
2023	230,000	89,650	431,000	81,939
2024	240,000	82,750	436,000	73,418
2025	245,000	75,550	436,000	64,759
2026	255,000	63,300	440,000	56,107
2027-2031	1,100,000	151,950	845,000	197,105
2032-2036	405,000	24,600	565,000	121,110
2037-2040	-	-	520,000	36,780
	\$ 2,700,000	\$ 584,200	\$ 4,104,000	\$ 721,678

GOVERNMENTAL ACTIVITIES
LOANS PAYABLE

Fiscal Year	Principal	Interest
Ended March 31,		
2022	\$ 370,000	\$ 257,612
2023	385,000	243,637
2024	405,000	228,981
2025	420,000	210,776
2026	440,000	192,050
2027-2031	2,185,000	672,561
2032-2036	1,395,000	307,988
2037-2039	970,000	51,801
	\$ 6,570,000	\$ 2,165,406

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 6 – LONG-TERM LIABILITIES (Continued)

SEWER FUND INTER-MUNICIPAL AGREEMENT

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

Fiscal Year Ended	Total
March 31,	
2022	23,270
2023	23,301
2024	23,317
2025	23,168
2026	23,168
2027	23,166
Thereafter	84,920
TOTALS	\$ 224,310

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 7 – INTERFUND BALANCES AND TRANSFERS

The Town reports interfund balances between many of its funds. The totals of all balances agree with the sum of interfund balances presented in the fund statements.

	Due from / other funds	Due to/ other funds
General Fund	\$ 3,209,581	\$ 3,223,109
Special Revenue Funds:		
Town Special Revenue	329,963	101,326
School Special Revenue	116,868	614,622
Capital Project Funds		
Capital Projects Funds	1,490,549	1,207,904
Totals	\$ 5,146,961	\$ 5,146,961

The balances primarily result from the time lag between the dates the 1) transactions are recorded in the accounting system and 2) payments between funds are made.

<u>Fund / Department</u>	Transfers from other funds	Transfers to other funds
General Fund	\$ -	\$ 391,150
Capital Projects	391,150	-
Totals	\$ 391,150	\$ 391,150

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
March 31, 2021

NOTE 8 - DIFFERENCES BETWEEN GOVERNMENTAL FUNDS BALANCE SHEET AND THE STATEMENT OF NET POSITION

"Total fund balances" of the Towns' governmental funds \$13,722,533 differs from "net position" of governmental activities \$ (11,741,492) 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	\$ 4,982,635	\$ -	\$ -	\$ 4,982,635
Receivables:				
Property taxes, net	6,918,966	(295,000)	-	6,623,966
Intergovernmental	696,758	-	-	696,758
Other assets	726,967	116,800	-	843,767
Internal balances	5,146,961	-	(5,146,961)	-
Prepaid expenses	4,227,425	-	-	4,227,425
Property, plant and equipment - net	-	19,935,258	-	19,935,258
Assets not being depreciated	-	8,537,540	-	8,537,540
Net pension asset	-	2,909,373	-	2,909,373
Total assets	<u>22,699,712</u>	<u>31,203,971</u>	<u>(5,146,961)</u>	<u>48,756,722</u>
Deferred Outflows of Resources	-	9,380,888	-	9,380,888
LIABILITIES				
Liabilities:				
Accounts payable and accrued expenses	2,061,071	-	-	2,061,071
Accrued interest payable	-	178,742	-	178,742
Internal balances	5,146,961	-	(5,146,961)	-
Unearned revenue	115,911	-	-	115,911
Other liabilities	49,375	-	-	49,375
Long-term liabilities				
Due within one year	-	1,194,776	-	1,194,776
Due in more than one year	-	22,447,214	-	22,447,214
Net pension liability	-	37,597,762	-	37,597,762
Total liabilities	<u>7,373,318</u>	<u>61,418,494</u>	<u>(5,146,961)</u>	<u>63,644,851</u>
Deferred Inflows of Resources	1,603,861	4,630,390	-	6,234,251
Fund Balances/Net Position				
Total fund balances/net position	13,722,533	(25,464,025)	-	(11,741,492)
Total liabilities and fund balances/net position	<u>\$ 22,699,712</u>	<u>\$ 40,584,859</u>	<u>\$ (5,146,961)</u>	<u>\$ 58,137,610</u>

(continued)

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
March 31, 2021

NOTE 8 - DIFFERENCES BETWEEN GOVERNMENTAL FUNDS 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	\$	67,153,513
Accumulated depreciation		(38,680,715)
		28,472,798
	\$	28,472,798

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. Also some expenditures in the governmental activates do not reflect current period charges.

Adjustment of unearned revenue	\$	1,603,861
Accrued interest receivable		116,800
Accrued interest payable		(178,742)
Allowance for doubtful accounts		(295,000)
Bond premiums		(582,314)
		664,605
	\$	664,605

Long-term liabilities applicable to the Towns' 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 payable	\$	6,804,000
Loans payable		6,570,000
Accrued compensated absences		1,204,027
Net pension liability		37,597,762
Net OPEB liability		8,481,649
		60,657,438
	\$	60,657,438

Town pension plans with a net pension asset balance at the end of the year.

Net pension asset - TSB	\$	(2,630,062)
Net pension asset - MERS Police COLA		(44,294)
Net pension asset - MERS Police employees		(235,017)
		(2,909,373)
	\$	(2,909,373)

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; such as changes of assumptions or differences in expected and actual investment returns. These amounts will be recognized in future periods.

Deferred inflows of resources - pensions/OPEB	\$	(6,234,251)
Deferred outflows of resources - pensions/OPE		9,270,325
Deferred outflow on refunding of debt		110,563
		3,146,637
	\$	3,146,637

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
March 31, 2021

NOTE 9 - DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES

The "net change in the fund balances" for governmental funds \$215,450 differs from the "change in net position" for governmental activities \$678,407 reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

Statement of Revenues, Expenditures, and Changes in Fund Balances/Statement of Activities

	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	\$ 31,579,525	\$ (19,937)	\$ -	\$ -	\$ 31,559,588
Intergovernmental and departmental revenues	7,323,876	-	-	-	7,323,876
License and permits	1,068,652	-	-	-	1,068,652
Fines and penalties	31,168	-	-	-	31,168
Interest on investments	154,694	12,570	-	-	167,264
Tuitions	137,878	-	-	-	137,878
Other revenues	1,078,608	-	-	-	1,078,608
Total revenues	41,374,401	(7,367)	-	-	41,367,034
Expenditures					
Current:					
General government	1,514,179	219,320	12,198	(40,662)	1,705,035
Public safety	3,521,129	-	333,818	1,181,486	5,036,433
Public works	2,513,958	-	23,482	-	2,537,440
Social services	1,097,168	-	49,053	-	1,146,221
Education	27,251,183	(501,228)	(186,069)	220,342	26,784,228
Fixed charges and other	2,950,329	-	-	-	2,950,329
Debt Service					
Principal	922,000	-	-	(922,000)	-
Interest	578,922	(49,981)	-	-	528,941
Capital	810,083	-	(810,083)	-	-
Total expenditures	41,158,951	(331,889)	(577,601)	439,166	40,688,627
Other financing sources (uses)					
Transfers from other funds	391,150	-	-	-	391,150
Transfers to other funds	(391,150)	-	-	-	(391,150)
Total other financing sources (uses)	-	-	-	-	-
Net change for the year	\$ 215,450	\$ 324,522	\$ 577,601	\$ (439,166)	\$ 678,407

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
March 31, 2021

NOTE 9 - DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES (CONTINUED)

(1) Increases in deferred revenues that provide current financial resources to governmental funds are not reported as revenues in the statement of activities. State funded public service corporation tax revenues that are not accrued for in the governmental funds are reported as revenues in the statement of activities.

Unearned revenue property tax	\$ (19,937)
-------------------------------	-------------

Interest expense in the statement of activities differs from the amount reported in the governmental funds for two reasons. Accrued interest was reduced on the calculation for bonds payable and bond issuance costs and premiums are reported as expenditures in governmental funds while in the government-wide financial statements they are capitalized and amortized over the life of the bond.

Accrued interest payable	\$ 13,893
Accrued interest receivable	12,570
Deferred amount of refunding	(12,285)
Amortization bond premium costs	48,373
Total expenditure adjustment	<u>\$ 62,551</u>

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

Capital outlay	\$ 1,939,685
Depreciation expense	(1,362,084)
Difference	<u>\$ 577,601</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.

Principal payments made	566,000
Loan payments made	356,000
Difference	<u>\$ 922,000</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 the OPEB liability	\$ (1,388,726)
Net (increase) decrease in compensated absence	111,551
Net (increase) decrease in the net pension liability	(1,517,708)
Net increase (decrease) in the net pension asset	156,542
Net increase (decrease) in deferred outflows	1,097,397
Net (increase) decrease in deferred inflows	461,686
Change	<u>\$ (1,079,258)</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 10 – NET POSITIONS/FUND BALANCES

The Government-Wide Financial Statements utilize a net position presentation. Net position is categorized as net investment in capital assets, net of related debt; restricted; and unrestricted.

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

Restricted Net Position – This category presents external restrictions imposed by grantors or laws and regulations.

Unrestricted Net Position – This category represents net position of the Town, not restricted for any project or other purpose.

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

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

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

Committed Fund Balance – This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Town’s highest level of decision-making authority.

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 10 – NET POSITION/FUND BALANCES (Continued)

The Town has set classification policies and procedures for the above noted level of fund balance reporting.

- a) For committed fund balances: the Financial Town Meeting is the highest level of decision-making authority by a proposed resolution adopted and approved by the voters is required to establish, modify or rescind a fund balance commitment.
- b) For assigned fund balance: The financial town meeting empowers and authorizes the Town’s Treasurer to assign amounts to a purpose and is also authorized to remove such assignment.
- c) The Town considers amounts that are committed, assigned or unassigned to have been spent when an expenditure is incurred for the purpose of which any amounts in any of the unassigned fund balance classifications could be used.
- d) The Town considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and considers committed amounts to have been spent when and expenditure is incurred for purposes for which amounts in any other unrestricted fund balance could be used.

NOTE 11 – DISAGGREGATION OF RECEIVABLE AND PAYABLE BALANCES

A. ACCOUNTS RECEIVABLE

The Town disaggregates significant components of receivables in the financial statements. Receivable balances determined immaterial are included as other receivables. The Town expects to receive all receivables except CDBG loans receivable within the subsequent year.

B. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The accounts payable and accrued liabilities at March 31, 2021, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Other</u>	<u>Total</u>
Governmental Activities				
General Fund	\$ 1,271,047	\$ 574,736	\$ 178,742	\$ 2,024,525
Other Governmental Funds	49,457	-	-	49,457
	<u>\$ 1,320,504</u>	<u>\$ 574,736</u>	<u>\$ 178,742</u>	<u>\$ 2,073,982</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 12 – POST-EMPLOYMENT BENEFITS

Plan Description

The Town of Scituate has established an irrevocable exclusive benefit trust solely to fund retiree health care benefits. Eligible employees are town clerks, town police, and town non-contract employees. The benefit provisions and further eligibility conditions are as listed on subsequent sections to this note.

The Town of Scituate entered into a program to address its Other Post Employment Benefit liability (OPEB). This program will be managed by the Rhode Island Interlocal Risk Management Trust, the Town’s Insurer (The Trust).

In partnership with Public Agency Retirement Services (PARS), The Trust has established a comprehensive and cost-effective Other Post-Employment Benefits (OPEB) Funding Program. Under a common administrative framework, The Trust OPEB Funding Program provides participating Members with a trusted solution to proactively address their OPEB liabilities and risks.

It is structured as a multiple-employer, irrevocable trust in accordance with Section 115 of the Internal Revenue Code and is compliant with federal and state laws and regulations.

Participating Members gain the advantage of a low-cost fee structure, based on a percentage of assets that decreases as assets grow. And although assets are pooled for economies of scale, there is no cross sharing of earnings or liabilities. Each Member maintains their own separate accounts providing full discretion regarding contribution amounts and timing.

The plan provides the following benefits based on employee group:

- *Certified Teachers:* Upon retirement, certified teachers are eligible to purchase medical and dental insurance (single or family) up to age 65 and pay 100% of the premium.
- *Non-Certified School Employees:* Upon retirement, non-certified school employees are eligible to purchase medical and dental insurance (single or family) for 18 months under COBRA. The COBRA benefits do not constitute a benefit to be included in determination of OPEB liabilities. Therefore, we note this provision exists but is not included in liabilities or cost valued in this report.
- *Police Department:* Police officers that retire after July 1, 2000, with 25 years of service are eligible for medical and dental insurance (single or family). The police officer contributes 50% of the premium towards his/her coverage. Town police officers pay 100% of their dental coverage should they elect to use that benefit.
- *DPW and Non-Union Town Employees:* DPW and non-union town employees upon retirement are eligible for individual medical insurance coverage. Retired members must contribute the following towards their premium coverage:

<u>Years of Service</u>	<u>Contribution</u>
10-15	100%
16-22	21%
23-29	10.5%
30+	0%

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 12 – POST-EMPLOYMENT BENEFITS (continued)

- Town employees are also eligible to contribute 100% of the remaining premium towards family coverage.

Plan Description

Funding Policy

Contribution requirements are negotiated between the Town and the respective unions or are stated in the Town Human Resource Policy Manual for non-union employees. The Town is required to contribute the cost of medical and dental benefits, less the amount of any applicable employee share of medical or dental premiums. For the year ended March 31, 2021, the plan operated on a pay as you go basis. During fiscal year 2016 the Town created a new OPEB Trust fund with the understanding that the trust fund will eventually be used to fund future benefits to be provided to plan members. For the fiscal year ended March 31, 2021, the Town contributed \$100,000 to the plan. The town continues to current year plan benefits on a pay as you go basis while making contributions to the trust.

Classes of Employees Covered

As of March 31, 2021, membership data was as follows:

Active employees	188
Retirees	<u>30</u>
Total Plan Members	218

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, participation rates and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. Below are the actuarial assumptions used to project future costs of the plan.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Methods and Assumptions

Summary of Actuarial Assumptions Used in the Valuations to determine the Net OPEB Liability at the April 1, 2020 measurement date (April 1, 2020 valuation rolled forward to March 31, 2021)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Actuarial Assumptions	
Long term rate of return	7.50%
Discount rate	3.02% as of 3/31/2020; 1.88% as of 3/31/2021
Index rate	2.94% as of 3/31/2020; 1.74% as of 3/31/2021
Health Care Cost Trend Rates	Health: 5.5% per year graded down by the Getzen model to an ultimate rate of 4.04% per year.
	Dental: 4.00% per year
Inflation	2.50% annually
Participation Rate	Police & Town: 80% of eligible future retirees are assumed to participate. School: 45% of eligible future retirees are assumed to participate.
Mortality	2010 Public sector Retirement Plans Mortality table for total Teacher, total Public Safety and total General employee populations with MP-2020.

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 March 31, 2021:

Asset Class	March 31, 2021 Asset Allocation	Target Allocation	Long-term Expected Real Rate of Return
Equity	74.80%	69.00%	8.50%
Fixed Income	24.40%	23.00%	4.50%
Real Estate	0.00%	8.00%	7.00%
Cash and Equivalents	0.80%	0.00%	0.00%
	100.00%	100.00%	

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

Investments

Rate of Return: For the year ended March 31, 2021, the annual money-weighted rate of return on investments, net of investment expense, was 43.07%. 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 March 31, 2021, were as follows:

Total OPEB liability	\$ 9,852,053
Plan fiduciary net positioning	<u>(1,370,404)</u>
Town's net OPEB liability	<u>\$ 8,481,649</u>
Plan fiduciary net positioning as a percentage of the total OPEB liability	13.91%

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 (0.88%) or 1 percentage point higher (2.88%) than the current discount rate:

Net OPEB Liability		
1.00% Decrease (0.88%)	Current Discount Rate (1.88%)	1.00% Increase (2.88%)
\$ 10,244,120	\$ 8,481,649	\$ 7,091,956

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 (4.50% decreasing to 3.04%) or 1 percentage point higher (6.5% decreasing to 5.04%) than the current healthcare trend rates:

Health Care Cost		
1% Decrease (4.50% decreasing to 3.04%)	Current Trend Rate (5.5% decreasing to 4.04%)	1% Increase (6.5% decreasing to 5.04%)
\$ 6,766,734	\$ 8,481,649	\$ 10,742,223

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

Changes in Net OPEB Liability (Asset)

	Increase (Decrease)		Net OPEB Liability (a) - (b)
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	
Balances as of April 1, 2020	\$ 7,965,837	\$ 872,914	\$ 7,092,923
Changes for the Year			
Service Cost	360,361	-	360,361
Interest on the total OPEB liability	237,261	-	237,261
Difference between expected and actual experience	(53,589)	-	(53,589)
Changes in assumptions discount rate	1,493,563	-	1,493,563
Employer contributions	-	251,380	(251,380)
Employee contributions	67,642	67,642	-
Net investment income	-	397,490	(397,490)
Benefit payments, including employee refunds	(219,022)	(219,022)	-
Other changes	-	-	-
Net changes	<u>1,886,216</u>	<u>497,490</u>	<u>1,388,726</u>
Balances as of March 31, 2021	<u>\$ 9,852,053</u>	<u>\$ 1,370,404</u>	<u>\$ 8,481,649</u>

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

For the year ended March 31, 2021, the Town recognized OPEB expense of \$464,839. On March 31, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	OPEB Liability	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (1,975,399)
Changes of assumptions	2,009,408	(118,785)
Changes of assumptions	-	-
Net difference between projected and actual earnings	-	(175,906)
Total	<u>\$ 2,009,408</u>	<u>\$ (2,270,090)</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

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

	Net Deferred Inflows/Outflows of Resources
Year ended March 31:	
2022	\$ (64,196)
2023	(60,647)
2024	(63,107)
2025	(91,720)
2026	(25,941)
Thereafter	44,929
Net Total	\$ (260,682)

NOTE 13 – SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. LITIGATION

During the ordinary course of its operations, the Town is a party to various other claims, legal actions and complaints. In the opinion of the Town's management and legal counsel, these matters are not anticipated to have a material financial impact on the Town.

B. FEDERALLY ASSISTED PROGRAMS – COMPLIANCE AUDITS

The Town participates in several federal awards programs. These programs through the year ended March 31, 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.

NOTE 14 – RISK MANAGEMENT

The Town of Scituate is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; injuries to employees; and natural disasters. The Town and the School Department (as of July 27, 2005) participate in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) which provides coverage for property and liability claims. Upon joining the Trust, the Town and the School Department signed a participation agreement that outlines the rights and responsibilities of the Trust, the Town, and the School Department. The agreement states that for premiums paid, the Trust will assume financial responsibility for the losses up to the maximum amount of insurance purchased, minus deductible amounts.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 14 – RISK MANAGEMENT (continued)

The Trust provides this insurance coverage through a pooled, self- insurance mechanism which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its members. Under the participation agreement, the Town and the School Department are insured for varying amounts depending on the type of coverage provided. Settled claims resulting from these risks have not exceeded Trust coverage in any of the past three fiscal years. And it is not anticipated that the risks will exceed the trust coverage in the current year. There were no reductions in the insurance coverage during the fiscal year up and through the report date.

Self-insurance:

Both the Town and the School Department participate in a multi-employer cost reimbursement healthcare self-insurance risk pool managed by WB Community Health (WBCH). The Town & School pay 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 March 31, 2021, the reported premium deposits exceeded expenditures on deposit by \$133,349 for the Town and premium deposits exceeded expenditures by \$32,904 for the School Department. Additionally, there was a cash deposit balance of \$1,185,740 on the Town side and \$3,041,685 with the School Department.

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 \$150,000.

	Town Year ended March 31, 2021	School Year ended March 31, 2021
	<u> </u>	<u> </u>
Beginning cumulative surplus (deficit)	\$ 1,061,480	\$ 3,008,576
Premium deposits	946,348	2,477,668
Incurred claims (excluding IBNR)	(794,338)	(2,351,572)
Administrative fees	(18,661)	(93,192)
	<u> </u>	<u> </u>
Ending cash deposit balance	1,194,829	3,041,480
Estimated IBNR (three month estimate)	(9,089)	205
Net adjusted reserve	<u>\$ 1,185,740</u>	<u>\$ 3,041,685</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS

Substantially all full-time employees of the Town of Scituate are covered by one of four separate pension plans, each one of which are discussed below.

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

Plan description - Certain employees of the Scituate 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's benefits for service-connected death and certain lump sum death benefits. Joint and survivor benefit provision options are available to members.

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

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

Contributions - The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2021, Scituate 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 Scituate 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 Scituate School Department; the rates were 10.49% and 13.45% of annual covered payroll for the fiscal year ended June 30, 2021, for the state and Scituate School Department, respectively.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS

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

The Scituate School Department contributed \$1,657,187, \$1,595,411, and \$1,579,572 for the fiscal years ended March 31, 2021, 2020 and 2019, respectively, equal to 100% of the required contributions for each year. The State's share of contribution for fiscal 2021 was \$1,228,641 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At March 31, 2021, the Scituate School Department reported a liability of \$19,967,375 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the Scituate 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 Scituate School Department were as follows:

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

Pension Summary:

Scituate School Dept's proportionate share of the net pension liability	\$ 19,967,375
State's proportionate share of the net pension liability associated with the Scituate School Dept.	14,836,249
Total net pension liability	<u>\$ 34,803,624</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 Scituate School Department's proportion of the net pension liability was based on a projection of the Scituate School 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 Scituate School Department proportion was 0.62495583%.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

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

For the year ended March 31, 2021, the Scituate School Department recognized gross pension expense of \$2,982,344 and revenue of \$1,501,446 for support provided by the State. At March 31, 2021 the Scituate School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred outflows of resources:	
Contributions made subsequent to the measurement date	\$ 1,657,187
Difference between expected and actual experience	195,228
Changes in proportion and differences between employer contributions and proportionate share of contributions	299,736
Net difference between projected and actual investment earnings	405,378
Changes in assumptions	<u>891,375</u>
Deferred inflows of resources:	
Difference between expected and actual experience	\$ 389,134
Change of Assumptions	465,306
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>1,406,887</u>
Total	<u><u>\$ 469,610</u></u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

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

\$1,657,187 reported as deferred outflows of resources related to pensions resulting from the Scituate School Department's contributions in fiscal 2021 subsequent to the measurement date will be recognized as a reduction of the net pension liability for 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:	Net Deferred (outflows)/inflows of resources
2022	\$ (447,443)
2023	(133,173)
2024	143,410
2025	100,080
2026	(97,083)
Thereafter	(35,401)
	\$ (469,610)

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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

A. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE 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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

A. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE 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%)
\$ 23,957,692	\$ 19,967,375	\$ 15,151,718

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

B. MUNICIPAL EMPLOYEES RETIREMENT 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.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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.

Final Compensation: 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.

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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.

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.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Other benefit provisions

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

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

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

- a. The COLA will be suspended for any unit whose funding level is less than 80%; however, an interim COLA may be granted in four-year intervals while the COLA is suspended. The first interim COLA may begin January 1, 2018.
- b. Effective July 1, 2015, the COLA is determined based on 50% of the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%, plus 50% of the lesser of 3.0% or last year's CPI-U increase for a total maximum increase of 3.50%. Previously, it was the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%
- c. The COLA will be limited to the first \$25,000 of the member's annual pension benefit. For retirees and beneficiaries who retired on or before July 1, 2015, years in which a COLA is payable based on the every fourth year provision described in (a) 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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Employees covered by benefit terms

The Town of Scituate has three separate reporting units within the MERS plan. The units are for Town General Employees, Police Employees and for Police Employees with COLA.

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

	Town General Employees	Police Employees	Police COLA
Retirees and Beneficiaries	59	1	0
Inactive, Nonretired Members	119	0	0
Active Members	85	0	6
Total	263	1	6

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% (2% if the employer opted to provide a COLA) of their salaries. 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% (10% if employer opted to provide a COLA) of their salaries. The Town of Scituate 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 Scituate contributed \$574,753 in the year ended March 31, 2021, which averaged out to 16.29% of the annual payroll for the MERS Town employees plan and \$42,342 for the MERS Police COLA Plan which was 8.87% of its annual payroll. No contributions were required for the Police Plan.

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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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 - 4.00% to 14.00%
Inflation	2.50%
Mortality	Mortality - Variantes 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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT 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 long-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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

The Town of Scituate has three separate reporting units within its MERS plan. The units are for Town Employees, Police Employees and Police Employees COLA. The following schedules present the changes in the Net Pension Liability (Asset) for the year.

Changes in Net Pension Liability - Town Employees

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2019	\$ 15,050,036	\$ 10,961,223	\$ 4,088,813
Changes for the year:			
Service cost	298,812		298,812
Interest on total pension liability	1,031,344		1,031,344
Effect of benefit changes	-		-
Difference between expected and actual experience	(120,295)		(120,295)
Effect of assumptions changes or inputs	(186,049)		(186,049)
Benefit payments	(931,924)	(931,924)	-
Employer contributions		577,047	(577,047)
Member contributions		93,576	(93,576)
Net investment income		405,011	(405,011)
Administrative expenses		(11,159)	11,159
Other charges		(1)	1
Net changes	<u>91,888</u>	<u>132,550</u>	<u>(40,662)</u>
Balance as of June 30, 2020	<u>\$ 15,141,924</u>	<u>\$ 11,093,773</u>	<u>\$ 4,048,151</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Changes in Net Pension Liability (Asset) - Police Employees

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2019	\$ 15,989	\$ 243,475	\$ (227,486)
Changes for the year:			
Service cost	-	-	-
Interest on total pension liability	993	-	993
Difference between expected and actual experience	1,624	-	1,624
Effect of assumptions changes or inputs	(1,319)	-	(1,319)
Benefit payments	(3,609)	(3,609)	-
Employer contributions	-	-	-
Member contributions	-	-	-
Net investment income	-	9,079	(9,079)
Administrative expenses	-	(250)	250
Other charges	-	-	-
Net changes	<u>(2,311)</u>	<u>5,220</u>	<u>(7,531)</u>
Balance as of June 30, 2020	<u>\$ 13,678</u>	<u>\$ 248,695</u>	<u>\$ (235,017)</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2019	\$ 156,741	\$ 180,777	\$ (24,036)
Changes for the year:			
Service cost	73,946	-	73,946
Interest on total pension liability	13,560	-	13,560
Difference between expected and actual experience	(21,370)	-	(21,370)
Changes of assumptions	(6,268)	-	(6,268)
Employer contributions	-	33,270	(33,270)
Member contributions	-	37,593	(37,593)
Net investment income	-	9,525	(9,525)
Administrative expenses	-	(262)	262
Net changes	<u>59,868</u>	<u>80,126</u>	<u>(20,258)</u>
Balance as of June 30, 2020	<u>\$ 216,609</u>	<u>\$ 260,903</u>	<u>\$ (44,294)</u>

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.

Sensitivity Summary for Net Pension Liability/(Asset)

Plan:	1.00%	Current	1.00%
	Decrease (6.0%)	Discount (7.0%)	Increase (8.0%)
Town Employees	5,419,620	4,048,151	2,393,132
Police Employees	(233,523)	(235,017)	(236,819)
Police COLA	(25,571)	(44,294)	(66,767)

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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 March 31, 2021 the employer recognized pension expense of \$599,122 for Town Employees, a credit of \$12,662 for Police Employees and expense of \$33,021 for Police COLA employees. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	General Town Employees MERS Plan	Police Employees MERS Plan	Police COLA Employees MERS Plan
Deferred Outflows of Resources:			
Contributions subsequent to measurement date	\$ 574,753	\$ 42,342	\$ -
Net difference between projected and actual earnings	200,393	4,332	1,671
Changes in assumptions	-	-	-
Difference between expected and actual experience	6,682	-	-
Total Deferred Outflows of Resources:	\$ 781,828	\$ 46,674	\$ 1,671
Deferred Inflows of Resources:			
Difference between actual and expected experience	219,562	-	24,703
Changes in assumptions	131,817	-	5,938
Total Deferred Inflows of Resources:	\$ 351,379	\$ -	\$ 30,641

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

\$617,095 reported as deferred outflows of resources related to pensions resulting from the Town of Scituate’s 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 over time in pension expense as follows:

Town Employees		Police Employees		Police COLA Employees	
Year Ending	Net Deferred (outflows)/inflows of resources	Year Ending	Net Deferred (outflows)/inflows of resources	Year Ending	Net Deferred (outflows)/inflows of resources
June 30		June 30		June 30	
2022	\$ (204,016)	2022	\$ (345)	2022	\$ (2,028)
2023	(51,941)	2023	1,336	2023	(1,535)
2024	41,106	2024	1,776	2024	(989)
2025	70,547	2025	1,565	2025	(581)
2026	-	2026	-	2026	(1,701)
Thereafter	-	Thereafter	-	Thereafter	(22,136)
Total	\$ (144,304)	Total	\$ 4,332	Total	\$ (28,970)

C. POLICE PENSION PLAN

Plan Description

The Town of Scituate participates in a single employer defined benefit pension plan established by the Town to provide pension benefits for its police officers as of October 1, 1981. The Pension Plan is being administered by Wilmington Trust Company. For financial reporting purposes, the plan is included as a pension trust fund in the Town’s financial statements. A separate, audited pension plan report is not available for the Police Pension Plan. The Town’s payroll for employees covered by the Plan for the year ended March 31, 2021, was \$713,372.

At March 31, 2021, employee membership related to the plan was as follows:

Retired	8
Terminated Vested	1
Vested Disabled	4
Active	<u>22</u>
Total	<u>35</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Benefits and contributions are established by contract and may be amended by union negotiation. The Police Pension Plan provides retirement, death and disability benefits. Under the plan, all regular or permanent police hired by the Town of Scituate before July 1, 2014 are eligible to participate in the plan, following the completion of a six-month waiting period. A participant hired on or prior to June 30, 2000 is eligible for normal retirement after completion of 20 years of service. A participant hired on or after July 1, 2000 is eligible for normal retirement after completion of 25 years of service. If a member leaves covered employment or dies prior to 10 years of service, accumulated member contributions are refunded. A member who terminates after ten years of service will be eligible to receive a pension commencing at age 56 equal to his or her accrued benefit. For participants hired on or prior to June 30, 2000, the normal retirement benefit is equal to 2.5% of the base annual pay times years of service up to 20 years, plus 2% of base annual pay times years of service in excess of 20 years. The maximum benefit is 60% of base annual pay. For participants hired on or after July 1, 2000, the normal retirement benefit is equal to 60% of the base annual pay. All police employees hired after July 1, 2014 will be part of the State of Rhode Island Municipal Employees Retirement System and not in the single-employer defined benefit Police plan.

Funding Policy

Effective July 1, 2015, the members of the plan shall each contribute 12% of Compensation and the Town of Scituate shall contribute 10% of Compensation earned by each member. The Town has an actuarial calculation to determine the actuarially required contribution but does not fund the plan based on the calculation. The Town contribution for the year ended March 31, 2021 was \$1,113,972.

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the accounting period in which they are due. Contributions from the Town are recognized when due and when the Town has made a formal commitment to provide the contributions. Expenses are recognized in the period in which they are incurred. Benefit payments to participants are recorded upon distribution.

Method Used to Value Investments

Investments are recorded at fair value. Cash and cash equivalents having a maturity of three months or less when purchased are reported at cost. Fair market is determined using quoted market prices, when available, independent third party appraisals, and independent brokers and industry experts. Given the inherent nature of investments it is reasonably possible that changes in the value of those investments will occur in the near term and that such changes could materially affect the amounts reported in the Statement of Fiduciary Net Position.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Investments

The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by the Police Pension Board by a majority vote of its members. It is the policy of the Police Pension Board to pursue an investment strategy that emphasizes long-term appreciation as a primary source of return with current income as a secondary objective. The plan implies a willingness to risk significant principal loss so long as the Portfolio is positioned to earn a significantly greater rate of return than the market over the long-term. The following was the Board’s adopted asset allocation policy as of March 31, 2021:

<u>Asset Class</u>	<u>March 31, 2021 Asset Allocation</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expeted Real Rate of Return</u>
Domestic Large Cap Equity	28.90%	27.00%	6.55%
Dom Smid Cap Value Equity	5.20%	5.00%	7.25%
International Equity	24.10%	23.00%	7.25%
Emerging Markets	0.00%	0.00%	8.50%
Investment Grade Bonds	34.10%	34.00%	3.05%
Real Estate	5.40%	5.00%	6.20%
Cash & Equivalents	2.30%	6.00%	2.25%
Total allocation	<u>100.00%</u>	<u>100.00%</u>	

Projected Rate of Return 5.28%

Rate of return: For the year ended March 31, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 32.03%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

The components of the net position liability of the Police Pension Plan at March 31, 2021 were as follows:

Net Pension Liability of the Police Pension Plan

	March 31, 2021
Total pension liability	\$ 21,099,104
Plan fiduciary net position	(7,516,868)
Town's net pension liability	\$ 13,582,236

Plan fiduciary net position as a percentage of the total pension liability	35.63%
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Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Town, calculated using the discount rate of 6.00%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.00%) or 1-percentage-point higher (7.00%) than the current 6.00%.

	1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
Plan's Net Pension Liability as of March 31, 2021	\$ 16,711,327	\$ 13,582,236	\$ 11,065,398

Discount rate: The discount rate used to measure the total pension liability was 7.00 percent. 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 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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Actuarial Assumptions

The information presented was determined as part of the actuarial valuation. Additional information as of the last actuarial valuation follows:

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the March 31, 2021 measurement date (April 1, 2020 valuation date)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Equivalent Single Remaining Amortization Period	16 years at April 1, 2021
Actuarial Assumptions	
Amortized Growth Rate	3.00%
Investment Rate of Return	6.00%
Projected Salary Increases	Based on service with an ultimate rate of 3.00%
Inflation	3.00%
Mortality	PubS-2010 Employee/Healthy Retiree/Disabled Retiree with Scale MP-2020 Generational Improvements (Male/Female)
Cost of Living Adjustments	A 3% non-compounded COLA for active members who retire on or after July 1, 2003. For members who retired before July 1, 2003, 30% of the negotiated salary increase, compounded annually. For retirees on or after July 1, 2003, who were hired on or before July 1, 2012, the COLA is equal to 3% of the initial retirement benefit (non-compounded). This COLA is deferred for 3 years for any member who retires after June 30, 2015.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Summary of Significant Accounting Policies

Discount rate: The discount rate used to measure the total pension liability was 6.00%.

Changes in Net Pension Liability
Scituate Police Plan

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of April 1, 2020	\$ 18,069,964	\$ 5,697,003	\$ 12,372,961
Changes for the year:			
Service cost	200,157	-	200,157
Interest on total pension liability	1,239,312	-	1,239,312
Difference between expected & actual experience	179,623	-	179,623
Effect of assumptions changes or inputs	2,462,360	-	2,462,360
Benefit payments	(1,052,312)	(1,052,312)	-
Employer contributions	-	1,014,520	(1,014,520)
Member contributions	-	97,341	(97,341)
Net investment income	-	1,796,667	(1,796,667)
Administrative expenses	-	(36,351)	36,351
Net changes	3,029,140	1,819,865	1,209,275
Balance as of March 31, 2021	\$ 21,099,104	\$ 7,516,868	\$ 13,582,236

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Pension Expense and Deferred Outflow of Resources and Deferred Inflow of Resources Related to the Scituate Police Employees Retirement Plan

For the year ended March 31, 2021, the Town recognized pension expense of \$2,272,884. At March 31, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Police Pension Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Inflows/Outflows		
Differences between expected and actual experience	\$ 240,750	\$ (12,615)
Changes of assumptions	2,106,709	(21,622)
Net difference between projected and actual earnings	-	(471,622)
Total	\$ 2,347,459	\$ (505,859)

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

	Net Deferred Inflows/Outflows of Resources
Year ended March 31:	
2022	\$ 1,220,012
2023	906,981
2024	(7,084)
2025	(278,309)
2026	-
Net Total	\$ 1,841,600

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

D. DEFINED BENEFIT PENSION PLAN (SURVIVOR’S BENEFIT)

Plan description - Certain employees of the Scituate 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.

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 Spouses' Benefit</u>
\$17,000 or less	\$ 825.00
\$17,001 to \$25,000	\$ 962.50
\$25,000 to \$33,000	\$ 1,100.00
\$33,001 to \$40,000	\$ 1,237.50
\$40,001 and over	\$ 1,375.00

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

D. DEFINED BENEFIT PENSION PLAN (SURVIVOR’S BENEFIT)

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 Scituate School Department contributed \$16,456, \$16,515, and \$16,445 for the fiscal years ended March 31, 2021, 2020 and 2019 respectively, equal to 100% of the required contributions for each year.

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

At June 30, 2021 the Scituate School Department reported an asset of \$2,630,062 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 Scituate 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 Scituate School Department’s proportion was 2.21453628%.

For the year ended June 30, 2021, the Scituate School Department recognized a pension credit of \$85,097 – an increase in the net pension asset. At June 30, 2021 the Scituate School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

D. DEFINED BENEFIT PENSION PLAN (SURVIVOR’S BENEFIT)

Deferred Outflows of resources	
Contributions subsequent to the measurement date	\$ 16,456
Difference between expected and actual experience	225,573
Changes in assumptions	177,460
Net difference between projected and actual investment earnings	128,347
Changes in Proportion and differences between employer contributions and proportionate share of contributions	86,545
Total deferred outflows	<u>\$ 634,381</u>
 Deferred inflows of resources	
Difference between expected and actual experience	\$ 560,830
Changes in assumptions	181,744
Changes in proportion and differences between employer contributions and proportionate share of contributions	72,381
Total deferred inflows	<u>\$ 814,955</u>

\$16,456 reported as deferred outflows of resources related to pensions resulting from the Scituate School Department’s 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:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

D. DEFINED BENEFIT PENSION PLAN (SURVIVOR’S BENEFIT)

Year ended June 30:	
2022	(34,572)
2023	18,945
2024	32,322
2025	(21,931)
2026	(74,108)
thereafter	(117,686)
	<u>(197,030)</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.

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 SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

D. DEFINED BENEFIT PENSION PLAN (SURVIVOR’S BENEFIT)

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.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

D. DEFINED BENEFIT PENSION PLAN (SURVIVOR’S BENEFIT)

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.

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%)
\$ (2,187,699)	\$ (2,630,062)	\$ (3,164,069)

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

E. DEFINED CONTRIBUTION PLAN

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

E. DEFINED CONTRIBUTION PLAN

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

	EE contribution	ER contribution
ERS members		
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	

The Scituate School Department recognized pension expense of \$296,111 for the fiscal year ended March 31, 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>.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

NOTE 15 – PENSION PLANS (continued)

F. AGGREGATE PENSION/OPEB AMOUNTS REPORTED IN THE FINANCIAL STATEMENTS

The Town recognized the following amounts related to pension and OPEB plans as of and for the year ended March 31, 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	\$ 4,913,458	\$ 3,458,302	\$ 24,015,526	\$ 2,909,373	\$ 2,015,282
OPEB	2,009,408	2,270,090	8,481,649	-	464,839
Police Plan	<u>2,347,459</u>	<u>505,859</u>	<u>13,582,236</u>	<u>-</u>	<u>2,272,884</u>
Total	<u>\$ 9,270,325</u>	<u>\$ 6,234,251</u>	<u>\$ 46,079,411</u>	<u>\$ 2,909,373</u>	<u>\$ 4,753,005</u>

NOTE 16 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through March 30, 2022, the date the financial statements were available to be issued. As a result of this review material items are noted below.

NOTE 17 – RESTATEMENT

Beginning balances have been restated as a result of adjustments made to correct or to reclassify prior year balances. These adjustments have been summarized below:

	Governmental Activities	Custodial Fund	School Special Revenue
Beginning balance April 1, 2020	\$ (12,331,224)	\$ 174,734	\$ 139,257
GASB Statement No. 84 Fiduciary Funds Implementation	166,392	(166,392)	166,392
Correction of capital asset schedules	<u>(255,067)</u>	<u>-</u>	<u>-</u>
Beginning balance April 1, 2020 - restated	<u>\$ (12,419,899)</u>	<u>\$ 8,342</u>	<u>\$ 305,649</u>

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF SCITUATE, RHODE ISLAND
Required Supplementary Information
Budgetary Comparison Schedule - General Fund
Schedule of Revenues - Non-GAAP Budgetary Basis
For the Fiscal Year Ended March 31, 2021

	<u>Original Budget Revenues</u>	<u>Revised Budget Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>
General property tax				
Property Taxes	\$ 31,571,482	\$ 31,571,482	\$ 31,579,525	\$ 8,043
Total general property taxes	<u>31,571,482</u>	<u>31,571,482</u>	<u>31,579,525</u>	<u>8,043</u>
Federal and State Aid and Grants				
Police Grants	18,000	18,000	18,000	-
Telephone tax	132,708	132,708	132,057	(651)
Motor vehicle phase out	372,898	372,898	230,460	(142,438)
Hotel and meal tax	78,734	78,734	62,064	(16,670)
School housing	234,339	234,339	243,932	9,593
Covid 19 stimulus	-	-	534,884	534,884
State library aid	106,425	106,425	132,790	26,365
Total federal and state aid grants	<u>943,104</u>	<u>943,104</u>	<u>1,354,187</u>	<u>411,083</u>
Charges for service				
Town clerk	265,886	265,886	301,828	35,942
Dog licenses	16,800	16,800	13,754	(3,046)
Tax collector	9,000	9,000	15,561	6,561
Building inspector	125,000	125,000	173,003	48,003
Town properties	20,000	20,000	3,600	(16,400)
Planning and zoning	6,700	6,700	4,372	(2,328)
Recreation	68,000	68,000	12,482	(55,518)
Emergency medical services	450,000	450,000	351,351	(98,649)
Police	60,000	60,000	70,868	10,868
Highway	24,800	24,800	26,260	1,460
Communications tower rental	70,000	70,000	74,392	4,392
Total charges for service	<u>1,116,186</u>	<u>1,116,186</u>	<u>1,047,471</u>	<u>(68,715)</u>
Fines and Penalties	<u>50,000</u>	<u>50,000</u>	<u>31,168</u>	<u>(18,832)</u>
Investment and interest income				
Interest on taxes	160,000	160,000	138,874	(21,126)
Interest on investments	50,000	50,000	8,546	(41,454)
Total investment and interest income	<u>210,000</u>	<u>210,000</u>	<u>147,420</u>	<u>(62,580)</u>
Miscellaneous Revenue	126,700	126,700	150,978	24,278
Prior Year Budgeted Surplus	126,250	126,250	126,250	-
Total revenues	<u>\$ 34,143,722</u>	<u>\$ 34,143,722</u>	<u>\$ 34,436,999</u>	<u>\$ 293,277</u>

TOWN OF SCITUATE, RHODE ISLAND
Required Supplementary Information
Budgetary Comparison Schedule - General Fund
Schedule of Expenditures - Non-GAAP Budgetary Basis
For the Fiscal Year Ended March 31, 2021

	<u>Original Budgeted Expenditures</u>	<u>Revised Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
General Government				
Town council	\$ 14,500	\$ 14,500	\$ 12,500	\$ 2,000
Town treasurer	258,903	255,303	244,225	11,078
Town clerk	240,819	235,219	237,458	(2,239)
Town solicitor	283,500	283,500	498,105	(214,605)
Probate judge	5,150	5,150	3,202	1,948
Tax assessor	116,046	114,446	106,914	7,532
Tax collector	137,386	136,386	124,968	11,418
Board of canvassers	22,825	22,825	20,663	2,162
Building and zoning	216,664	214,624	194,545	20,079
Total general government	<u>1,295,793</u>	<u>1,281,953</u>	<u>1,442,580</u>	<u>(160,627)</u>
Public Safety				
Fire department	1,254,879	1,297,758	1,190,232	107,526
Animal control	133,595	133,595	131,206	2,389
Street lights	45,000	45,000	27,369	17,631
Emergency management	83,200	83,200	66,992	16,208
Police department	2,315,602	2,277,706	1,990,549	287,157
Total public safety	<u>3,832,276</u>	<u>3,837,259</u>	<u>3,406,348</u>	<u>430,911</u>
Public works				
Town properties	412,218	340,218	290,348	49,870
Highway	1,116,071	1,546,519	1,441,280	105,239
Solid waste disposal	756,000	756,000	757,110	(1,110)
Care of trees	12,000	12,000	8,180	3,820
Pawtuxet River Authority	5,000	5,000	5,000	-
Cemetery care	14,000	14,000	12,040	1,960
Total public works	<u>2,315,289</u>	<u>2,673,737</u>	<u>2,513,958</u>	<u>159,779</u>
Social services				
Recreation department	229,343	229,343	195,562	33,781
Libraries	626,060	626,060	652,425	(26,365)
Human service	16,622	16,622	13,011	3,611
Memorial and Veterans' Day	1,000	1,000	1,000	-
Senior services	195,519	196,235	180,484	15,751
Municipal telephone	-	22,624	28,828	(6,204)
Total social services	<u>1,068,544</u>	<u>1,091,884</u>	<u>1,071,310</u>	<u>20,574</u>
Fixed charges and other				
Audit	42,000	42,000	44,648	(2,648)
Officers' bonds	1,000	1,000	1,518	(518)
Employee benefits	2,805,763	2,941,763	1,966,001	975,762
RI League of Cities & Towns	-	-	4,760	(4,760)
Police supplemental pension contribution	-	-	933,402	(933,402)
Total fixed charges and other	<u>2,848,763</u>	<u>2,984,763</u>	<u>2,950,329</u>	<u>34,434</u>
Debt service				
Principal	922,000	922,000	922,000	-
Interest	577,537	577,537	578,922	(1,385)
Total debt service	<u>1,499,537</u>	<u>1,499,537</u>	<u>1,500,922</u>	<u>(1,385)</u>
School Appropriation	<u>20,290,020</u>	<u>20,290,020</u>	<u>20,290,020</u>	<u>-</u>
Total Expenditures	<u>33,150,222</u>	<u>33,659,153</u>	<u>33,175,467</u>	<u>483,686</u>
Excess of revenues over expenditures before other financing sources/uses	<u>993,500</u>	<u>484,569</u>	<u>1,261,532</u>	<u>776,963</u>
Other Financing Uses				
Transfers to other funds	993,500	484,569	486,150	(1,581)
Total Other Financing Uses	<u>993,500</u>	<u>484,569</u>	<u>486,150</u>	<u>(1,581)</u>
Total Expenditures	<u>\$ 34,143,722</u>	<u>\$ 34,143,722</u>	<u>\$ 33,661,617</u>	<u>\$ 482,105</u>
Net change in fund balance - budgetary basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 775,382</u>	<u>\$ 775,382</u>

TOWN OF SCITUATE, RHODE ISLAND
Notes to Required Supplementary Information
March 31, 2021

NOTE 1- BUDGETARY DATA AND BUDGETARY COMPLIANCE

The Town has formally established budgetary accounting control for its General Fund. It is the responsibility of the Town Budget Committee to submit to the Town Council and make available to the general public a proposed General Fund budget, including the School Department appropriation for the fiscal year. The Town Council may then revise and adopt a recommended General Fund budget including changes to the School Department appropriation. At least two public hearings are conducted on the recommended General Fund budget and the final recommended budget is approved by the voters and legally enacted through an ordinance of the Town Council at the Annual Financial Town Meeting. The General 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 budget approved and adopted at the Annual Financial Town Meeting reports the amount budgeted for each department. Therefore, the legal level of control for the General Fund is at the departmental level. Transfers between departments must be approved by the Town Council. Amendments that would change the total appropriation must be approved by the voters and Town Council at a Financial Town Meeting. There were no supplemental budgetary appropriations in fiscal year 2021. Appropriations which are not expended or encumbered lapse at year end.

The General Fund budget is in conformity with the legally enacted budgetary basis, which is not in conformity with generally accepted accounting principles. The budget to actual presentation in the required supplementary information is reflected on the budgetary basis. The difference between the budgetary basis and the generally accepted accounting principles basis is explained below.

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

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

	Revenues and Transfers	Expenditures and Transfers
General Fund:		
Schedule of Revenues, Expenditures and Other Financing Sources		
(Non-GAAP Budgetary Basis) Budget and Actual	\$ 34,436,999	\$ 33,661,617
Adjustment for pension contribution made by State of Rhode Island on behalf of employees.....	1,228,641	1,228,641
Appropriation of Fund Balance Non-GAAP.....	(126,250)	-
Unbudgeted Items.....	3,272,962	3,637,445
 Statement of Revenues, Expenditures and Changes in Fund		
Balances	\$ 38,812,352	\$ 38,527,703

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Town of Scituate, Rhode Island Municipal Employee's Retirement System - Town Employees
Schedule of Changes in Town of Scituate Employees 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	\$ 298,812	\$ 290,356	\$ 263,446	\$ 249,689	\$ 249,344	\$ 234,254	\$ 251,017	-	-	-
2. Interest on Total Pension Liability	1,031,344	1,027,454	994,951	976,275	956,309	940,351	922,096	-	-	-
3. Effect of Benefit Changes	-	-	-	-	-	245,831	-	-	-	-
4. Difference Between Expected and Actual Experience	(120,295)	(354,456)	86,092	45,331	(24,977)	(315,663)	-	-	-	-
5. Effect of Assumption Changes or Inputs	(186,049)	-	-	823,012	-	-	(54,007)	-	-	-
6. Benefit Payments	(931,924)	(892,102)	(895,133)	(914,069)	(915,212)	(883,872)	(850,773)	-	-	-
7. Net Change in Total Pension Liability	91,888	71,252	449,356	1,180,238	265,464	220,901	268,333	-	-	-
8. Total Pension Liability, beginning	15,050,036	14,978,784	14,529,428	13,349,190	13,083,726	12,862,825	12,594,492	-	-	-
9. Total Pension Liability, ending (a)	\$ 15,141,924	\$ 15,050,036	\$ 14,978,784	\$ 14,529,428	\$ 13,349,190	\$ 13,083,726	\$ 12,862,825	-	-	-
B. Fiduciary Net Position										
1. Employer Contributions	\$ 577,047	\$ 484,355	\$ 422,438	\$ 418,948	\$ 406,352	\$ 393,072	\$ 382,765	-	-	-
2. Member Contributions	93,576	89,060	84,155	87,512	82,476	53,708	53,046	-	-	-
3. Investment Income Net of Investment Expenses	405,011	678,700	777,934	1,066,911	1,691	238,599	1,388,236	-	-	-
4. Benefit Expenses	(931,924)	(892,102)	(895,133)	(914,069)	(915,212)	(883,872)	(850,773)	-	-	-
5. Administrative Expenses	(11,159)	(10,606)	(10,356)	(10,080)	(14,170)	(9,685)	(8,693)	-	-	-
6. Other Changes	(1)	215,523	(29,312)	(345,135)	87	(33,631)	(47,727)	-	-	-
7. Net Change in Fiduciary net Position	132,550	564,930	349,726	304,087	(438,776)	(241,809)	916,854	-	-	-
8. Fiduciary Net Position, beginning	10,961,223	10,396,293	10,046,567	9,742,480	10,181,256	10,423,065	9,506,211	-	-	-
9. Fiduciary net Position, ending (b)	\$ 11,093,773	\$ 10,961,223	\$ 10,396,293	\$ 10,046,567	\$ 9,742,480	\$ 10,181,256	\$ 10,423,065	-	-	-
C. Net Pension Liability, ending - (a) - (b)	4,048,151	4,088,813	4,582,491	4,482,861	3,606,710	2,902,470	2,439,760	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	73.27%	72.83%	69.41%	69.15%	72.98%	77.82%	81.03%	0.00%	0.00%	0.00%
E. Covered Payroll	3,446,505	3,269,771	2,895,015	2,808,654	2,758,231	\$ 2,629,117	\$ 2,601,216	-	-	-
F. Net Pension Liability as a % of Covered Payroll	117.46%	125.05%	158.29%	159.61%	130.76%	110.40%	93.79%	0.00%	0.00%	0.00%

Schedule of Changes in Town of Scituate Employees Contributions Multiyear
Last 10 Fiscal Years

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$ 574,753	\$ 577,047	\$ 484,355	\$ 422,438	\$ 418,948	\$ 406,352	\$ 393,072	\$ 382,765	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	574,753	577,047	484,355	422,438	418,948	406,352	393,072	382,765	-	-
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	3,528,256	3,446,505	3,269,771	2,895,015	2,808,654	2,758,231	2,629,117	2,601,216	-	-
Contributions as a percentage of covered employee payroll	16.29%	16.74%	14.81%	14.59%	14.92%	14.73%	14.95%	14.71%	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 SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Town of Scituate, Rhode Island Municipal Employee's Retirement System - Police Employees
Schedule of Changes in Town of Scituate Employees Net Pension Liability (Asset) 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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on Total Pension Liability	993	1,064	1,126	1,250	1,253	1,349	1,507	-	-	-
3. Effect of Benefit Changes	-	-	-	-	-	-	-	-	-	-
4. Difference Between Expected and Actual Experience	1,624	1,532	1,596	876	2,809	1,236	-	-	-	-
5. Effect of Assumption Changes or Inputs	(1,319)	-	-	1,155	-	-	-	-	-	-
6. Benefit Payments	(3,609)	(3,609)	(3,609)	(4,109)	(4,109)	(3,609)	(3,615)	-	-	-
7. Net Change in Total Pension Liability	(2,311)	(1,013)	(887)	(828)	(47)	(1,024)	(2,108)	-	-	-
8. Total Pension Liability, beginning	15,989	17,002	17,889	18,717	18,764	19,788	21,896	-	-	-
9. Total Pension Liability, ending (a)	\$ 13,678	\$ 15,989	\$ 17,002	\$ 17,889	\$ 18,717	\$ 18,764	\$ 19,788	-	-	-
B. Fiduciary Net Position										
1. Employer Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Member Contributions	-	-	-	-	-	-	-	-	-	-
3. Investment Income Net of Investment Expenses	9,079	15,076	17,378	23,226	(69)	4,785	27,063	-	-	-
4. Benefit Expenses	(3,609)	(3,609)	(3,609)	(4,109)	(4,109)	(3,609)	(3,615)	-	-	-
5. Administrative Expenses	(250)	(234)	(231)	(222)	(186)	(192)	(170)	-	-	-
6. Net Change in Fiduciary net Position	5,220	11,233	13,538	18,895	(4,364)	984	23,278	-	-	-
7. Fiduciary Net Position, beginning	243,475	232,242	218,704	199,809	204,173	203,189	179,911	-	-	-
8. Fiduciary net Position, ending (b)	\$ 248,695	\$ 243,475	\$ 232,242	\$ 218,704	\$ 199,809	\$ 204,173	\$ 203,189	\$ -	\$ -	\$ -
C. Net Pension Liability, (Asset) ending = (a) - (b)	(235,017)	(227,486)	(215,240)	(200,815)	(181,092)	(185,409)	(183,401)	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	1818.21%	1522.77%	1365.97%	1222.56%	1067.53%	1088.11%	1026.83%	0.00%	0.00%	0.00%
E. Covered Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
F. Net Pension Liability as a % of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Schedule of Changes in Town of Scituate Employees Contributions Multiyear
Last 10 Fiscal Years

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	-	-	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	-	-	-	-	-	-	-	-	-	-
Contributions as a percentage of covered employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.
- 2) These schedules are intended to show information for 10 years - additional years will be displayed as they become available.
- 3) The Town was not required to contribute to the Plan in prior years.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Town of Scituate, Rhode Island Municipal Employee's Retirement System - Police COLA Employees
Schedule of Changes in Town of Scituate Employees Net Pension Liability (Asset) 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	\$ 73,946	\$ 67,652	\$ 53,139	\$ 27,635	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on Total Pension Liability	13,560	8,365	3,867	1,036	-	-	-	-	-	-
3. Effect of Benefit Changes	-	-	-	-	-	-	-	-	-	-
4. Difference Between Expected and Actual Experience	(21,370)	(4,951)	(2)	-	-	-	-	-	-	-
5. Effect of Assumption Changes or Inputs	(6,268)	-	-	-	-	-	-	-	-	-
6. Benefit Payments	-	-	-	-	-	-	-	-	-	-
7. Net Change in Total Pension Liability	59,868	71,066	57,004	28,671	-	-	-	-	-	-
8. Total Pension Liability, beginning	156,741	85,675	28,671	-	-	-	-	-	-	-
9. Total Pension Liability, ending (a)	\$ 216,609	\$ 156,741	\$ 85,675	\$ 28,671	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
B. Fiduciary Net Position										
1. Employer Contributions	\$ 33,270	\$ 29,966	\$ 23,624	\$ 13,941	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Member Contributions	37,593	35,254	27,793	16,401	-	-	-	-	-	-
3. Investment Income Net of Investment Expenses	9,525	11,207	6,894	3,601	-	-	-	-	-	-
4. Benefit Expenses	-	(175)	(92)	-	-	-	-	-	-	-
5. Administrative Expenses	(262)	12,397	-	(34)	-	-	-	-	-	-
6. Net Change in Fiduciary net Position	80,126	88,649	58,219	33,909	-	-	-	-	-	-
7. Fiduciary Net Position, beginning	180,777	92,128	33,909	-	-	-	-	-	-	-
8. Fiduciary net Position, ending (b)	\$ 260,903	\$ 180,777	\$ 92,128	\$ 33,909	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
C. Net Pension Liability, (Asset) ending = (a) - (b)	(44,294)	(24,036)	(6,453)	(5,238)	-	-	-	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	120.45%	115.33%	107.53%	118.27%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
E. Covered Payroll	\$ 375,931	\$ 352,539	\$ 277,925	\$ 164,006	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
F. Net Pension Liability as a % of Covered Payroll	-11.78%	-6.82%	-2.32%	-3.19%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Schedule of Changes in Town of Scituate Employees Contributions Multiyear
Last 10 Fiscal Years

	Fiscal Year Ending June 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$ 42,342	\$ 33,270	\$ 29,966	\$ 23,624	\$ 13,941	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	42,342	33,270	29,966	23,624	13,941	-	-	-	-	-
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	477,363	375,931	352,539	277,925	164,006	-	-	-	-	-
Contributions as a percentage of covered employee payroll	8.87%	8.85%	8.50%	8.50%	8.50%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.
- 2) These schedules are intended to show information for 10 years - additional years will be displayed as they become available.
- 3) The Town was not required to contribute to the Plan in prior years.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Schedule of Changes in Net Pension Liability and Related Ratios
Scituate Police Officers Retirement Plan

	Measurement Date Fiscal Year Ending March 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
A. Total Pension Liability										
1. Service Cost	\$ 200,157	\$ 209,941	\$ 201,808	\$ 183,866	\$ 203,864	\$ 203,864	\$ 191,506	-	-	-
2. Interest on Total Pension Liability	1,239,312	1,153,591	1,140,969	1,092,957	1,029,716	970,057	899,460	-	-	-
3. Differences between exp and actual experience	179,623	174,342	(61,260)	432,238	448,363	(409,813)	392,571	-	-	-
4. Changes of assumptions	2,462,360	623,649	873,746	(199,966)	-	(179,601)	152,290	-	-	-
5. Changes in benefit terms	-	-	-	-	-	923,914	-	-	-	-
6. Benefit Payments	(1,052,312)	(900,320)	(888,558)	(868,346)	(796,428)	(712,962)	(671,686)	-	-	-
7. Net Change in Total Pension Liability	3,029,140	1,261,203	1,266,705	640,749	885,515	795,459	964,141	-	-	-
8. Total Pension Liability, beginning	18,069,964	16,808,761	15,542,056	14,901,307	14,015,792	13,220,333	12,256,192	-	-	-
9. Total Pension Liability, ending (a)	<u>\$ 21,099,104</u>	<u>\$ 18,069,964</u>	<u>\$ 16,808,761</u>	<u>\$ 15,542,056</u>	<u>\$ 14,901,307</u>	<u>\$ 14,015,792</u>	<u>\$ 13,220,333</u>	-	-	-
B. Fiduciary Net Position										
1. Employer Contributions	\$ 1,014,520	\$ 932,428	\$ 847,392	\$ 856,215	\$ 750,786	\$ 791,829	\$ 728,868	-	-	-
2. Member Contributions	97,341	121,937	113,246	116,018	117,991	144,719	111,747	-	-	-
3. Investment Income Net of Investment Expenses	1,796,667	(498,213)	194,521	477,960	448,169	(174,131)	344,110	-	-	-
4. Benefit Expenses	(1,052,312)	(900,320)	(888,558)	(868,346)	(796,428)	(712,962)	(671,686)	-	-	-
5. Administrative Expenses	(36,351)	(33,990)	(31,257)	(30,534)	(27,345)	(25,311)	(24,170)	-	-	-
6. Net Change in Fiduciary net Position	1,819,865	(378,158)	235,344	551,313	493,173	24,144	488,869	-	-	-
7. Fiduciary Net Position, beginning	5,697,003	6,075,161	5,839,817	5,288,504	4,795,331	4,771,187	4,282,318	-	-	-
8. Fiduciary net Position, ending (b)	<u>\$ 7,516,868</u>	<u>\$ 5,697,003</u>	<u>\$ 6,075,161</u>	<u>\$ 5,839,817</u>	<u>\$ 5,288,504</u>	<u>\$ 4,795,331</u>	<u>\$ 4,771,187</u>	-	-	-
C. Net Pension Liability, ending - (a) - (b)	13,582,236	12,372,961	10,733,600	9,702,239	9,612,803	9,220,461	8,449,146	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	35.63%	31.53%	36.14%	37.57%	35.49%	34.21%	36.09%	-	-	-
E. Covered Payroll	\$ 713,372	\$ 836,162	\$ 911,172	\$ 935,534	\$ 934,546	\$ 1,111,367	\$ 821,754	-	-	-
F. Net Pension Liability as a % of Covered Payroll	1903.9%	1479.7%	1178.0%	1037.1%	1028.6%	829.7%	1028.2%	-	-	-

Notes:

1.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Schedule of Town Contributions
Last 10 Fiscal Years
Scituate Police Officers Retirement Plan

	Measuremnt Date Fiscal Year Ending March 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Valuation Date	04/01/2020	04/01/2019	04/01/2018	04/01/2017	04/01/2016	04/01/2015	04/01/2014	04/01/2013	04/01/2012	04/01/2011
Actuarially determined contribution	\$ 1,113,972	\$ 932,125	\$ 942,550	\$ 821,810	\$ 767,944	\$ 716,189	\$ 637,901	\$ 638,018	\$ 629,958	\$ 632,116
Contributions in relation to the actuarially determined contribution	1,014,520	932,428	847,392	856,215	750,786	791,829	728,868	758,709	637,460	356,593
Contribution deficiency/(excess)	99,452	(303)	95,158	(34,405)	17,158	(75,640)	(90,967)	(120,691)	(7,502)	275,523
Covered payroll	713,372	836,162	911,172	935,534	934,546	1,111,367	821,754	916,057	N/A	917,936
Contributions as a percentage of covered-payroll	142.21%	111.51%	93.00%	91.52%	80.34%	71.25%	88.70%	82.82%	N/A	38.85%

Notes:

1.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

Schedule of Investment Returns
Last 10 Fiscal Years
Scituate Police Officers Retirement Plan

	Measuremnt Date Fiscal Year Ending March 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Annual money-weighted rate of return, net of investment expense	32.03%	-8.07%	3.32%	8.92%	9.23%	-3.57%	7.80%	N/A	N/A	N/A

Notes:

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

2.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Schedule of Town 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	\$ 1,657,187	\$ 1,595,411	\$ 1,579,572	\$ 1,522,791	\$ 1,491,891	1,551,729	-	-	-	-
Contributions in relation to the actuarially determined contribution	1,657,187	1,595,411	1,579,572	1,522,791	1,491,891	1,551,729	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	11,428,875	11,298,932	10,957,861	11,171,174	11,615,927	10,057,492	-	-	-	-
Contributions as a percentage of covered-payroll	14.50%	14.12%	14.41%	13.63%	12.84%	15.43%	N/A	N/A	N/A	N/A

Notes:

- 1.) The amounts presented for each fiscal year were determined as of 6/30 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 Scituate'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				
Scituate proportion of the net pension liability	0.62495583%	0.61484495%	0.62917327%	0.63018617%	0.68083108%	0.71801611%	-	-	-	-
Scituate proportionate share of the net pension liability	19,967,375	19,618,280	19,990,396	19,876,617	20,313,123	19,767,003	-	-	-	-
State's proportionate share of the net pension liability associated with the school district	14,836,249	14,696,124	14,911,400	15,021,947	13,911,507	13,504,196	-	-	-	-
Scituate covered payroll	11,298,932	10,957,861	11,171,174	11,615,927	10,057,492	10,115,257	-	-	-	-
Scituate proportionate share of the net pension liability as a percentage of it's covered payroll	176.72%	179.03%	178.95%	171.12%	201.97%	195.42%	-	-	-	-
Plan fiduciary net position as a % of the total pension liability	54.30%	54.60%	54.30%	54.00%	54.06%	57.55%	-	-	-	-

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 SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Schedule of Scituate 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	\$ 16,456	\$ 16,515	\$ 16,445	\$ 16,637	\$ 12,835	14,553	-	-	-	-
Contributions in relation to the actuarially determined contribution	16,456	16,515	16,445	16,637	12,835	14,553	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	11,428,875	11,298,932	10,957,861	11,171,174	11,615,927	10,057,492	-	-	-	-
Contributions as a percentage of covered-payroll	0.14%	0.15%	0.15%	0.15%	0.11%	0.14%	0.00%	0.00%	0.00%	0.00%

Notes:

- 1.) The amounts presented for each fiscal year were determined as of 6/30 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 Scituate'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				
Scituate proportion of the net pension asset	2.21453628%	2.20484860%	2.23604955%	2.17586888%	2.26579953%	2.21739025%	0.00%	0.00%	0.00%	0.00%
Scituate proportionate share of the net pension asset	2,630,062	2,501,309	1,995,211	1,800,018	2,256,099	2,070,058	-	-	-	-
Scituate covered payroll	11,298,932	10,957,861	11,171,174	11,615,927	10,057,492	10,115,257	-	-	-	-
Scituate proportionate share of the net pension liability as a percentage of it's covered payroll	23.28%	22.83%	17.86%	15.50%	22.43%	20.46%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a % of the total pension liability	153.10%	150.20%	137.40%	136.10%	153.30%	146.60%	0.00%	0.00%	0.00%	0.00%

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 SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

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

	Fiscal Year Ending March 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
A. Total OPEB liability										
1. Service Cost	\$ 360,361	\$ 414,797	\$ 384,761	\$ 275,269	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on the Total OPEB Liability	237,261	302,106	285,368	239,646	-	-	-	-	-	-
3. Changes of benefit terms	-	-	-	563,508	-	-	-	-	-	-
4. Difference between expected and actual experience of the Total OPEB Liability	(53,589)	(2,038,778)	(63,017)	(309,232)	-	-	-	-	-	-
5. Changes of assumptions	1,493,563	253,557	591,414	(198,952)	-	-	-	-	-	-
6. Benefit payments, including refunds of employee contributions	(151,380)	(142,958)	(151,904)	(173,226)	-	-	-	-	-	-
7. Net change in total OPEB liability	1,886,216	(1,211,276)	1,046,622	397,013	-	-	-	-	-	-
8. Total OPEB liability – beginning	7,965,837	9,177,113	8,130,491	7,733,478	-	-	-	-	-	-
9. Total OPEB liability – ending (a)	\$ 9,852,053	\$ 7,965,837	\$ 9,177,113	\$ 8,130,491	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
B. Plan fiduciary net position										
1. Contributions – employer	\$ 251,380	\$ 242,958	\$ 251,904	\$ 273,226	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Contributions – employee	67,642	65,096	75,125	54,967	-	-	-	-	-	-
3. Net investment income	397,490	(76,393)	43,715	55,950	-	-	-	-	-	-
4. Benefit payments, including refunds of employee contributions	(219,022)	(208,054)	(227,029)	(228,193)	-	-	-	-	-	-
5. OPEB Plan Administrative Expense	-	-	-	-	-	-	-	-	-	-
6. Other	-	-	-	-	-	-	-	-	-	-
7. Net change in plan fiduciary net position	497,490	23,607	143,715	155,950	-	-	-	-	-	-
8. Plan fiduciary net position – beginning	872,914	849,307	705,592	549,642	-	-	-	-	-	-
9. Plan fiduciary net position – ending (b)	\$ 1,370,404	\$ 872,914	\$ 849,307	\$ 705,592	-	-	-	-	-	-
C. Net OPEB liability - ending (a) - (b)	8,481,649	7,092,923	8,327,806	7,424,899	-	-	-	-	-	-
D. Plan fiduciary net position as a percentage of the total OPEB liability	13.91%	10.96%	9.25%	8.68%	-	-	-	-	-	-
E. Covered payroll	\$ 14,358,000	\$ 14,007,764	\$ 13,936,000	\$ 13,596,099	-	-	-	-	-	-
F. Net OPEB liability as a percentage of covered payroll	59.07%	50.64%	59.76%	54.61%	-	-	-	-	-	-

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2021

Schedule of Plan Contributions
Last 10 Fiscal Years
Scituate OPEB Plan

	Fiscal Year Ending March 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Valuation Date	4/1/2021	4/1/2020	4/1/2019	4/1/2018						
Actuarially determined contribution	\$ 723,172	\$ 858,561	\$ 791,504	\$ 649,403	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	251,380	242,958	251,904	273,226	-	-	-	-	-	-
Contribution deficiency/(excess)	471,792	615,603	539,600	376,177	-	-	-	-	-	-
Covered payroll	14,358,000	14,007,764	13,936,000	13,596,099	-	-	-	-	-	-
Contributions as a percentage of covered-payroll	1.75%	1.73%	1.81%	2.01%	-	-	-	-	-	-

Notes:

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

Notes to Schedule:

Measurement date:	April 1, 2020
Actuarial valuation date:	April 1, 2021
Actuarial Cost Method:	Entry Age Normal - individual entry age actuarial cost method
Asset valuation:	Market value
Discount rate:	3.02% as of 3/31/2020; 1.88% as of 3/31/2021
Health care cost trend rates:	5.5% per year graded down by the Getzen model to an ultimate rate of 4.04%
Asset valuation method:	Market value of assets
Long-term rate of return:	7.50%
Participation rate	Police & Town: it is assumed 80% of eligible retirees will participate. School: it is assumed 45% of eligible retirees will participate.
Mortality:	2010 Public sector Retirement Plans Mortality table for Teacher, total Public Safety and total General employees populations.

Schedule of Investment Returns
Last 10 Fiscal Years
Scituate OPEB Plan

	Fiscal Year Ending March 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Annual money-weighted rate of return, net of investment expense	43.07%	-8.49%	5.79%	9.33%	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 SCITUATE, RHODE ISLAND
Notes to Required Supplementary Information
March 31, 2021

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

Town Police Pension Plan:

As part of the 2021 Actuarial Experience Study for the period ending March 31, 2021, as approved by the Town of Scituate, certain assumptions were modified and reflected in the determination of net pension liability (asset) at the March 31, 2021, 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.
- The discount rate for purposes of determining the Net Pension Liability has changed to 6.00% from 7.00%
- The long-term rate of return for investments has changed to 6.00% from 7.00%.

State of Rhode Island ERS (Teacher) MERS, and TSB

- 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.

SUPPLEMENTARY INFORMATION

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Non-GAAP Budgetary Basis
For the Fiscal Year Ended March 31, 2021

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues				
General property tax	\$ 31,571,482	\$ 31,571,482	\$ 31,579,525	\$ 8,043
Federal and state aid grants	943,104	943,104	1,354,187	411,083
Charges for services	1,116,186	1,116,186	1,047,471	(68,715)
Fines and penalties	50,000	50,000	31,168	(18,832)
Investment and interest income	210,000	210,000	147,420	(62,580)
Miscellaneous revenue	126,700	126,700	150,978	24,278
Total Revenues	<u>34,017,472</u>	<u>34,017,472</u>	<u>34,310,749</u>	<u>293,277</u>
Expenditures				
General government	1,295,793	1,281,953	1,442,580	(160,627)
Public Safety	3,832,276	3,837,259	3,406,348	430,911
Public works	2,315,289	2,673,737	2,513,958	159,779
Social services	1,068,544	1,091,884	1,071,310	20,574
Fixed charges and other	2,848,763	2,984,763	2,950,329	34,434
Debt service:				
Principal	922,000	922,000	922,000	-
Interest	577,537	577,537	578,922	(1,385)
School appropriation	20,290,020	20,290,020	20,290,020	-
Total expenditures	<u>33,150,222</u>	<u>33,659,153</u>	<u>33,175,467</u>	<u>483,686</u>
Excess of revenues over expenditures before operating transfers	<u>867,250</u>	<u>358,319</u>	<u>1,135,282</u>	<u>776,963</u>
Other financing sources and uses				
Transfers to other funds	(993,500)	(484,569)	(486,150)	(1,581)
Prior year budgeted surplus	126,250	126,250	126,250	-
Total operating transfers	<u>(867,250)</u>	<u>(358,319)</u>	<u>(359,900)</u>	<u>(1,581)</u>
Excess of revenues over (under) expenditures and operating transfers	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 775,382</u>	<u>\$ 775,382</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	Town Special Revenue Funds	School Special Revenue Funds	Capital Projects Funds	Town Permanent Funds	Total Non-Major Governmental Funds
ASSETS					
Cash and cash equivalents (overdraft)	\$ 394,049	\$ 141,667	\$ 261,988	\$ 154,813	\$ 952,517
Internal balances	329,963	116,868	1,490,549	-	1,937,380
Due from other governments	-	608,701	-	-	608,701
Other receivables	178,993	-	-	-	178,993
TOTAL ASSETS	\$ 903,005	\$ 867,236	\$ 1,752,537	\$ 154,813	\$ 3,677,591
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable and accrued expenses	\$ 49,457	\$ -	\$ -	\$ -	\$ 49,457
Internal balances	101,326	614,622	324,904	-	1,040,852
Unearned revenue	115,911	-	-	-	115,911
Total liabilities	266,694	614,622	324,904	-	1,206,220
Fund balances					
<i>Nonspendable:</i>					
Cemetery perpetual care	-	-	-	120,849	120,849
<i>Restricted for:</i>					
Educational programs	56,985	255,104	-	-	312,089
Public safety programs	101,800	-	-	-	101,800
Social service programs	268,848	-	-	-	268,848
Records preservation	140,108	-	-	-	140,108
Other programs	2,156	-	-	33,964	36,120
<i>Committed for:</i>					
Open space, park & recreational facilities	119,549	-	-	-	119,549
Other programs	7,362	-	-	-	7,362
<i>Assigned for:</i>					
Capital projects	-	-	1,752,537	-	1,752,537
<i>Unassigned</i>	(60,497)	(2,490)	(324,904)	-	(387,891)
Total fund balances (deficits)	636,311	252,614	1,427,633	154,813	2,471,371
TOTAL LIABILITIES AND FUND BALANCES	\$ 903,005	\$ 867,236	\$ 1,752,537	\$ 154,813	\$ 3,677,591

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021

	Town Special Revenue Funds	School Special Revenue Funds	Capital Projects Funds	Town Permanent Funds	Total Non-Major Governmental Funds
Revenues					
Intergovernmental revenue	\$ 210,729	\$ 1,318,486	\$ 613,349	\$ -	\$ 2,142,564
Charges for service	20,433	-	-	-	20,433
Investment income	27	-	26	17	70
Contributions and private grants	136,628	-	1,250	-	137,878
Other income	83,949	147,346	117,615	-	348,910
Total revenues	<u>451,766</u>	<u>1,465,832</u>	<u>732,240</u>	<u>17</u>	<u>2,649,855</u>
Expenditures					
General government	58,918	-	7,408	-	66,326
Public safety	51,685	-	62,604	-	114,289
Social services	25,858	-	-	-	25,858
Education	165,498	1,440,517	494,622	-	2,100,637
Capital	20,000	78,350	614,209	-	712,559
Total expenditures	<u>321,959</u>	<u>1,518,867</u>	<u>1,178,843</u>	<u>-</u>	<u>3,019,669</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	129,807	(53,035)	(446,603)	17	(369,814)
Other financing sources (uses)					
Transfers from other funds	-	-	391,150	-	391,150
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>391,150</u>	<u>-</u>	<u>391,150</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>129,807</u>	<u>(53,035)</u>	<u>(55,453)</u>	<u>17</u>	<u>21,336</u>
Fund balances - beginning - restated	506,504	305,649	1,483,086	154,796	2,450,035
Fund balances - ending	<u>\$ 636,311</u>	<u>\$ 252,614</u>	<u>\$ 1,427,633</u>	<u>\$ 154,813</u>	<u>\$ 2,471,371</u>

COMBINING FUND FINANCIAL STATEMENTS - NONMAJOR GOVERNMENTAL FUNDS

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

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

Vital Statistics Surcharge Fund – established to account for State mandated fees for records restoration.

Food Service Fund – accounts for the fees, Federal and State reimbursements and expenditures of the School's food service program.

Community Development Block Grant - accounts for activity of the Community Development Block Grant program.

Substance Abuse Fund – established to account for the State's Bramley Grant for substance abuse.

Highway Equipment Fund – accounts for funds to provide new highway equipment.

State Asset Forfeiture Fund – accounts for funds provided by the State for seized properties.

Animal Adoption Fund – accounts to provide assistance for animal adoptions.

Historical Land Records – established by State law for the preservation of historical public records.

Recreation Campership Fund – established to provide recreation program registration fees for needy families.

Probate Filing Records – established by State law for maintaining probate court records.

Federal Asset Forfeiture Fund – established to account for funds provided by the Federal government from seized properties.

Animal Health Fund – established by State law for mandatory spaying and neutering for adopted dogs and cats.

State Police Computer Grant – established to account for funds received to upgrade the police department's computer system.

Police Substance Abuse Fund – accounts for activity in the DARE program.

Police Unclaimed Property – established to account for unclaimed funds held by the police department.

Senior Center Donations – established to account for donations to benefit the Town's senior center.

Human Services Legislative Grant – established to account for a human services grant from the State.

Food Pantry Donations – established to account for donations to benefit the Town's food pantry.

Senior Center Grants – established to account for State grants received for the senior center.

Emergency Management Grants – established to account for State and Federal grants received for emergency management activities.

Congregational Church Restoration – established to account for expenditures for the restoration and care of the Historical Congregation Church.

Land Dedication Recreation Fund – established to account for the fees in lieu of land dedication from subdivisions which will be used for the construction and improvement of Town recreational facilities.

Green Area Beautification Fund – established to account for expenditures for the upkeep and care of Town village greens.

Main Street Project – established to account for funds received for the Main Street Project.

Cemetery Capital Fee Fund – established to account for fees required of developer for the maintenance of historical cemeteries in and around new subdivisions.

Recording Tech. Scanning Fund – established by State law to provide for scanning technology for Town Clerk records.

Citizens Police Academy Fund – established to account for a private grant for the Citizens Police Academy.

Hazard Mitigation Grant – established to mitigate internal and external environmental threats to the Town.

Partnership for Success – established to account for State grant received for the prevention of substance abuse.

Miscellaneous Police Grants - established to account for miscellaneous police grants for alcohol and traffic safety.

Police Homeland Security – established to provide for the purchase of emergency equipment.

Animal Shelter Donations – established to provide funding for the upgrade of the animal shelter.

Senior Donation – established to provided various services for seniors.

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	<u>Vital Statistics Surcharge Fund</u>	<u>Food Service Fund</u>	<u>Community Development Block Grant</u>	<u>Sub. Abuse Fund</u>	<u>Highway Equipment</u>	<u>State Asset Forfeiture Fund</u>	<u>Animal Adoption Fund</u>
ASSETS							
Cash and cash equivalents	\$ 674	\$ 84,189	\$ 20	\$ 185	\$ -	\$ 6,611	\$ 7,931
Internal balances	-	-	108,088	22,961	6,310	-	-
Other receivables	-	63,082	115,911	-	-	-	-
TOTAL ASSETS	<u>\$ 674</u>	<u>\$ 147,271</u>	<u>\$ 224,019</u>	<u>\$ 23,146</u>	<u>\$ 6,310</u>	<u>\$ 6,611</u>	<u>\$ 7,931</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ 49,457	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	40,829	-	-	-	-	-
Unearned revenue	-	-	115,911	-	-	-	-
Total liabilities	<u>-</u>	<u>90,286</u>	<u>115,911</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	56,985	-	-	-	-	-
Public safety programs	-	-	-	-	6,310	6,611	7,931
Social service programs	-	-	108,108	23,146	-	-	-
Records preservation	674	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Committed for:</i>							
Open space, park & recreational facilities	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Assigned for:</i>							
Capital projects	-	-	-	-	-	-	-
<i>Unassigned</i>							
Total fund balances (deficits)	<u>674</u>	<u>56,985</u>	<u>108,108</u>	<u>23,146</u>	<u>6,310</u>	<u>6,611</u>	<u>7,931</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 674</u>	<u>\$ 147,271</u>	<u>\$ 224,019</u>	<u>\$ 23,146</u>	<u>\$ 6,310</u>	<u>\$ 6,611</u>	<u>\$ 7,931</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	Historical Land Records	Recreation Camperships Fund	Probate Filing Records	Federal Asset Drug Forfeiture Fund	Animal Health Fund	State Police Computer Grant	Police Substance Abuse Fund
ASSETS							
Cash and cash equivalents	\$ 5,723	\$ 731	\$ 2,083	\$ 17,144	\$ 15,687	\$ 4,213	\$ 4,772
Internal balances	-	1,525	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 5,723	\$ 2,256	\$ 2,083	\$ 17,144	\$ 15,687	\$ 4,213	\$ 4,772
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	-
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	-	-	-
Public safety programs	-	-	-	17,144	15,687	4,213	4,772
Social service programs	-	2,256	-	-	-	-	-
Records preservation	5,723	-	2,083	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Committed for:</i>							
Open space, park & recreational facilities	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Assigned for:</i>							
Capital projects	-	-	-	-	-	-	-
<i>Unassigned</i>	-	-	-	-	-	-	-
Total fund balances (deficits)	5,723	2,256	2,083	17,144	15,687	4,213	4,772
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,723	\$ 2,256	\$ 2,083	\$ 17,144	\$ 15,687	\$ 4,213	\$ 4,772

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	<u>Police Unclaimed Property</u>	<u>Senior Center Donations</u>	<u>Human Service Legislative Grant</u>	<u>Food Pantry Donations</u>	<u>Senior Center Grants</u>	<u>Emergency Management Grants</u>	<u>Congregational Church Restoration</u>
ASSETS							
Cash and cash equivalents	\$ 1,416	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,605
Internal balances	-	7,641	2,326	10,468	13,933	29,250	-
Other receivables	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 1,416</u>	<u>\$ 7,641</u>	<u>\$ 2,326</u>	<u>\$ 10,468</u>	<u>\$ 13,933</u>	<u>\$ 29,250</u>	<u>\$ 1,605</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	-	-	-
Public safety programs	1,416	-	-	-	-	29,250	-
Social service programs	-	7,641	2,326	10,468	13,933	-	-
Records preservation	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	1,605
<i>Committed for:</i>							
Open space, park & recreational facilities	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Assigned for:</i>							
Capital projects	-	-	-	-	-	-	-
<i>Unassigned</i>							
Total fund balances (deficits)	<u>1,416</u>	<u>7,641</u>	<u>2,326</u>	<u>10,468</u>	<u>13,933</u>	<u>29,250</u>	<u>1,605</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,416</u>	<u>\$ 7,641</u>	<u>\$ 2,326</u>	<u>\$ 10,468</u>	<u>\$ 13,933</u>	<u>\$ 29,250</u>	<u>\$ 1,605</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	<u>Land Dedication Recreation Fund</u>	<u>Green Area Beautification</u>	<u>Main Street Project</u>	<u>Cemetery Capital Fee Fund</u>	<u>Recording Technical Scanning Fund</u>	<u>Citizens Police Academy Fund</u>	<u>Hazard Mitigation Grant</u>
ASSETS							
Cash and cash equivalents	\$ 554	\$ 551	\$ -	\$ 7,362	\$ 131,628	\$ -	\$ -
Internal balances	118,995	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 119,549</u>	<u>\$ 551</u>	<u>\$ -</u>	<u>\$ 7,362</u>	<u>\$ 131,628</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	39,010	-	-	402	2,777
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>39,010</u>	<u>-</u>	<u>-</u>	<u>402</u>	<u>2,777</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Social service programs	-	-	-	-	-	-	-
Records preservation	-	-	-	-	131,628	-	-
Other programs	-	551	-	-	-	-	-
<i>Committed for:</i>							
Open space, park & recreational facilities	119,549	-	-	-	-	-	-
Other programs	-	-	-	7,362	-	-	-
<i>Unassigned</i>	-	-	(39,010)	-	-	(402)	(2,777)
Total fund balances (deficits)	<u>119,549</u>	<u>551</u>	<u>(39,010)</u>	<u>7,362</u>	<u>131,628</u>	<u>(402)</u>	<u>(2,777)</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 119,549</u>	<u>\$ 551</u>	<u>\$ -</u>	<u>\$ 7,362</u>	<u>\$ 131,628</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	<u>Partnership for Success</u>	<u>Misc. Police Grants</u>	<u>Police Homeland Security</u>	<u>Animal Shelter Donations</u>	<u>Senior Donation</u>	<u>Totals</u>
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 95,969	\$ 5,001	\$ 394,049
Internal balances	-	8,466	-	-	-	329,963
Other receivables	-	-	-	-	-	178,993
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 8,466</u>	<u>\$ -</u>	<u>\$ 95,969</u>	<u>\$ 5,001</u>	<u>\$ 903,005</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,457
Internal balances	-	-	18,308	-	-	101,326
Unearned revenue	-	-	-	-	-	115,911
Total liabilities	<u>-</u>	<u>-</u>	<u>18,308</u>	<u>-</u>	<u>-</u>	<u>266,694</u>
Fund balances						
<i>Restricted for:</i>						
Educational programs	-	-	-	-	-	56,985
Public safety programs	-	8,466	-	-	-	101,800
Social service programs	-	-	-	95,969	5,001	268,848
Records preservation	-	-	-	-	-	140,108
Other programs	-	-	-	-	-	2,156
<i>Committed for:</i>						
Open space, park & recreational facilities	-	-	-	-	-	119,549
Other programs	-	-	-	-	-	7,362
<i>Unassigned</i>	-	-	(18,308)	-	-	(60,497)
Total fund balances (deficits)	<u>-</u>	<u>8,466</u>	<u>(18,308)</u>	<u>95,969</u>	<u>5,001</u>	<u>636,311</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ 8,466</u>	<u>\$ -</u>	<u>\$ 95,969</u>	<u>\$ 5,001</u>	<u>\$ 903,005</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021

	<u>Vital Statistics Surcharge Fund</u>	<u>Food Service Fund</u>	<u>Community Development Block Grant</u>	<u>Sub. Abuse Fund</u>	<u>Highway Equipment</u>	<u>State Asset Forfeiture Fund</u>	<u>Animal Adoption Fund</u>
Revenues							
Intergovernmental revenue	\$ -	\$ 179,150	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	3,471	-	-	-	-	-
Investment income	-	-	-	-	-	-	1
Contributions and private grants	-	-	-	-	-	-	6,353
Other income	-	-	24,616	-	-	4,370	-
Total revenues	<u>-</u>	<u>182,621</u>	<u>24,616</u>	<u>-</u>	<u>-</u>	<u>4,370</u>	<u>6,354</u>
Expenditures							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	9,868
Social services	-	-	-	-	-	-	-
Education	-	165,498	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>165,498</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,868</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	-	17,123	24,616	-	-	4,370	(3,514)
Excess of revenues and other sources over (under) expenditures	-	17,123	24,616	-	-	4,370	(3,514)
Fund balances - beginning	674	39,862	83,492	23,146	6,310	2,241	11,445
Fund balances - ending	<u>\$ 674</u>	<u>\$ 56,985</u>	<u>\$ 108,108</u>	<u>\$ 23,146</u>	<u>\$ 6,310</u>	<u>\$ 6,611</u>	<u>\$ 7,931</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021

	<u>Historical Land Records</u>	<u>Recreation Camperships Fund</u>	<u>Probate Filing Records</u>	<u>Federal Asset Drug Forfeiture Fund</u>	<u>Animal Health Fund</u>	<u>State Police Computer Grant</u>	<u>Police Substance Abuse Fund</u>
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	2,845	-	-	-	-	-	-
Investment income	1	-	-	-	2	-	1
Contributions and private grants	-	1,500	70	-	1,675	-	-
Other income	-	-	-	7,539	-	-	-
Total revenues	<u>2,846</u>	<u>1,500</u>	<u>70</u>	<u>7,539</u>	<u>1,677</u>	<u>-</u>	<u>1</u>
Expenditures							
General government	6,286	-	-	-	-	-	-
Public safety	-	-	-	11,343	1,650	2,195	-
Social services	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>6,286</u>	<u>-</u>	<u>-</u>	<u>11,343</u>	<u>1,650</u>	<u>2,195</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(3,440)</u>	<u>1,500</u>	<u>70</u>	<u>(3,804)</u>	<u>27</u>	<u>(2,195)</u>	<u>1</u>
Excess of revenues and other sources over (under) expenditures	<u>(3,440)</u>	<u>1,500</u>	<u>70</u>	<u>(3,804)</u>	<u>27</u>	<u>(2,195)</u>	<u>1</u>
Fund balances - beginning	<u>9,163</u>	<u>756</u>	<u>2,013</u>	<u>20,948</u>	<u>15,660</u>	<u>6,408</u>	<u>4,771</u>
Fund balances - ending	<u>\$ 5,723</u>	<u>\$ 2,256</u>	<u>\$ 2,083</u>	<u>\$ 17,144</u>	<u>\$ 15,687</u>	<u>\$ 4,213</u>	<u>\$ 4,772</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021

	<u>Police Unclaimed Property</u>	<u>Senior Center Donations</u>	<u>Human Service Legislative Grant</u>	<u>Food Pantry Donations</u>	<u>Senior Center Grants</u>	<u>Emergency Management Grants</u>	<u>Congregational Church Restoration</u>
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ 3,579	\$ 28,000	\$ -
Charges for service	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	314	9,399	1,528	-	54,232
Other income	-	3,769	-	-	-	2,605	-
Total revenues	<u>-</u>	<u>3,769</u>	<u>314</u>	<u>9,399</u>	<u>5,107</u>	<u>30,605</u>	<u>54,232</u>
Expenditures							
General government	-	-	-	-	-	-	52,632
Public safety	-	-	-	-	-	26,629	-
Social services	-	5,652	477	468	9,910	-	-
Education	-	-	-	-	-	-	-
Capital	-	-	-	-	-	20,000	-
Total expenditures	<u>-</u>	<u>5,652</u>	<u>477</u>	<u>468</u>	<u>9,910</u>	<u>46,629</u>	<u>52,632</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	-	(1,883)	(163)	8,931	(4,803)	(16,024)	1,600
Excess of revenues and other sources over (under) expenditures	-	(1,883)	(163)	8,931	(4,803)	(16,024)	1,600
Fund balances - beginning	<u>1,416</u>	<u>9,524</u>	<u>2,489</u>	<u>1,537</u>	<u>18,736</u>	<u>45,274</u>	<u>5</u>
Fund balances - ending	<u>\$ 1,416</u>	<u>\$ 7,641</u>	<u>\$ 2,326</u>	<u>\$ 10,468</u>	<u>\$ 13,933</u>	<u>\$ 29,250</u>	<u>\$ 1,605</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021

	Land Dedication Recreation Fund	Green Area Beautification	Main Street Project	Cemetery Capital Fee Fund	Recording Technical Scanning Fund	Citizens Police Academy Fund	Hazard Mitigation Grant
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	14,117	-	-
Investment income	-	-	-	1	13	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other income	41,050	-	-	-	-	-	-
Total revenues	<u>41,050</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>14,130</u>	<u>-</u>	<u>-</u>
Expenditures							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Social services	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	41,050	-	-	1	14,130	-	-
Excess of revenues and other sources over (under) expenditures	41,050	-	-	1	14,130	-	-
Fund balances - beginning	78,499	551	(39,010)	7,361	117,498	(402)	(2,777)
Fund balances - ending	<u>\$ 119,549</u>	<u>\$ 551</u>	<u>\$ (39,010)</u>	<u>\$ 7,362</u>	<u>\$ 131,628</u>	<u>\$ (402)</u>	<u>\$ (2,777)</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021

	<u>Partnership for Success</u>	<u>Misc. Police Grants</u>	<u>Police Homeland Security</u>	<u>Animal Shelter Donations</u>	<u>Senior Donation</u>	<u>Totals</u>
Revenues						
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 210,729
Charges for service	-	-	-	-	-	20,433
Investment income	-	-	-	7	1	27
Contributions and private grants	-	-	-	61,557	-	136,628
Other income	-	-	-	-	-	83,949
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,564</u>	<u>1</u>	<u>451,766</u>
Expenditures						
General government	-	-	-	-	-	58,918
Public safety	-	-	-	-	-	51,685
Social services	9,351	-	-	-	-	25,858
Education	-	-	-	-	-	165,498
Capital	-	-	-	-	-	20,000
Total expenditures	<u>9,351</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>321,959</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	(9,351)	-	-	61,564	1	129,807
Excess of revenues and other sources over (under) expenditures	(9,351)	-	-	61,564	1	129,807
Fund balances - beginning	<u>9,351</u>	<u>8,466</u>	<u>(18,308)</u>	<u>34,405</u>	<u>5,000</u>	<u>506,504</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 8,466</u>	<u>\$ (18,308)</u>	<u>\$ 95,969</u>	<u>\$ 5,001</u>	<u>\$ 636,311</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	IDEA Preschool	IDEA Part B	Title I	Title II	Art Festival	Spark Grant	Language Assistance
ASSETS							
Cash and cash equivalents (overdraft)	\$ -	\$ -	\$ -	\$ -	\$ 934	\$ 3,431	\$ -
Due from other governments	4,995	318,113	179,045	91,548	-	-	-
Internal balances	-	-	-	-	-	-	3,075
TOTAL ASSETS	<u>\$ 4,995</u>	<u>\$ 318,113</u>	<u>\$ 179,045</u>	<u>\$ 91,548</u>	<u>\$ 934</u>	<u>\$ 3,431</u>	<u>\$ 3,075</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	4,995	318,113	179,045	91,548	-	3,431	-
Total liabilities	<u>4,995</u>	<u>318,113</u>	<u>179,045</u>	<u>91,548</u>	<u>-</u>	<u>3,431</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	934	-	3,075
<i>Unassigned</i>	-	-	-	-	-	-	-
Total fund balances (deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>934</u>	<u>-</u>	<u>3,075</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,995</u>	<u>\$ 318,113</u>	<u>\$ 179,045</u>	<u>\$ 91,548</u>	<u>\$ 934</u>	<u>\$ 3,431</u>	<u>\$ 3,075</u>

(Continued)

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021**

	<u>Prevention Partnership</u>	<u>Champlin Grant</u>	<u>CTE 2019 Fund</u>	<u>RI Learning</u>	<u>Amica</u>	<u>Civics Grant</u>	<u>RI Foundation Scholarship</u>
ASSETS							
Cash and cash equivalents (overdraft)	\$ 992	\$ -	\$ -	\$ -	\$ 1,672	\$ -	\$ -
Due from other governments	-	-	-	-	-	-	-
Internal balances	1,041	-	-	7	-	-	112,745
TOTAL ASSETS	<u>\$ 2,033</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ 1,672</u>	<u>\$ -</u>	<u>\$ 112,745</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	395	-	-	-	1,676	-
Total liabilities	<u>-</u>	<u>395</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,676</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	2,033	-	-	7	1,672	-	112,745
Unassigned	-	(395)	-	-	-	(1,676)	-
Total fund balances (deficit)	<u>2,033</u>	<u>(395)</u>	<u>-</u>	<u>7</u>	<u>1,672</u>	<u>(1,676)</u>	<u>112,745</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,033</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ 1,672</u>	<u>\$ -</u>	<u>\$ 112,745</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	<u>Title IV</u>	<u>FAA Gentian</u>	<u>ESSER FY 21</u>	<u>CRF Fund FY 21</u>	<u>CRF Substitutes</u>	<u>Student Activities</u>
ASSETS						
Cash and cash equivalents (overdraft)	\$ -	\$ 1,000	\$ -	\$ -	\$ -	\$ 133,638
Due from other governments	15,000	-	-	-	-	-
Internal balances	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 15,000</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,638</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	15,000	-	-	-	-	-
Total liabilities	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances						
<i>Restricted for:</i>						
Educational programs	-	1,000	-	-	-	133,638
Unassigned	-	-	-	-	-	-
Total fund balances (deficit)	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>133,638</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 15,000</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,638</u>

(Continued)

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021**

	<u>CTE Grant 2021</u>	<u>Covid Capital</u>	<u>RI Foundation Grant</u>	<u>Totals</u>
ASSETS				
Cash and cash equivalents (overdraft)	\$ -	\$ -	\$ -	\$ 141,667
Due from other governments	-	-	-	608,701
Internal balances	-	-	-	116,868
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 867,236</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	-
Internal balances	-	-	419	614,622
Total liabilities	<u>-</u>	<u>-</u>	<u>419</u>	<u>614,622</u>
Fund balances				
<i>Restricted for:</i>				
Educational programs	-	-	-	255,104
<i>Unassigned</i>	-	-	(419)	(2,490)
Total fund balances (deficit)	<u>-</u>	<u>-</u>	<u>(419)</u>	<u>252,614</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 867,236</u>

(Concluded)

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021**

	<u>IDEA Preschool</u>	<u>IDEA Part B</u>	<u>Title I</u>	<u>Title II</u>	<u>Art Festival</u>	<u>Spark Grant</u>	<u>Language Assistance</u>
Revenues							
Intergovernmental revenue	\$ 4,995	\$ 318,113	\$ 249,647	\$ 91,548	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-
Total revenues	<u>4,995</u>	<u>318,113</u>	<u>249,647</u>	<u>91,548</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures							
Education	4,995	318,113	247,247	91,548	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>4,995</u>	<u>318,113</u>	<u>247,247</u>	<u>91,548</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess revenues over (under) expenditures	-	-	2,400	-	-	-	-
Fund balances - beginning - restated	<u>-</u>	<u>-</u>	<u>(2,400)</u>	<u>-</u>	<u>934</u>	<u>-</u>	<u>3,075</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 934</u>	<u>\$ -</u>	<u>\$ 3,075</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021

	<u>Prevention Partnership</u>	<u>Champlin Grant</u>	<u>CTE 2019 Fund</u>	<u>RI Learning Grant</u>	<u>Amica</u>	<u>Civics Grant</u>	<u>RI Foundation Scholarship</u>
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ 92,784	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	64,810
Total revenues	<u>-</u>	<u>-</u>	<u>92,784</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,810</u>
Expenditures							
Education	-	19	33,971	-	-	1,690	65,826
Capital	-	-	78,350	-	-	-	-
Total expenditures	<u>-</u>	<u>19</u>	<u>112,321</u>	<u>-</u>	<u>-</u>	<u>1,690</u>	<u>65,826</u>
Excess revenues over (under) expenditures	-	(19)	(19,537)	-	-	(1,690)	(1,016)
Fund balances - beginning - restated	<u>2,033</u>	<u>(376)</u>	<u>19,537</u>	<u>7</u>	<u>1,672</u>	<u>14</u>	<u>113,761</u>
Fund balances - ending	<u>\$ 2,033</u>	<u>\$ (395)</u>	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ 1,672</u>	<u>\$ (1,676)</u>	<u>\$ 112,745</u>

(Continued)

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021**

	<u>Title IV</u>	<u>FAA Gentian</u>	<u>ESSER FY 21</u>	<u>CRF Fund FY 21</u>	<u>CRF Substitutes</u>	<u>Student Activities</u>
Revenues						
Intergovernmental revenue	\$ 15,000	\$ -	\$ 211,568	\$ 253,585	\$ 60,942	\$ -
Other	-	-	-	-	-	62,536
Total revenues	<u>15,000</u>	<u>-</u>	<u>211,568</u>	<u>253,585</u>	<u>60,942</u>	<u>62,536</u>
Expenditures						
Education	15,000	-	211,568	253,585	60,942	95,290
Capital	-	-	-	-	-	-
Total expenditures	<u>15,000</u>	<u>-</u>	<u>211,568</u>	<u>253,585</u>	<u>60,942</u>	<u>95,290</u>
Excess revenues over (under) expenditures	-	-	-	-	-	(32,754)
Fund balances - beginning - restated	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>166,392</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,638</u>

(Continued)

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021**

	<u>CTE Grant 2021</u>	<u>Covid Capital</u>	<u>RI Foundation Grant</u>	<u>Totals</u>
Revenues				
Intergovernmental revenue	\$ 7,457	\$ 12,847	\$ -	\$ 1,318,486
Other	-	-	20,000	147,346
Total revenues	<u>7,457</u>	<u>12,847</u>	<u>20,000</u>	<u>1,465,832</u>
Expenditures				
Education	7,457	12,847	20,419	1,440,517
Capital	-	-	-	78,350
Total expenditures	<u>7,457</u>	<u>12,847</u>	<u>20,419</u>	<u>1,518,867</u>
Excess revenues over (under) expenditures	-	-	(419)	(53,035)
Fund balances - beginning - restated	-	-	-	305,649
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (419)</u>	<u>\$ 252,614</u>

(Concluded)

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

Highway Department Capital Escrow – established to account for the Highway Department capital program.

School Ballfield Fund – established to account for additional renovations to the School Department's ballfield.

School Capital Construction Fund – established to account for non-bonded School construction projects.

Highway Bridges Special Projects – established to account for the reconstruction and maintenance of bridges and other special projects.

Police Vehicles Capital Fund – established to account for the purchase and maintenance of new police vehicles.

Open Space – established to account for the purchase and maintenance of open space in Town.

Chopmist Hill Renovation Fund – established to account for bonded capital expenditures related to the renovation of the Chopmist Hill Inn.

Public Works/Safety Bond Fund – established to account for bonded capital expenditures for public works and public safety.

School Bond Fund – established to account for bonded capital expenditures related to the Town's schools.

Building Inspector Vehicle Fund – established to reserve funds for purchase of future building inspector vehicle(s).

Animal Shelter Bond Fund – established to account for bonded capital expenditures related to improvements to the Town's animal shelter.

Town Properties Building Fund – established to account for the construction of a Town properties building.

Congregational Church Restoration Fund – established to collect funding for church restoration.

2009 School Loan Fund – established to account for School capital expenditures funded through a loan from RIHEBC.

Computer Upgrade – accounts for the expenditures associated with the upgrade of the Town's computer system.

Recreation Capital Fund – established to provide for future recreational capital expenditures.

K-9 Truck Capital Fund – accounts for the purchase and maintenance of an animal control vehicle.

Police Vehicle Escrow – established to account for the purchase and maintenance of police vehicles outside of the original five year vehicle replacement plan.

Capital Assets Fund – accounts for expenditure associated with the purchase of new capital asset software and the related conversion costs.

Police Station Fund – established to account for expenditures to investigate building a new police station versus improving the existing building.

Fire Department Capital Fund – established to account for bond proceeds and Town appropriations devoted to financing Fire Department capital expenditures.

Fire Department Communication Equipment Fund – established to reserve future funding for fire department equipment.

Town Hall IT Fund – established to reserve future funding for the town hall technology upgrades.

Police Vehicle Capital Fund – established to reserve funding for purchase of future police vehicles.

2018 Highway/Fire Bond Fund – established to account for new bond proceeds for the purchase of capital equipment.

Police Station Bond Fund – established to account for the new bond proceeds for the construction of the new police station.

School Housing Aid – established to account for state aid to offset the future cost of school department capital expenditures.

2.8M Bond Fund – established to account for the bond proceeds for the purchase of various new capital assets.

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	Highway Department Capital Escrow	School Ball Field Fund	School Capital Construction Fund	Highway Bridges Special Projects Fund	Police Vehicles Capital Fund	Open Space	Chopmist Hill Renovation Fund
ASSETS							
Cash and cash equivalents	\$ 119,707	\$ 636	\$ 306	\$ 12,170	\$ -	\$ 104,836	\$ -
Internal balances	69,650	-	-	-	16,487	-	22
TOTAL ASSETS	<u>\$ 189,357</u>	<u>\$ 636</u>	<u>\$ 306</u>	<u>\$ 12,170</u>	<u>\$ 16,487</u>	<u>\$ 104,836</u>	<u>\$ 22</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Assigned for:							
Capital projects	189,357	636	306	12,170	16,487	104,836	22
Unassigned for:	-	-	-	-	-	-	-
Total fund balances (deficit)	<u>189,357</u>	<u>636</u>	<u>306</u>	<u>12,170</u>	<u>16,487</u>	<u>104,836</u>	<u>22</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 189,357</u>	<u>\$ 636</u>	<u>\$ 306</u>	<u>\$ 12,170</u>	<u>\$ 16,487</u>	<u>\$ 104,836</u>	<u>\$ 22</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	Public Works / Safety Bond Fund	School Bond Fund	Building Inspector Vehicle Fund	Animal Shelter Bond Fund	Town Properties Building Fund	Congregation Church Restoration Fund	2009 School Loan Fund
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	1,049	-	15,000	-	1,375	-	30,756
TOTAL ASSETS	<u>\$ 1,049</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 1,375</u>	<u>\$ -</u>	<u>\$ 30,756</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	8,450	-	689	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,450</u>	<u>-</u>	<u>689</u>	<u>-</u>
Fund balances							
<i>Assigned for:</i>							
Capital projects	1,049	-	15,000	-	1,375	-	30,756
<i>Unassigned for:</i>							
Total fund balances (deficit)	<u>1,049</u>	<u>-</u>	<u>15,000</u>	<u>(8,450)</u>	<u>1,375</u>	<u>(689)</u>	<u>30,756</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,049</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 1,375</u>	<u>\$ -</u>	<u>\$ 30,756</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	Computer Upgrade Fund	Recreation Capital Fund	K-9 Capital Fund	Police Vehicle Fund	Capital Assets Fund	Police Station Fund	Fire Department Capital Fund
ASSETS							
Cash and cash equivalents	\$ 1	\$ 11,560	\$ 124	\$ 114	\$ 11,639	\$ -	\$ 895
Internal balances	1,020	16,097	-	-	8,400	61,353	206,633
TOTAL ASSETS	\$ 1,021	\$ 27,657	\$ 124	\$ 114	\$ 20,039	\$ 61,353	\$ 207,528
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	-
Fund balances							
<i>Assigned for:</i>							
Capital projects	1,021	27,657	124	114	20,039	61,353	207,528
<i>Unassigned for:</i>							
	-	-	-	-	-	-	-
Total fund balances (deficit)	1,021	27,657	124	114	20,039	61,353	207,528
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,021	\$ 27,657	\$ 124	\$ 114	\$ 20,039	\$ 61,353	\$ 207,528

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	Fire Department Communication Equipment Fund	Town Hall IT Fund	Police Vehicle Capital Fund	2018 Highway/Fire Bond Fund	New Police Station Bond Fund	School Housing Aid	\$2.8M Bond Fund	Total Capital Projects Funds
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 261,988
Internal balances	16,438	200,000	95,522	514,653	-	193,255	42,839	1,490,549
TOTAL ASSETS	<u>\$ 16,438</u>	<u>\$ 200,000</u>	<u>\$ 95,522</u>	<u>\$ 514,653</u>	<u>\$ -</u>	<u>\$ 193,255</u>	<u>\$ 42,839</u>	<u>\$ 1,752,537</u>
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	315,765	-	-	324,904
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>315,765</u>	<u>-</u>	<u>-</u>	<u>324,904</u>
Fund balances								
<i>Assigned for:</i>								
Capital projects	16,438	200,000	95,522	514,653	-	193,255	42,839	1,752,537
<i>Unassigned for:</i>								
	-	-	-	-	(315,765)	-	-	(324,904)
Total fund balances (deficit)	<u>16,438</u>	<u>200,000</u>	<u>95,522</u>	<u>514,653</u>	<u>(315,765)</u>	<u>193,255</u>	<u>42,839</u>	<u>1,427,633</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 16,438</u>	<u>\$ 200,000</u>	<u>\$ 95,522</u>	<u>\$ 514,653</u>	<u>\$ -</u>	<u>\$ 193,255</u>	<u>\$ 42,839</u>	<u>\$ 1,752,537</u>

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2021

	<u>Highway Department Capital Escrow</u>	<u>School Ball Field Fund</u>	<u>School Capital Construction Fund</u>	<u>Highway Bridges Special Projects Fund</u>	<u>Police Vehicles Capital Fund</u>	<u>Open Space</u>	<u>Chopmist Hill Renovation Fund</u>
Revenues							
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	12	-	-	1	-	10	-
Contributions and private grants	-	-	-	-	1,250	-	-
Other income	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1,250</u>	<u>\$ 10</u>	<u>\$ -</u>
Expenditures							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	1,533	-	-
Education	-	-	-	-	-	-	-
Capital	160,600	-	-	-	-	-	-
Total expenditures	<u>160,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,533</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	(160,588)	-	-	1	(283)	10	-
Other financing sources (uses)							
Transfers from other funds	37,650	-	-	-	-	8,000	-
Total other financing sources (uses)	<u>37,650</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,000</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	(122,938)	-	-	1	(283)	8,010	-
Fund balances - beginning	312,295	636	306	12,169	16,770	96,826	22
Fund balances - ending	<u>\$ 189,357</u>	<u>\$ 636</u>	<u>\$ 306</u>	<u>\$ 12,170</u>	<u>\$ 16,487</u>	<u>\$ 104,836</u>	<u>\$ 22</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2021

	Public Works / Safety Bond Fund	School Bond Fund	Building Inspector Vehicle Fund	Animal Shelter Bond Fund	Town Properties Building Fund	Congregational Church Restoration Fund	2009 School Loan Fund
Revenues							
State aid and grants	\$ -	\$ 133,669	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ -</u>	<u>\$ 133,669</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	8,197
Capital	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,197</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	-	133,669	-	-	-	-	(8,197)
Other financing sources (uses)							
Transfers from other funds	-	-	7,500	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>7,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	-	133,669	7,500	-	-	-	(8,197)
Fund balances - beginning	1,049	(133,669)	7,500	(8,450)	1,375	(689)	38,953
Fund balances - ending	<u>\$ 1,049</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ (8,450)</u>	<u>\$ 1,375</u>	<u>\$ (689)</u>	<u>\$ 30,756</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2021

	Computer Upgrade Fund	Recreation Capital Fund	K-9 Capital Fund	Police Vehicle Fund	Capital Assets Fund	Police Station Fund	Fire Department Capital Fund
Revenues							
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	1	-	1	1	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	49,930
Education	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,930</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	-	1	-	1	1	-	(49,930)
Other financing sources (uses)							
Transfers from other funds	-	-	-	-	-	45,000	93,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,000</u>	<u>93,000</u>
Excess of revenues and other sources over (under) expenditures	<u>-</u>	<u>1</u>	<u>-</u>	<u>1</u>	<u>1</u>	<u>45,000</u>	<u>43,070</u>
Fund balances - beginning	1,021	27,656	124	113	20,038	16,353	164,458
Fund balances - ending	<u>\$ 1,021</u>	<u>\$ 27,657</u>	<u>\$ 124</u>	<u>\$ 114</u>	<u>\$ 20,039</u>	<u>\$ 61,353</u>	<u>\$ 207,528</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2021

	Fire Department Communication Equipment Fund	Town Hall IT Fund	Police Vehicle Capital Fund	2018 Highway/Fire Bond	New Police Station Bond Fund	School Housing Aid	\$2.8M Bond Fund	Total Capital Projects Funds
Revenues								
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 479,680	\$ -	\$ 613,349
Investment income	-	-	-	-	-	-	-	26
Contributions and private grants	-	-	-	-	-	-	-	1,250
Other income	-	-	66,115	-	51,500	-	-	117,615
TOTAL REVENUES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 66,115</u>	<u>\$ -</u>	<u>\$ 51,500</u>	<u>\$ 479,680</u>	<u>\$ -</u>	<u>\$ 732,240</u>
Expenditures								
General government	\$ -	\$ -	\$ -	\$ 7,408	\$ -	\$ -	\$ -	\$ 7,408
Public safety	9,205	-	1,930	-	-	-	-	62,604
Education	-	-	-	-	-	486,425	-	494,622
Capital	32,974	-	46,711	47,662	326,262	-	-	614,209
Total expenditures	<u>42,179</u>	<u>-</u>	<u>48,647</u>	<u>55,070</u>	<u>326,262</u>	<u>486,425</u>	<u>-</u>	<u>1,178,843</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	(42,179)	-	17,468	(55,070)	(274,762)	(6,745)	-	(446,603)
Other financing sources (uses)								
Transfers from other funds	-	-	-	-	-	200,000	-	391,150
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>-</u>	<u>391,150</u>
Excess of revenues and other sources over (under) expenditures	(42,179)	-	17,468	(55,070)	(274,762)	193,255	-	(55,453)
Fund balances - beginning	58,617	200,000	78,054	569,723	(41,003)	-	42,839	1,483,086
Fund balances - ending	<u>\$ 16,438</u>	<u>\$ 200,000</u>	<u>\$ 95,522</u>	<u>\$ 514,653</u>	<u>\$ (315,765)</u>	<u>\$ 193,255</u>	<u>\$ 42,839</u>	<u>\$ 1,427,633</u>

(concluded)

The Permanent Funds
account for all resources that are legally
restricted to the extent that only earnings, and not
principal, may be used for purposes that support Town programs.

Sam Tourtellot & Leslie Davis Fund – was established to account for the assets held for the restoration and care of Historical Congregational Church.

Elsie Gleason Fund – was established to account for assets held for the restoration and care of Historical Congregational Church.

Glenford Cemetery Fund – was established to account for the assets held to provide special care to Historical Glenford Cemetery.

Smithfield Cemetery Fund – was established to account for the assets held to provide special care to Historical Smithfield Cemetery.

Cemetery Fund – was established to account for the general cemetery care of Town cemeteries inclusive of historical cemeteries.

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Permanent Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2021

	<u>Sam Tourtellot & Leslie Davis Fund</u>	<u>Elsie Gleason Fund</u>	<u>Glenford Cemetery Fund</u>	<u>Smithfield Cemetery Fund</u>	<u>Cemetery Fund</u>	<u>Totals</u>
ASSETS						
Cash and cash equivalents	\$ 7,270	\$ 2,583	\$ 26,810	\$ 24,111	\$ 94,039	\$ 154,813
TOTAL ASSETS	<u>\$ 7,270</u>	<u>\$ 2,583</u>	<u>\$ 26,810</u>	<u>\$ 24,111</u>	<u>\$ 94,039</u>	<u>\$ 154,813</u>
 LIABILITIES AND FUND BALANCES						
Liabilities						
Other liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund balances						
Nonspendable	-	-	26,810	-	94,039	120,849
Restricted	7,270	2,583	-	24,111	-	33,964
Total fund balances (deficit)	<u>7,270</u>	<u>2,583</u>	<u>26,810</u>	<u>24,111</u>	<u>94,039</u>	<u>154,813</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 7,270</u>	<u>\$ 2,583</u>	<u>\$ 26,810</u>	<u>\$ 24,111</u>	<u>\$ 94,039</u>	<u>\$ 154,813</u>

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Permanent Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2021**

	Sam Tourtellot & Leslie Davis Fund	Elsie Gleason Fund	Glenford Cemetery Fund	Smithfield Cemetery Fund	Cemetery Fund	Totals
Revenues						
Earnings on investments	\$ -	\$ -	\$ 4	\$ 2	\$ 11	\$ 17
Donations	-	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>4</u>	<u>2</u>	<u>11</u>	<u>17</u>
Expenditures						
Net decrease in FMV of investment	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	<u>-</u>	<u>-</u>	<u>4</u>	<u>2</u>	<u>11</u>	<u>17</u>
Fund balances - beginning	<u>7,270</u>	<u>2,583</u>	<u>26,806</u>	<u>24,109</u>	<u>94,028</u>	<u>154,796</u>
Fund balances - ending	<u>\$ 7,270</u>	<u>\$ 2,583</u>	<u>\$ 26,810</u>	<u>\$ 24,111</u>	<u>\$ 94,039</u>	<u>\$ 154,813</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Statement of Fiduciary Net Position
Trust Funds
March 31, 2021

	Pension Trust Fund	OPEB Trust Fund	Total
ASSETS			
Cash and cash equivalents	\$ 96,588	\$ -	\$ 96,588
Investments:			
Collective funds - equity	4,879,604	920,592	5,800,196
Collective funds - fixed income	2,540,676	334,149	2,874,825
Collective funds - real estate investment trust	-	115,663	115,663
Total Investments:	7,420,280	1,370,404	8,790,684
Total Assets	7,516,868	1,370,404	8,887,272
 NET POSITION			
Restricted for:			
Employees' pension benefits	7,516,868	-	7,516,868
Employees' OPEB benefits	-	1,370,404	1,370,404
TOTAL NET POSITION	\$ 7,516,868	\$ 1,370,404	\$ 8,887,272

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Statement of Changes in Fiduciary Net Position
Trust Funds
For the Fiscal Year Ended March 31, 2021

	<u>Pension Trust Fund</u>	<u>OPEB Trust Fund</u>	<u>Total</u>
Additions:			
Contributions:			
Employer	\$ 1,014,520	\$ 251,380	\$ 1,265,900
Plan member	97,341	67,642	164,983
Total contributions;	<u>1,111,861</u>	<u>319,022</u>	<u>1,430,883</u>
Investment income:			
Interest and dividend income	165	-	165
Net appreciation (depreciation) in fair value of investments	1,828,019	400,705	2,228,724
Less: investment expense	(67,870)	-	(67,870)
Net investment income	<u>1,760,314</u>	<u>400,705</u>	<u>2,161,019</u>
Total Additions	<u>2,872,175</u>	<u>719,727</u>	<u>3,591,902</u>
Deductions			
Benefits Paid	(984,050)	(219,022)	(1,203,072)
Administrative fees	(68,259)	(3,215)	(71,474)
Total Deductions:	<u>(1,052,309)</u>	<u>(222,237)</u>	<u>(1,274,546)</u>
Net increase (decrease) in fiduciary net position	1,819,866	497,490	2,317,356
Net position - beginning	<u>5,697,002</u>	<u>872,914</u>	<u>6,569,916</u>
Net position - ending	<u>\$ 7,516,868</u>	<u>\$ 1,370,404</u>	<u>\$ 8,887,272</u>

Funds Combined for GASB 54 Reporting Purposes

General Fund

School Department Operations

Other Fund Activities

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
March 31, 2021

	General Fund	School Unrestricted Fund	TB202 Revaluation Fund	TB 203 Master Plan Fund	TB 210 Fire Dept Insurance	TB 223 Health Ins Reserve	TB 225 Muni Retire. Reserve	TB 234 Spay/Neuter Fund
ASSETS								
Cash and cash equivalents	\$ 2,615,154	\$ 8,304	\$ 104,989	\$ 125,008	\$ 2	\$ -	\$ -	\$ 7,895
Real estate and personal property tax receivable	6,918,966	-	-	-	-	-	-	-
Due from federal and state governments	-	88,057	-	-	-	-	-	-
Other assets	258,858	289,116	-	-	-	-	-	-
Internal balances	1,309,230	1,900,349	-	-	-	1	1	-
Prepaid expenditures	1,185,740	3,041,685	-	-	-	-	-	-
TOTAL ASSETS	\$ 12,287,948	\$ 5,327,511	\$ 104,989	\$ 125,008	\$ 2	\$ 1	\$ 1	\$ 7,895
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable and accrued expenses	\$ 499,355	\$ 1,512,259	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	3,168,333	94,122	-	(7,092)	-	-	-	-
Other liabilities	49,375	-	-	-	-	-	-	-
Total liabilities	3,717,063	1,606,381	-	(7,092)	-	-	-	-
DEFERRED INFLOW OF RESOURCES								
Unavailable tax revenue	1,603,861	-	-	-	-	-	-	-
Fund balances:								
<i>Nonspendable:</i>								
Prepaid expenditures	-	-	-	-	-	-	-	-
Deposits held for Health and Dental Benefits	1,185,740	3,041,685	-	-	-	-	-	-
<i>Restricted for:</i>								
Educational programs	-	679,445	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-	-
<i>Committed for:</i>								
Educational programs	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
<i>Assigned for:</i>								
2022 budget	115,603	-	-	-	-	-	-	-
Revaluation and master plan	-	-	104,989	132,100	-	-	-	-
Capital outlays	-	-	-	-	-	-	-	-
Community programs	-	-	-	-	-	-	-	-
Public works programs	-	-	-	-	2	1	1	7,895
Long term obligations	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
<i>Unassigned:</i>	5,665,681	-	-	-	-	-	-	-
Total fund balances	6,967,024	3,721,130	104,989	132,100	2	1	1	7,895
TOTAL LIABILITIES AND FUND BALANCES	\$ 12,287,948	\$ 5,327,511	\$ 104,989	\$ 125,008	\$ 2	\$ 1	\$ 1	\$ 7,895

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
March 31, 2021

	TB 314 Hope Sewer Prjoect	TB 320 Highway Donation	TB 330 Recycling Initiative	TB 406 Tax Cert Fund	TB 407 Unfunded Cemetery	TB 410 Muni. Unemploy Escrow	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 61,440	\$ 11,673	\$ 1	\$ 2,934,466
Real estate and personal property tax receivable	-	-	-	-	-	-	6,918,966
Due from federal and state governments	-	-	-	-	-	-	88,057
Other assets	-	-	-	-	-	-	547,974
Internal balances	-	-	-	-	-	-	3,209,581
Prepaid expenditures	-	-	-	-	-	-	4,227,425
TOTAL ASSETS	\$ -	\$ -	\$ -	\$ 61,440	\$ 11,673	\$ 1	\$ 17,926,469
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,011,614
Internal balances	(12,500)	(3,770)	(14,417)	-	(1,567)	-	3,223,109
Other liabilities	-	-	-	-	-	-	49,375
Total liabilities	(12,500)	(3,770)	(14,417)	-	(1,567)	-	5,284,098
DEFERRED INFLOW OF RESOURCES							
Unavailable tax revenue	-	-	-	-	-	-	1,603,861
Fund balances:							
<i>Nonspendable:</i>							
Deposits held for Health and Dental Benefits	-	-	-	-	-	-	4,227,425
<i>Restricted for:</i>							
Educational programs	-	-	-	-	-	-	679,445
Other programs	-	-	14,417	-	-	-	14,417
<i>Assigned for:</i>							
2020 budget	-	-	-	-	-	-	115,603
Revaluation and master plan	-	-	-	61,440	-	-	298,529
Community programs	12,500	3,770	-	-	13,240	1	29,511
Public works programs	-	-	-	-	-	-	7,899
<i>Unassigned:</i>							
	-	-	-	-	-	-	5,665,681
Total fund balances	12,500	3,770	14,417	61,440	13,240	1	11,038,510
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ -	\$ 61,440	\$ 11,673	\$ 1	\$ 17,926,469

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, 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
March 31, 2021

	General Fund	School Unrestricted Fund	TB202 Revaluation Fund	TB 203 Master Plan Fund	TB 210 Fire Dept Insurance	TB 223 Health Ins Reserve	TB 225 Muni Retire. Reserve	TB 234 Spay/Neuter Fund
Revenues								
General property tax	\$ 31,579,525	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal and state aid grants	1,354,187	3,827,125	-	-	-	-	-	-
Charges for service	1,047,471	-	-	-	-	-	-	748
Fines and penalties	31,168	-	-	-	-	-	-	-
Investment and interest income	147,420	-	1	8	-	-	-	1
Miscellaneous revenue	150,978	578,720	-	-	-	-	-	-
Total revenues	34,310,749	4,405,845	1	8	-	-	-	749
Expenditures								
General government	1,442,580	-	5,043	-	-	-	-	-
Public safety	3,406,348	-	-	-	-	-	-	-
Public works	2,513,958	-	-	-	-	-	-	-
Social services	1,071,310	-	-	-	-	-	-	-
Education	-	25,150,546	-	-	-	-	-	-
Fixed charges and other	2,950,329	-	-	-	-	-	-	-
Debt service								
Principal	922,000	-	-	-	-	-	-	-
Interest	578,922	-	-	-	-	-	-	-
Total expenditures	12,885,447	25,150,546	5,043	-	-	-	-	-
Excess of revenues over (under) expenditures before other financing sources (uses)	21,425,302	(20,744,701)	(5,042)	8	-	-	-	749
Other financing sources (uses)								
Transfers to other funds	(486,150)	-	45,000	50,000	-	-	-	-
School appropriation	(20,290,020)	20,290,020	-	-	-	-	-	-
Total other financing sources (uses)	(20,776,170)	20,290,020	45,000	50,000	-	-	-	-
Net changes in fund balances	649,132	(454,681)	39,958	50,008	-	-	-	749
Fund balances - beginning	6,317,892	4,175,811	65,031	82,092	2	1	1	7,146
Fund balances - ending	\$ 6,967,024	\$ 3,721,130	\$ 104,989	\$ 132,100	\$ 2	\$ 1	\$ 1	\$ 7,895

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, 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
March 31, 2021

	TB 314 Hope Sewer Project	TB 320 Highway Donations	TB 330 Recycling Initiative	TB 406 Tax Cert Fund	TB 407 Unfunded Cemetery	TB 410 Muni. Unemploy Escrow	Total Governmental Funds
Revenues							
General property tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,579,525
Federal and state aid grants	-	-	-	-	-	-	5,181,312
Charges for service	-	-	-	-	-	-	1,048,219
Fines and penalties	-	-	-	-	-	-	31,168
Investment and interest income	-	-	-	-	-	-	147,430
Miscellaneous revenue	-	-	-	-	-	-	729,698
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,717,352</u>
Expenditures							
General government	-	-	-	25	-	-	1,447,648
Public safety	-	492	-	-	-	-	3,406,840
Public works	-	-	-	-	-	-	2,513,958
Social services	-	-	-	-	-	-	1,071,310
Education	-	-	-	-	-	-	25,150,546
Fixed charges and other	-	-	-	-	-	-	2,950,329
Debt service							
Principal	-	-	-	-	-	-	922,000
Interest	-	-	-	-	-	-	578,922
Total expenditures	<u>-</u>	<u>492</u>	<u>-</u>	<u>25</u>	<u>-</u>	<u>-</u>	<u>38,041,553</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>-</u>	<u>(492)</u>	<u>-</u>	<u>(25)</u>	<u>-</u>	<u>-</u>	<u>675,799</u>
Other financing sources (uses)							
Transfers to other funds	-	-	-	-	-	-	(391,150)
School appropriation	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(391,150)</u>
Net changes in fund balances	-	(492)	-	(25)	-	-	284,649
Fund balances - beginning	12,500	4,262	14,417	61,465	13,240	1	10,753,861
Fund balances - ending	<u>\$ 12,500</u>	<u>\$ 3,770</u>	<u>\$ 14,417</u>	<u>\$ 61,440</u>	<u>\$ 13,240</u>	<u>\$ 1</u>	<u>\$ 11,038,510</u>

(concluded)

Scituate School Department Operations

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Balance Sheet
School Department Operations
March 31, 2021**

	School Unrestricted	NWR	Jobs Fund	Total Governmental Funds
ASSETS:				
Cash and cash equivalents	\$ 8,304	\$ -	\$ -	\$ 8,304
Receivables:				
Due from federal and state governments	-	68,090	19,967	88,057
Other assets	289,116	-	-	289,116
Prepaid expenditures	3,041,685	-	-	3,041,685
Due from:				
Other funds	1,900,349	-	-	1,900,349
TOTAL ASSETS	\$ 5,239,454	\$ 68,090	\$ 19,967	\$ 5,327,511
 LIABILITIES AND FUND BALANCES:				
LIABILITIES:				
Accounts payable	\$ 890,104	\$ -	\$ -	\$ 890,104
Accrued payroll and benefits	622,155	-	-	622,155
Due to:				
Other funds	-	66,989	27,133	94,122
TOTAL LIABILITIES	1,512,259	66,989	27,133	1,606,381
 FUND BALANCE:				
Nonspendable:				
Deposits held for Health and Dental Benefits	3,041,685	-	-	3,041,685
Restricted for:				
Education	427,936	1,101	(7,166)	421,871
Assigned for:				
2022 budget	257,574	-	-	257,574
Unassigned:				
	-	-	-	-
TOTAL FUND BALANCE	3,727,195	1,101	(7,166)	3,721,130
 TOTAL LIABILITIES AND FUND BALANCE	\$ 5,239,454	\$ 68,090	\$ 19,967	\$ 5,327,511

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses)
School Department Operations
March 31, 2021

	<u>School Unrestricted</u>	<u>NWR</u>	<u>Jobs Fund</u>	<u>Total Governmental Funds</u>
REVENUES:				
Intergovernmental revenue	\$ 2,598,484	\$ -	\$ -	\$ 2,598,484
Other revenue	461,298	115,853	1,569	578,720
Intergovernmental - pension contribution	1,228,641	-	-	1,228,641
TOTAL REVENUES	<u>4,288,423</u>	<u>115,853</u>	<u>1,569</u>	<u>4,405,845</u>
EXPENDITURES:				
<i>Current:</i>				
Education	23,780,596	122,907	18,402	23,921,905
Intergovernmental - pension contribution	1,228,641	-	-	1,228,641
TOTAL EXPENDITURES	<u>25,009,237</u>	<u>122,907</u>	<u>18,402</u>	<u>25,150,546</u>
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>(20,720,814)</u>	<u>(7,054)</u>	<u>(16,833)</u>	<u>(20,744,701)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	20,290,020	-	-	20,290,020
NET OTHER FINANCING SOURCES (USES)	<u>20,290,020</u>	<u>-</u>	<u>-</u>	<u>20,290,020</u>
NET CHANGE IN FUND BALANCE	<u>(430,794)</u>	<u>(7,054)</u>	<u>(16,833)</u>	<u>(454,681)</u>
FUND BALANCE BEGINNING OF YEAR	<u>4,157,989</u>	<u>8,155</u>	<u>9,667</u>	<u>4,175,811</u>
FUND BALANCE END OF YEAR	<u>\$ 3,727,195</u>	<u>\$ 1,101</u>	<u>\$ (7,166)</u>	<u>\$ 3,721,130</u>

TOWN OF SCITUATE
Supplementary Information
School Department Operating Budget
Budgetary Comparison Schedule
For the Fiscal Year Ended March 31, 2021

	Original Budgeted Amount	Revised Budgeted Amount	Actual	Variance
Revenues				
Town appropriation	\$ 20,290,020	\$ 20,290,020	\$ 20,290,020	\$ -
State aid to education	2,802,856	2,802,856	2,598,484	(204,372)
Other school revenues	570,000	570,000	461,298	(108,702)
School applied fund balance	326,073	326,073	326,073	-
Total revenues	<u>23,988,949</u>	<u>23,988,949</u>	<u>23,675,875</u>	<u>(313,074)</u>
Expenditures				
Education	<u>23,988,949</u>	<u>23,988,949</u>	<u>23,780,596</u>	<u>208,353</u>
Total expenditures	<u>23,988,949</u>	<u>23,988,949</u>	<u>23,780,596</u>	<u>208,353</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (104,721)</u>	<u>\$ (104,721)</u>

**TOWN OF SCITUATE, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT
FOR THE FISCAL YEAR ENDED March 31, 2021**

Fiscal Year	Balance	Current Year	Additions	Abatements	Refunds/ Adjustments	Amount to be Collected	Collections	Balance	Fiscal Year 2021 Year Cash Collections Summary			2021 (FY-22) Cash Collections Subject to 60- day FY 21 Accrual
	April 1, 2020	Assessment						March 31, 2021	April - May 2020 Collections Subject to 60- day FY 20 Accrual	June - March 2021 Collections	Total FY 2021 Cash Collections	
2021	\$ -	\$ 31,510,292	\$ 80,788	\$ 890	\$ (11,514)	\$ 31,580,456	\$ 25,575,212	\$ 6,005,244	\$ -	\$ 25,575,212	\$ 25,575,212	5,269,235
2020	3,312,162	-	501	-	1,243	3,313,906	3,067,400	246,506	2,403,725	663,675	3,067,400	34,650
2019	168,103	-	489	-	(87)	168,505	112,136	56,369	82,971	29,165	112,136	5,963
2018	54,720	-	-	-	(75)	54,645	3,451	51,194	782	2,669	3,451	449
2017	54,207	-	-	-	(63)	54,144	3,203	50,941	106	3,097	3,203	612
2016	59,374	-	-	-	(57)	59,317	1,040	58,277	248	792	1,040	275
2015	61,877	-	-	-	(51)	61,826	476	61,350	-	476	476	207
2014	56,332	-	-	-	-	56,332	461	55,871	-	461	461	377
2013	51,336	-	-	-	-	51,336	473	50,863	-	473	473	200
2012	51,382	-	-	-	-	51,382	265	51,117	-	265	265	200
2011 and prior	239,634	-	1,949	-	(6,484)	235,099	3,883	231,216	-	3,883	3,883	2,937
Total	\$ 4,109,127	\$ 31,510,292	\$ 83,727	\$ 890	\$ (17,088)	\$ 35,686,948	\$ 28,768,000	\$ 6,918,948	\$ 2,487,832	\$ 26,280,168	\$ 28,768,000	\$ 5,315,105

**SCHEDULE OF NET ASSESSED PROPERTY
VALUE BY CATEGORY**

Description of Property	Valuations		Levy
	December 31, 2019	June 26, 2020	June 26, 2020
Real property	\$ 934,251,300	\$ 17,063,817	
Real property - Commercial	423,304,240	9,596,307	
Real property - Frozen	318,199,970	4,178,205	
Motor vehicles	99,260,436	2,997,400	
Tangible personal	23,161,930	901,360	
Total	1,798,177,876	34,737,089	
Exemptions:			
Real property	2,476,758	45,250	
Real property - Commercial	74,512,870	1,689,207	
Real property - Frozen	7,049,303	-	
Motor vehicles	49,098,192	1,482,765	
Tangible personal	246,028	9,575	
Total exemptions	133,383,151	3,226,797	
Net assessed value	\$ 1,664,794,725	\$ 31,510,292	
Current year assessment		\$ 31,510,292	

Reconciliation of Current Year Property Tax Revenue

Current year collections	\$ 28,768,000
Payment adjustments and transfers	(15,748)
April - May 2021 Collections Subject to 60 - day FY 2021 Accrual	5,315,105
	<u>34,067,357</u>
April - May 2020 Collections Subject to 60 - day FY 2020 Accrual	(2,487,832)
Current Year Property Tax Revenue	<u>\$ 31,579,525</u>

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 Scituate
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended March 31, 2021

<u>REVENUE</u>	<u>Municipal</u>	<u>Education Department</u>
Current Year Levy Tax Collection	\$ 30,819,568	\$ -
Last Year's Levy Tax Collection	706,536	-
Prior Years Property Tax Collection	53,420	-
Interest & Penalty	138,874	-
PILOT & Tax Treaty (excluded from levy) Collection	-	-
Other Local Property Taxes	-	-
Licenses and Permits	190,558	-
Fines and Forfeitures	31,168	-
Investment Income	8,556	-
Departmental	370,750	-
Rescue Run Revenue	351,351	-
Police & Fire Detail	70,868	-
Other Local Non-Property Tax Revenues	212,827	-
Tuition	-	295,674
Impact Aid	-	-
Medicaid	-	107,013
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	182,621
CDBG	-	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	20,843	792,391
COVID - ESSER	-	211,568
COVID - CRF	451,963	253,585
COVID - CDBG	-	-
COVID - FEMA	75,667	-
COVID - Other	7,254	60,942
COVID - ARPA	-	-
MV Excise Tax Reimbursement	230,460	-
State PILOT Program	-	-
Distressed Community Relief Fund	-	-
Library Resource Aid	132,790	-
Library Construction Aid	-	-
Public Service Corporation Tax	132,057	-
Meals & Beverage Tax / Hotel Tax	62,064	-
LEA Aid	-	2,467,830
Group Home	-	-
Housing Aid Capital Projects	243,932	479,680
Housing Aid Bonded Debt	-	-
State Food Service Revenue	-	-
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	-	147,346
Motor Vehicle Phase Out	-	-
Other Revenue	-	306,687
Local Appropriation for Education	-	20,290,020
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
Total Revenue	\$ 34,311,507	\$ 25,595,357
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	-	200,000
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	-	-
Rounding	-	-
Total Other Financing Sources	\$ -	\$ 200,000

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended March 31, 2021

EXPENDITURES	General Government	Finance	Social Services	Centralized IT	Planning	Libraries	Public Works	Parks and Rec	Police Department
Compensation- Group A	\$ 203,886	\$ 342,903	\$ 113,405	\$ -	\$ 149,451	\$ -	\$ 692,138	\$ 111,694	\$ 1,205,984
Compensation - Group B	-	-	-	-	-	-	-	-	352,835
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	68,517	-	180,878
Overtime - Group B	-	-	-	-	-	-	-	-	-
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	763
Active Medical Insurance - Group A	40,396	66,817	22,246	-	32,664	-	131,742	24,333	262,301
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	64,515
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental insurance- Group A	2,264	3,745	1,247	-	1,831	-	7,383	1,364	14,700
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	3,616
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	16,315	26,985	8,984	-	13,192	-	53,206	9,827	131,990
Life Insurance	1,299	2,148	715	-	1,050	-	4,235	782	10,506
State Defined Contribution- Group A	2,017	3,337	1,111	-	1,631	-	6,578	1,215	40,527
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	3,222
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	9,872	4,695	1,081	-	993	-	8,028	-	120,544
Other Benefits- Group B	-	-	-	-	-	-	-	-	2,565
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	1,033,702
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	29,262	48,401	16,115	-	23,661	-	95,431	17,627	-
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	46,734
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	320,756	128,639	-	-	11,263	-	12,040	15,280	77,822
Materials/Supplies	582	3,138	4,720	-	1,162	-	61,054	58,546	43,628
Software Licenses	28,383	38,782	-	-	4,850	-	-	-	24,862
Capital Outlays	-	-	-	-	-	-	480,612	-	18,043
Insurance	164,267	-	-	-	-	-	-	-	-
Maintenance	-	-	-	-	893	-	191,448	-	-
Vehicle Operations	-	-	7,707	-	777	-	65,072	-	45,752
Utilities	7,448	5,054	5,365	-	2,715	-	125,594	-	8,359
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	27,369	-	-
Revaluation	-	9,853	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	46,952	-	-
Trash Removal & Recycling	-	-	-	-	-	-	584,998	-	-
Claims & Settlements	180,000	-	-	-	-	-	-	-	-
Community Support	70,507	-	-	-	-	-	-	-	-
Other Operation Expenditures	53,557	25,999	10,074	-	24,449	652,425	21,385	-	31,622
Tipping Fees	-	-	-	-	-	-	172,112	-	-
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	\$ 1,130,812	\$ 710,498	\$ 192,768	\$ -	\$ 270,583	\$ 652,425	\$ 2,855,895	\$ 240,668	\$ 3,725,470

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended March 31, 2021

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	\$ -	\$ -	\$ 111,615	\$ -	\$ -	\$ -	\$ 2,931,076	\$ 10,474,606
Compensation - Group B	-	-	-	-	-	-	352,835	1,454,806
Compensation - Group C	-	-	-	-	-	-	-	2,618,652
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	249,395	-
Overtime - Group B	-	-	-	-	-	-	-	-
Overtime - Group C	-	-	-	-	-	-	-	77,946
Police & Fire Detail	-	-	-	-	-	-	763	-
Active Medical Insurance - Group A	-	-	24,956	-	-	-	605,457	1,168,815
Active Medical Insurance- Group B	-	-	-	-	-	-	64,515	162,335
Active Medical Insurance- Group C	-	-	-	-	-	-	-	292,204
Active Dental Insurance- Group A	-	-	1,399	-	-	-	33,931	96,827
Active Dental Insurance- Group B	-	-	-	-	-	-	3,616	13,448
Active Dental Insurance- Group C	-	-	-	-	-	-	-	24,207
Payroll Taxes	-	-	10,079	-	-	-	270,578	186,089
Life Insurance	-	-	802	-	-	-	21,537	4,332
State Defined Contribution- Group A	-	-	1,246	-	-	-	57,663	279,961
State Defined Contribution - Group B	-	-	-	-	-	-	3,222	5,000
State Defined Contribution - Group C	-	-	-	-	-	-	-	10,781
Other Benefits- Group A	-	-	1,495	-	-	-	146,710	-
Other Benefits- Group B	-	-	-	-	-	-	2,565	-
Other Benefits- Group C	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	1,033,702	220,100
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	10,000
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	16,630
State Defined Benefit Pension- Group A	-	-	18,078	-	-	-	248,576	-
State Defined Benefit Pension - Group B	-	-	-	-	-	-	46,734	-
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	29,451	-	36,000	-	-	-	631,251	2,453,939
Materials/Supplies	7,254	-	26,565	-	-	-	206,649	1,005,807
Software Licenses	-	-	-	-	-	-	96,877	102,873
Capital Outlays	21,513	-	-	-	-	-	520,169	-
Insurance	-	-	-	-	-	-	164,267	1,088,109
Maintenance	23,099	-	9,071	-	-	-	224,511	362,641
Vehicle Operations	63,038	-	1,766	-	-	-	184,113	13,762
Utilities	42,786	-	805	-	-	-	198,126	437,261
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	27,369	-
Revaluation	-	-	-	-	-	-	9,853	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	46,952	-
Trash Removal & Recycling	-	-	-	-	-	-	584,998	-
Claims & Settlements	-	-	-	-	-	-	180,000	22,878
Community Support	-	-	-	-	-	-	70,507	-
Other Operation Expenditures	1,013,592	-	12,375	-	-	-	1,845,478	3,488,687
Tipping Fees	-	-	-	-	-	-	172,112	-
Local Appropriation for Education	-	-	-	20,290,020	-	-	20,290,020	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	566,000	-	566,000	-
Municipal Debt- Interest	-	-	-	-	275,899	-	275,899	-
School Debt- Principal	-	-	-	-	356,000	-	356,000	-
School Debt- Interest	-	-	-	-	270,022	-	270,022	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	196,332	196,332	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	\$ 1,200,732	\$ -	\$ 256,253	\$ 20,290,020	\$ 1,467,921	\$ 196,332	\$ 33,190,378	\$ 26,092,695

Financing Uses: Transfer to Capital Funds	\$ 391,150	\$ -
Financing Uses: Transfer to Other Funds	-	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
Total Other Financing Uses	\$ 391,150	\$ -

Net Change in Fund Balance¹	729,979	(297,338)
Fund Balance1- beginning of year	\$6,587,402	\$4,354,930
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	-	166,392
Misc. Adjustment	(1)	-
Fund Balance¹ - beginning of year adjusted	6,587,401	4,521,322
Rounding	-	-
Fund Balance¹ - end of year	\$ 7,317,380	\$ 4,223,984

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

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended March 31, 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						\$ 6,587,402		\$ 6,587,402	
<i>No funds removed from RGS for fiscal 2020</i>						-	-	-	
<i>No funds added to RGS for Fiscal 2020</i>									
<i>Misc. adjustments made for fiscal 2020</i>						(1)	-	(1)	
Fund Balance¹ - per MTP-2 at June 30, 2021 adjusted						<u>\$ 6,587,401</u>	<u>-</u>	<u>\$ 6,587,401</u>	
General Fund	\$ 34,311,507	\$ -	\$ 12,891,007	\$ 20,681,170	\$ 739,330	\$ 6,578,050	\$ -	\$ 6,578,050	\$ 7,317,380
Partnership for Success	-	-	9,351	-	(9,351)	9,351	-	9,351	-
Totals per audited financial statements	<u>\$ 34,311,507</u>	<u>\$ -</u>	<u>\$ 12,900,358</u>	<u>\$ 20,681,170</u>	<u>\$ 729,979</u>	<u>\$ 6,587,401</u>	<u>\$ -</u>	<u>\$ 6,587,401</u>	<u>\$ 7,317,380</u>
Reconciliation from financial statements to MTP2									
Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2	\$ -	\$ -	\$ 20,290,020	\$ (20,290,020)	\$ -	-	\$ -	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 34,311,507</u>	<u>\$ -</u>	<u>\$ 33,190,378</u>	<u>\$ 391,150</u>	<u>\$ 729,979</u>	<u>\$ 6,587,401</u>	<u>\$ -</u>	<u>\$ 6,587,401</u>	<u>\$ 7,317,380</u>

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

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended March 31, 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						\$ 4,354,930	166,932	\$ 4,521,862	
<i>No misc. adjustments made for fiscal 2020</i>						-	-	-	
Fund Balance¹ - per MTP-2 at June 30, 2021 adjusted						<u>\$ 4,354,930</u>	<u>166,932</u>	<u>\$ 4,521,862</u>	
School Unrestricted Fund	\$ 4,288,423	\$ 20,290,020	\$ 25,009,237	\$ -	\$ (430,794)	\$ 4,157,989		\$ 4,157,989	\$ 3,727,195
NWR	115,853	-	122,907	-	(7,054)	8,155		8,155	1,101
School Lunch	182,621	-	165,498	-	17,123	39,862		39,862	56,985
Housing Aid Reimbursement	479,680	200,000	486,425	-	193,255	-		-	193,255
Special Revenues	1,465,832	-	1,518,867	-	(53,035)	139,257	166,392	305,649	252,614
Jobs Fund	1,569	-	18,402	-	(16,833)	9,667		9,667	(7,166)
Totals per audited financial statements	<u>\$ 6,533,978</u>	<u>\$ 20,490,020</u>	<u>\$ 27,321,336</u>	<u>\$ -</u>	<u>\$ (297,338)</u>	<u>\$ 4,354,930</u>	<u>\$ 166,392</u>	<u>\$ 4,521,322</u>	<u>\$ 4,223,984</u>
Reconciliation from financial statements to MTP2									
Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2	\$ 20,290,020	\$ (20,290,020)	-	-	-	-	-	-	-
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(1,228,641)	-	(1,228,641)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 25,595,357</u>	<u>\$ 200,000</u>	<u>\$ 26,092,695</u>	<u>\$ -</u>	<u>\$ (297,338)</u>	<u>\$ 4,354,930</u>	<u>\$ 166,392</u>	<u>\$ 4,521,322</u>	<u>\$ 4,223,984</u>
Reconciliation from MTP2 to UCOA									

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

TOWN OF SCITUATE, RHODE ISLAND
Notes to Supplementary Information
Annual Supplemental Transparency Report (MTP2)
March 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 SCITUATE, RHODE ISLAND
Notes to Supplementary Information
Annual Supplemental Transparency Report (MTP2)
March 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/>.

Statistical Section

This part of the Town of Scituate'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 Town's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the Town's financial position has changed over time.

Revenue Capacity

These schedules contain information to help the reader understand and assess the factors affecting the Town's ability to generate its most significant local revenue sources, the real and personal property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Economic and Demographic Information

These schedules offer economic and demographic indicators to help the reader understand the environment within which the Town's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Town implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

Town of Scituate, Rhode Island
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
"Unaudited"

Table 1

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities:										
Net Investment in Capital Assets	\$ 12,843,119	\$ 13,263,125	\$ 14,823,917	\$ 14,370,296	\$ 14,462,881	9,855,778	16,424,842	13,512,250	14,178,332	14,839,699
Restricted	2,420,821	2,380,016	2,284,828	2,266,817	2,448,087	2,637,576	2,565,810	5,530,587	1,841,704	1,784,517
Unrestricted	<u>(3,352,563)</u>	<u>(2,976,698)</u>	<u>(3,159,137)</u>	<u>(1,641,736)</u>	<u>(27,599,201)</u>	<u>(21,777,171)</u>	<u>(24,511,996)</u>	<u>(30,850,768)</u>	<u>(28,351,260)</u>	<u>(28,365,708)</u>
Total Governmental Activities Net Position	<u>\$ 11,911,377</u>	<u>\$ 12,666,443</u>	<u>\$ 13,949,608</u>	<u>\$ 14,995,377</u>	<u>\$ (10,688,233)</u>	<u>\$ (9,283,817)</u>	<u>\$ (5,521,344)</u>	<u>\$ (11,807,931)</u>	<u>\$ (12,331,224)</u>	<u>\$ (11,741,492)</u>

Source: Town of Scituate's Annual Comprehensive Financial Report

Table 2

**Town of Scituate, 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:										
General Government	\$ 1,586,381	\$ 1,452,706	\$ 1,211,309	\$ 1,254,876	\$ 1,268,366	\$ 1,205,684	\$ 1,962,014	\$ 1,970,538	\$ 776,080	\$ 1,705,035
Public Safety	4,162,851	4,910,264	5,083,824	5,207,677	6,707,907	6,155,268	6,247,493	7,827,885	8,192,853	7,986,762
Public Works	2,251,931	2,304,466	2,278,216	2,592,311	2,623,260	2,399,976	2,638,699	3,247,436	2,512,460	2,537,440
Social Services	960,148	796,773	1,015,582	1,094,248	1,071,119	1,083,511	1,182,328	1,185,895	1,143,208	1,146,221
Education	22,749,585	22,689,160	23,229,463	23,851,309	25,210,082	23,806,492	25,125,342	25,792,817	27,008,541	26,784,228
Debt Service	458,123	367,414	345,701	256,113	238,995	301,095	185,842	557,839	443,283	528,941
Total Governmental Activities Expenses	32,169,019	32,520,783	33,164,095	34,256,534	37,119,729	34,952,026	37,341,718	40,582,410	40,076,425	40,688,627
Program Revenues										
Governmental Activities:										
Charges for services:										
General Government	464,224	681,318	659,816	672,028	794,678	755,893	1,361,327	948,447	943,699	949,544
Public Safety	399,664	396,234	347,811	351,820	461,068	441,001	490,352	497,834	527,705	957,851
Public Works	15,481	7,500	7,500	7,500	7,500	7,500	7,500	24,817	21,931	26,260
Social Services	41,829	-	-	-	-	-	-	-	31	-
Education	429,062	236,404	247,072	236,916	203,356	209,189	207,264	239,001	247,695	3,471
Operating Grants and Contributions	5,556,318	5,887,888	6,446,317	6,725,840	6,679,933	6,613,040	6,536,720	7,066,563	6,435,048	7,429,919
Capital Grants and Contributions	84,973	-	-	-	-	-	-	-	-	-
Total Governmental Activities Program Revenues	6,991,551	7,209,344	7,708,516	7,994,104	8,146,535	8,026,623	8,603,163	8,776,662	8,176,109	9,367,045
Net (Expense) Revenue Governmental Activities	(25,177,468)	(25,311,439)	(25,455,579)	(26,262,430)	(28,973,194)	(26,925,403)	(28,738,555)	(31,805,748)	(31,900,316)	(31,321,582)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes	\$ 25,467,030	\$ 25,820,373	\$ 26,311,689	\$ 27,020,591	\$ 27,333,095	\$ 28,021,310	\$ 28,964,152	\$ 29,782,017	\$ 30,835,528	\$ 31,559,588
State Aid and in lieu of taxes	292,411	310,851	327,960	297,446	387,610	255,886	403,462	485,271	536,977	424,581
Investment Earnings	2,782	2,301	2,018	874	446	34,429	32,863	130,217	104,518	15,820
Miscellaneous	30,798	12,469	-	17,112	7,117	2,477	-	240	-	-
Loss on disposal of equipment	-	(30,053)	-	-	-	-	-	-	-	-
Total Governmental Activities	25,793,021	26,115,941	26,641,667	27,336,023	27,728,268	28,314,102	29,400,477	30,397,745	31,477,023	31,999,989
Current Year										
Change in Net Position Governmental Activities	\$ 615,553	\$ 804,502	\$ 1,186,088	\$ 1,073,593	\$ (1,244,926)	\$ 1,388,699	\$ 661,922	\$ (1,408,003)	\$ (423,293)	\$ 678,407

Source: Town of Scituate's Annual Comprehensive Financial Report

Table 3

**Town of Scituate, Rhode Island
Fund Balances of 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	\$ 274,481	\$ 304,753	\$ 274,525	\$ 291,862	\$ 294,401	\$ 185,880	\$ 3,673,747	\$ 3,595,732	\$ 3,819,783	\$ 4,227,425
Restricted	1,719,717	1,684,286	1,720,724	1,707,215	1,767,187	1,853,797	1,716,741	1,623,922	855,579	693,862
Committed	-	-	200,000	300,000	22,225	-	-	-	-	-
Assigned	755,952	289,721	286,823	1,288,048	1,265,112	1,310,454	879,619	790,056	599,446	451,542
Unassigned	2,890,714	3,210,193	3,730,150	2,707,133	3,071,913	3,266,066	4,639,727	4,889,409	5,479,053	5,665,681
Total General Fund	\$ 5,640,864	\$ 5,488,953	\$ 6,212,222	\$ 6,294,258	\$ 6,420,838	\$ 6,616,197	\$ 10,909,834	\$ 10,899,119	\$ 10,753,861	\$ 11,038,510
All Other Governmental Funds										
Nonspendable	\$ 42,095	\$ 42,095	\$ 120,754	\$ 120,766	\$ 120,779	\$ 42,096	\$ 42,109	\$ 42,493	\$ 120,834	\$ 120,819
Restricted	738,328	565,146	433,504	428,989	550,273	629,037	2,516,294	4,403,524	831,329	935,842
Committed	108,160	108,164	104,637	105,212	105,214	2,585,014	78,899	99,221	214,854	262,686
Assigned	637,563	722,330	571,387	677,165	446,149	846,868	-	3,203,085	1,666,897	1,752,537
Unassigned	(9,842)	(8,450)	(8,943)	(18,568)	(64,318)	(61,012)	914,883	(30,626)	(247,084)	(387,891)
Total All Other Governmental Funds	\$ 1,516,304	\$ 1,429,285	\$ 1,221,339	\$ 1,313,564	\$ 1,158,097	\$ 4,042,003	\$ 3,552,185	\$ 7,717,697	\$ 2,586,830	\$ 2,684,023
Total Governmental Funds	\$ 7,157,168	\$ 6,918,238	\$ 7,433,561	\$ 7,607,822	\$ 7,578,935	\$ 10,658,200	\$ 14,462,019	\$ 18,616,816	\$ 13,340,691	\$ 13,722,533

In 2012 the Town implemented GASB No. 54, reserved and unreserved fund balances are no longer used. Fund balances are now reported as nonspendable, restricted, committed, assigned and unassigned.

Source: Town of Scituate's Annual Comprehensive Financial Report

Table 4

Town of Scituate, Rhode Island
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
General Property Taxes	\$ 25,348,302	\$ 25,598,867	\$ 26,413,957	\$ 26,764,120	\$ 27,227,253	\$ 28,071,452	\$ 28,949,367	\$ 30,027,420	\$ 30,557,038	\$ 31,579,525
Federal and State Aid and grants	5,854,361	5,982,397	6,456,518	6,518,418	6,719,482	6,391,434	6,354,113	6,444,331	6,340,885	7,323,876
Charges for Services	1,180,529	1,071,778	1,047,058	1,054,033	1,157,380	1,165,290	1,683,068	1,285,378	1,401,793	1,068,652
Fines and penalties	48,602	38,620	46,782	37,746	39,933	40,354	109,864	76,462	64,683	31,168
Investment and interest income	67,217	86,229	93,142	64,283	87,206	109,742	167,798	330,242	254,127	154,694
Contributions and private grants	79,341	-	-	470,081	462,145	548,522	52,824	97,164	21,784	137,878
Other Revenues	146,065	361,013	418,986	150,671	72,199	57,077	661,616	1,137,033	747,005	1,078,608
Total Revenues	32,724,417	33,138,904	34,476,443	35,059,352	35,765,598	36,383,871	37,978,650	39,398,030	39,387,315	41,374,401
Expenditures										
Current:										
General Government	1,118,115	1,167,313	1,042,246	1,113,149	1,211,486	1,233,579	1,046,908	1,457,775	1,177,203	1,514,179
Public Safety	2,742,352	2,772,947	2,920,141	2,848,826	3,232,451	3,238,991	3,620,939	4,047,475	3,756,744	3,521,129
Public Works	1,954,274	2,101,606	2,062,037	2,379,201	2,175,980	1,938,205	2,375,032	2,788,808	2,025,524	2,513,958
Social Services	887,277	758,921	980,824	1,126,867	1,077,667	1,049,500	1,146,902	1,169,862	1,119,723	1,097,168
Fixed Charges	1,558,546	1,956,736	2,030,390	2,159,735	2,565,472	2,312,787	2,583,022	2,573,690	2,557,878	2,950,329
Education	22,244,651	22,274,192	22,909,665	23,488,227	23,513,150	24,134,103	24,395,569	25,700,867	26,821,729	27,251,183
Capital Projects	-	-	-	-	756,719	893,755	753,253	4,299,478	7,842,869	810,083
Debt Service										
Principal	1,882,000	1,936,150	1,765,150	1,476,000	1,016,000	1,016,000	1,066,545	1,045,500	841,000	922,000
Interest	482,970	409,969	350,667	293,086	245,560	279,045	287,212	431,551	520,770	578,922
Total Expenditures	32,870,185	33,377,834	34,061,120	34,885,091	35,794,485	36,095,965	37,275,382	43,515,006	46,663,440	41,158,951
Excess of Revenues Over (Under) Expenditures										
Before other financing sources (uses)	(145,768)	(238,930)	415,323	174,261	(28,887)	287,906	703,268	(4,116,976)	(7,276,125)	215,450
Other Financing Sources (Uses)										
Issuance of bonds	-	-	-	-	-	2,846,545	2,346,000	7,800,000	2,000,000	-
Premium on Bonds	-	-	-	-	-	-	276,965	471,773	-	-
Payment -Bond Refunding Agent	-	-	-	-	-	-	(2,574,703)	-	-	-
Cost of issuance	-	-	-	-	-	-	(48,262)	-	-	-
Transfers In	10,000	21,248	28,151	118,049	219,135	461,845	468,300	569,025	1,560,480	391,150
Transfers Out	(10,000)	(21,248)	(28,151)	(118,049)	(219,135)	(461,845)	(468,300)	(569,025)	(1,560,480)	(391,150)
Total Other Financing Sources (Uses)	-	-	-	-	-	2,846,545	-	8,271,773	2,000,000	-
Net Change in Fund Balances	\$ (145,768)	\$ (238,930)	\$ 415,323	\$ 174,261	\$ (28,887)	\$ 3,134,451	\$ 703,268	\$ 4,154,797	\$ (5,276,125)	\$ 215,450
Debt Service as a percentage of noncapital expenditures	7.34%	7.66%	6.85%	5.52%	3.74%	3.82%	3.85%	3.91%	3.64%	3.98%

Source: Town of Scituate Annual Comprehensive Financial Report

Town of Scituate, Rhode Island
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
"Unaudited"

Table 5

Fiscal Year	Real Property						Personal Property	
	Residential	Commercial	Less Tax-Exempt Property	Total Taxable Assessed Value	Direct Tax Rate	Estimated Actual Value	Tangible Personal Property (net)	Tax Rate Personal Property
2012	556,253,790	209,606,950	62,601,023	703,259,717	32.726	1,531,721,480	24,067,390	39.12
2013	558,634,860	209,460,780	62,616,523	705,479,117	32.726	1,536,191,280	23,296,080	39.12
2014	491,162,240	208,072,490	60,031,427	639,203,303	37.37	1,398,469,460	22,624,300	39.75
2015	984,881,780	416,459,480	116,298,397	1,285,042,863	18.98	1,401,341,260	23,169,390	40.38
2016	987,977,280	416,615,980	116,480,771	1,288,112,489	19.16	1,404,593,260	24,515,580	40.75
2017	1,080,631,120	418,352,140	103,906,836	1,395,076,424	18.04	1,498,983,260	24,544,100	38.37
2018	834,518,040	419,019,540	249,705,380	1,003,832,200	18.82	1,253,537,580	23,611,800	40.04
2019	1,089,544,050	418,974,710	106,970,807	1,401,547,953	19.39	1,508,518,760	22,936,494	41.24
2020	1,247,230,180	423,579,940	84,063,952	1,586,746,168	17.89	1,670,810,120	21,393,235	38.11
2021	1,252,451,270	423,304,240	84,038,931	1,591,716,579	0.00	1,675,755,510	22,915,902	38.92

Real property is valued in full every 3 years with a State mandated update of the current market value (statistical) in the third year following each reappraisal.

Source: Tax Assessor's Office

(Continued)

** Tax Exempt amount increased in FY 2010 due to Tax Agreement with ProvWater.

FY 2015 Scituate transitioned to 100% assessment ratio for real estate. Previously assessed at 50% of value.

Town of Scituate, Rhode Island **Table 5**
Assessed and Estimated Actual Value of Taxable Property (Continued)
Last Ten Fiscal Years
"Unaudited"

Fiscal Year	Personal Property					Total		
	Motor Vehicle					Total Assessed Value	Estimated Actual Value	Ratio
	Motor Vehicles	Less Tax-Exempt Property	Total Motor Vehicle Taxable Assessed Value	Tax Rate Motor Vehicles	Personal Property Estimates Actual Value			
2012	110,568,688	58,650,266	51,918,422	30.20	N/A	900,496,818	N/A	N/A
2013	114,783,937	58,643,027	56,140,910	30.20	N/A	784,916,107	N/A	N/A
2014	116,318,871	58,925,841	57,393,030	30.20	N/A	719,220,633	N/A	N/A
2015	117,276,830	59,298,702	57,978,128	30.20	N/A	1,366,190,381	N/A	N/A
2016	118,393,714	59,419,806	58,973,908	30.20	N/A	1,371,601,977	N/A	N/A
2017	121,652,138	60,033,457	61,618,681	30.20	N/A	1,481,239,205	N/A	N/A
2018	123,232,556	60,116,777	63,115,779	30.20	N/A	1,090,559,779	N/A	N/A
2019	106,518,400	50,508,520	56,009,880	30.20	N/A	1,480,494,327	N/A	N/A
2020	103,459,701	49,429,809	54,029,892	30.20	N/A	1,662,169,295	N/A	N/A
2021	99,260,436	49,098,192	50,162,244	30.20	N/A	1,664,794,725	N/A	N/A

Real property is valued in full every 3 years with a State mandated update of the current market value (statistical) in the third year following each reappraisal.

Source: Tax Assessor's Office

Town of Scituate, Rhode Island
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)
"Unaudited"

Table 6

Town Direct Rates

<i>Fiscal Year</i>	<i>Basic Rate</i>	<i>MV</i>	<i>PP</i>	<i>Comm Mixed Use</i>
2012	32.726	30.200	39.117	40.296
2013	32.726	30.200	39.117	40.296
2014	37.370	30.200	39.750	43.200
2015	18.982	30.200	40.379	21.943
2016	19.156	30.200	40.750	22.144
2017	18.040	30.200	38.370	21.650
2018	18.820	30.200	40.040	22.590
2019	19.387	30.200	41.242	23.267
2020	17.890	30.200	38.110	22.200
2021	18.270	30.200	38.920	22.670

Notes:

- (1) Real Estate is assessed at 50% value 2014 and prior. 100% Assessment as of 2015.
- (2) Motor Vehicles are assessed at 95%
- (3) Full Revaluation was conducted as of December 31, 2009
- (4) Statistical Revaluation was conducted as of December 31, 2006, December 31, 2012, and December 31, 2015
- (5) Motor Vehicle Phase-Out Exemptions began in fiscal Year 2000
- (6) Retail/Wholesale inventory Tax phased out completely in Fiscal Year 2001
- (7) The Town does not have any overlapping governments.

**Town of Scituate, Rhode Island
Principal Property Tax Payers,
Current Year and Ten Years Ago
"Unaudited"**

Table 7

<i>Taxpayer</i>	2021			<i>Taxpayer</i>	2012		
	<i>Taxable Assessed Value</i>	<i>Percentage of Total Taxable Assessed Value</i>	<i>Type of Business</i>		<i>Taxable Assessed Value</i>	<i>Percentage of Total Taxable Assessed Value</i>	<i>Type of Business</i>
Providence Water Supply Board	297,374,359	17.86%	Utility/Watershed	Providence Water Supply Board	128,843,318	16.56%	Utility/Watershed
Narragansett Electric, Co.	10,512,820	0.63%	Utility/Electric	Narragansett Electric, Co.	9,340,030	1.20%	Utility/Electric
Providence Public Build Auth	7,500,132	0.45%	Utility/Watershed	Cox Communications	3,416,580	0.44%	Utility/Cable
Wally Realty LLC	4,068,300	0.24%	Retail Shopping	Providence Public Building Authority	3,216,701	0.41%	Utility/Watershed
Cox Communications	2,152,980	0.13%	Utility/Cable	Scituate Village Shopping Cntr.	1,815,550	0.23%	Retail Shopping
Scituate Commons	2,070,570	0.12%	Residential/Apartments	New England Development	1,032,250	0.13%	Residential/Mill
ACAR Leasing LTD	1,938,938	0.12%	Motor Vehicle Leasing	Toyota Motor Credit Corp	1,005,178	0.13%	Motor Vehicle Leasing
Cavanagh, Peter A et ux Theresa A	1,938,500	0.12%	Residential	Cavanagh, Peter A et ux Theresa A	973,650	0.13%	Residential
New England Development	1,509,800	0.09%	Residential/Mill	Honda Lease Trust	917,203	0.12%	Motor Vehicle Leasing
Toyota Motor Credit	1,284,701	0.08%	Motor Vehicle Leasing	Scituate Commons	835,570	0.11%	Residential/Apartments
	<u>\$ 330,351,100</u>	<u>19.84%</u>			<u>\$ 151,396,030</u>	<u>19.46%</u>	

Sources: Town of Scituate Tax Assessor

Note: The Town does not provide a full 10 years disclosure for this table due to the size of the data content and the overall usefulness to the reader.

(1) Source: Tax Assessor's Data Base File

(2) 2020 and 2011 Tax Rolls

TOWN OF SCITUATE, RHODE ISLAND
Property Tax Levies and Collections (1)
Last Ten Fiscal Years
"Unaudited"

Table 8

<i>Fiscal Year</i>	<i>Net Adjusted Tax Levy</i>	<i>Current Tax Collections</i>	<i>Percent of Current Taxes Collected</i>	<i>Delinquent Tax Collections</i>	<i>Total Tax Collections</i>	<i>Ratio of Total Tax Collections to Net Tax Levy</i>	<i>Net Outstanding Delinquent Taxes</i>	<i>Ratio of Delinquent Taxes to Net Tax Levy</i>
2012	25,509,470	20,328,684	79.7%	5,120,855	25,449,539	99.8%	59,931	0.2%
2013	25,759,549	20,421,168	79.3%	5,279,026	25,700,194	99.8%	59,355	0.2%
2014	26,436,480	21,615,018	81.8%	4,762,153	26,377,171	99.8%	59,309	0.2%
2015	26,881,094	21,054,760	78.3%	5,765,224	26,819,984	99.8%	61,110	0.2%
2016	27,368,300	21,560,887	78.8%	5,752,072	27,312,959	99.8%	55,341	0.2%
2017	28,043,533	22,255,088	79.4%	5,738,962	27,994,050	99.8%	49,483	0.2%
2018	29,071,526	24,352,364	83.8%	4,667,893	29,020,257	99.8%	51,269	0.2%
2019	29,795,153	23,416,799	78.6%	6,322,388	29,739,187	99.8%	55,966	0.2%
2020	30,843,904	27,531,742	89.3%	3,067,400	30,599,142	99.2%	244,762	0.8%
2021	31,510,292	25,575,212	81.2%	5,315,105	30,890,317	98.0%	619,975	2.0%

Notes:

(1) Source: Schedule of Tax Collections

Town of Scituate, Rhode Island
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
"Unaudited"

Table 9

Fiscal Year	Governmental Activities				Debt Premiums	Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Note Payable	Loan Payable	Capital Lease				
2012	7,625,500	-	3,750,300	-	127,261	11,503,061	3.92% (b)	1,114.21
2013	5,847,000	-	3,592,650	-	119,775	9,559,425	3.30% (b)	925.94
2014	4,295,000	-	3,430,000	454,500	112,289	8,291,789	2.86% (b)	803.16
2015	2,970,197	-	3,275,000	353,500	104,803	6,703,500	2.31% (b)	649.31
2016	2,320,000	-	3,115,000	252,500	97,317	5,784,817	1.39% (b)	548.38
2017	4,416,545	-	2,950,000	151,500	89,831	7,607,876	1.69% (b)	720.03
2018	3,621,000	-	2,711,000	50,500	255,660	6,638,160	1.40% (b)	625.59
2019	5,866,000	-	7,271,000	-	679,060	13,816,060	2.90% (b)	1,296.31
2020	7,370,000	-	6,926,000	-	630,687	14,926,687	2.90% (b)	1,391.12
2021	6,804,000	-	6,570,000	-	582,314	13,956,314	2.72% (b)	1,301.05

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.

Town of Scituate, 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	Table 10
	General Obligation Bonds	Total		Per Capita (b)
2012	7,625,500	7,625,500	0.98%	738.62
2013	5,847,000	5,847,000	0.75%	566.35
2014	4,295,000	4,295,000	0.60%	416.02
2015	2,970,197	2,970,197	0.22%	287.70
2016	2,222,683	2,222,683	0.16%	210.70
2017	4,416,545	4,416,545	0.30%	418.00
2018	3,621,000	3,621,000	0.24%	341.25
2019	5,866,000	5,866,000	0.40%	550.38
2020	7,370,000	7,370,000	0.44%	686.86
2021	6,804,000	6,804,000	0.41%	634.29

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

Source: Town of Scituate, Rhode Island Audited Financial Statements

(a) Actual taxable value equals gross assessed value less exemptions.

(b) Population data can be found in Schedule 14.

*Town of Scituate, Rhode Island
Direct and Overlapping Governmental Activities Debt
As of March 31, 2021
"Unaudited"*

Table 11

The Town of Scituate, Rhode Island has no overlapping debt.

**Town of Scituate, Rhode Island
Legal Debt Margin Information
Last Ten Fiscal Years
"Unaudited"**

Table 12

	<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	\$23,336,807	\$23,506,925	\$21,548,048	\$40,957,150	\$41,119,495	\$44,416,932	\$44,523,195	\$44,414,830	\$49,865,079	\$49,943,842
Total net debt applicable to limit	<u>6,225,500</u>	<u>5,847,000</u>	<u>4,295,000</u>	<u>3,075,000</u>	<u>2,320,000</u>	<u>\$ 4,416,545</u>	<u>\$ 3,621,000</u>	<u>\$ 5,866,000</u>	<u>\$ 7,370,000</u>	<u>\$ 6,804,000</u>
Legal debt margin	<u>\$17,111,307</u>	<u>\$17,659,925</u>	<u>\$17,253,048</u>	<u>\$37,882,150</u>	<u>\$38,799,495</u>	<u>\$40,000,387</u>	<u>\$40,902,195</u>	<u>\$38,548,830</u>	<u>\$42,495,079</u>	<u>\$43,139,842</u>
Total net debt margin as a percentage of debt limit	73.32%	75.13%	80.07%	92.49%	94.36%	90.06%	91.87%	86.79%	85.22%	86.38%

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.

*Source: Town of Scituate, Rhode Island Audited Financial Statements

***Town of Scituate, Rhode Island
Pledged-Revenue Coverage,
Last Ten Years
"Unaudited"***

Table 13

The Town of Scituate, Rhode Island has no non-general obligation long-term debt backed by pledged revenues.

**Town of Scituate, Rhode Island
Demographic and Economic Statistics,
Last Ten Fiscal Years
"Unaudited"**

Table 14

<i>Fiscal Year Ended March</i>	<i>Population (1)</i>	<i>Median Family Income (1)</i>	<i>Per Capita Personal Income (1)</i>	<i>Median Age(1)</i>	<i>School Enrollment (2)</i>	<i>Unemployment Rate (3)</i>
2012	10,324	60,788	28,092	39.7	1,538	10.0%
2013	10,324	60,788	28,092	39.7	1,502	8.8%
2014	10,324	60,788	28,092	39.7	1,437	7.9%
2015	10,324	60,788	28,092	39.7	1,422	7.7%
2016	10,549	80,802	39,451	39.7	1,368	7.1%
2017	10,566	79,102	42,668	39.7	1,301	4.2%
2018	10,611	81,975	44,590	40.0	1,251	5.6%
2019	10,658	83,728	44,660	40.0	1,253	2.2%
2020	10,730	93,456	48,035	40.6	1,226	3.5%
2021	10,727	96,179	47,911	49.0	1,207	5.9%

Sources:

- (1) U.S. Census Bureau.
- (2) School enrollment provided by the Scituate School Department Business Offices.
Enrollment includes students in Scituate Public Schools
- (3) Unemployment rates obtained from State of Rhode Island Dept. of Labor and Training.

**Town of Scituate, Rhode Island
Principal Employers
Current Year
"Unaudited"**

Table 15

<u>Employer</u>	2021		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>
Town of Scituate Municipal /School	353	1	53.48%
Atlas Insulation Co.	74	2	11.21%
Totrama Supermarkets DBA The Village IGA	53	3	8.03%
Providence Water Supply Board	34	4	5.15%
Scituate Lumber	30	5	4.55%
102 Scituate Corp DBA Dunkin Donuts	22	6	3.33%
Well One	19	7	2.88%
Walgreen's	18	8	2.73%
Corner Bristo LLL	15	9	2.27%
Moose Trackers	12	10	1.82%
Charming Treasurers	11	11	1.67%
Rufinos Pizzeria	10	12	1.52%
Navigant Credit Union	6	13	0.91%
China Garden	3	14	0.45%
Total	<u>660</u>		<u>100.00%</u>

Source: Tax Assessor's Yearly Annual Tangible Return Town Businesses

Note: The Town does not provide a full 10 years disclosure for this table due to the size of the data content and the overall usefulness to the reader.

Town of Scituate, Rhode Island
Full-time Equivalent Town Government Employees by Function/Program
Last Ten Fiscal Years
"Unaudited"

Table 16

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Central Administration										
Town Council	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Town Clerk	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Board of Canvassers	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Probate Court	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Building/Zoning Planning	3.0	3.0	3.0	3.0	3.0	1.5	1.5	1.5	1.5	1.5
Wastewater Planning Board	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Zoning Board	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Land Trust	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Historic District										
Town Sergeant	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Financial Administration										
Treasurer	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Treasurer's Office	2.0	2.0	3.0	2.0	2.0	2.0	2.0	2.0	2.8	2.5
Tax Collection	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Tax Assessor	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Public Safety										
Police										
Officers	17.0	17.0	17.0	15.0	15.0	16.0	17.0	17.0	14.0	15.0
Civilians	6.0	6.0	7.0	6.5	6.5	6.5	6.5	6.5	6.5	6.5
Animal Control										
Animal Control Officer	1	1	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0
Civilians	0.5	0.5	0.5	0.5	0.5	0.5	1.0	1.0	2.0	2.0
Emergency Management	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	2.0	2.0
Public Works Department										
Director	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Asst. Director	0.0	0.0	-		0.0	0.0	0.0	0.0	0.0	0.0
Highway										
Driver/Laborer/ Building/Grounds	7.0	7.0	8.0	8.0	8.0	9.0	7.0	7.0	6.0	9.0
Forman Driver/Laborer	3.0	3.0	3.0	3.0	3.0	3.0	2.0	2.0	2.0	2.0
Maintenance										
Custodial	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Vehicles & Equipment	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0	2.0
Recreation Department										
Director	*0.4	*0.4	0.4	0.4	0.4	0.4	1.0	1.0	1.0	1.0
Summer Programs	93.0	84.0	97.0	90.0	90.0	66.0	64.0	64.0	24.0	48.0
Human Services Department										
Director	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Meal site	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
Senior Van Driver	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8

Source: Comprehensive Annual Financial Report/ Miscellaneous Statistics Unaudited
*Seasonal

Table 17

**Town of Scituate, 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 (1)										
Police										
Calls	16,344	10,442	15,982	13,666	13,753	7,424	10,086	10,010	7,417	8,702
Physical Arrests	316	129	237	221	213	128	125	102	80	98
Citations	1,340	690	1,885	1,555	1,367	1,394	1,835	1,043	425	902
Accidents	273	181	276	317	319	131	217	18	148	193
Animal Control										
Dog Licenses Issued	600	510	540	585	551	401	464	466	425	343
Building/Zoning (1)										
Commercial Construction Permits	2	-	-	3	2	1	0	0	0	0
Residential Construction Permits	16	8	10	13	9	7	5	6	10	17
2 -Family	-	-	-	-	-	1	0	0	0	0

Sources: Various Town departments.

(1) Statistics for Public Safety and Building Zoning are based on a calendar year.

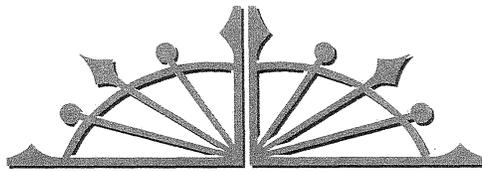
Table 18

*Town of Scituate, Rhode Island
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
"Unaudited"*

<i>Function/Program</i>	<i>2012</i>	<i>2013</i>	<i>2014</i>	<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>	<i>2021</i>
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	7	7	7	7	7	7	7	7	7	7
Fire Stations	4	4	2	2	2	2	4	4	4	4
Animal Control										
Animal Shelters	1	1	1	1	1	1	1	1	1	1
	1	1								
Public Works										
Stations/Garage	1	1	1	1	1	1	1	1	1	1
Streets and Highways										
Street (miles - state paved)	56.7	56.7	56.7	56.7	56.7	56.7	56.7	56.7	56.7	56.7
Street (miles- local paved)	87.4	87.4	87.4	87.4	87.4	87.4	87.4	87.4	87.4	87.4
Parks and Recreation										
Playgrounds	4	4	4	4	4	4	4	4	5	5
Tennis Courts	8	8	8	8	8	8	8	8	6	6
Beaches	1	1	1	1	1	1	1	1	1	1
Baseball/Softball diamonds	5	5	5	5	5	5	5	5	7	7
Baseball/Hardball diamonds	6	6	6	6	6	6	6	6	1	1
Soccer/Football fields	6	6	6	6	6	6	6	6	2	2
Basketball Courts/Outdoor	2	2	2	2	2	2	2	2	2	2
Basketball Courts/ Indoor	4	4	4	4	4	4	4	4	5	5
Undeveloped Sites	2	2	2	2	2	2	2	2	2	2
Human Services										
Transit mini-bus	3	3	3	3	3	3	3	3	3	3
Senior Center	1	1	1	1	1	1	1	1	1	1
Buildings										
Town Hall	1	1	1	1	1	1	1	1	1	1
Community House	1	1	1	1	1	1	1	1	1	1
Congregational Church	1	1	1	1	1	1	1	1	1	1
Potterville School House	1	1	1	1	1	1	1	1	1	1
Clayville School House	1	1	1	1	1	1	1	1	1	1
Old Towne House	1	1	1	1	1	1	1	1	1	1

Sources: Various Town Departments
Financial Report Miscellaneous Statistics

***TOWN OF SCITUATE, RHODE ISLAND
SINGLE AUDIT
FOR THE YEAR ENDED MARCH 31, 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 Scituate, 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, each major fund, and the aggregate remaining fund information of the Town of Scituate, Rhode Island as of and for the year ended March 31, 2021, and the related notes to the financial statements, which collectively comprise the Town of Scituate's basic financial statements, and have issued our report thereon dated March 30, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Town of Scituate'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 Scituate's internal control. Accordingly, we do not express an opinion on the effectiveness of Town of Scituate'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 Scituate'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 an

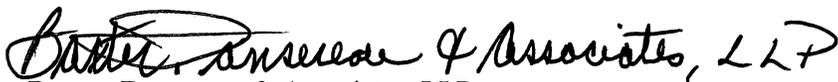
instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is describe in the accompanying *Schedule of Findings and Questioned Cost* as finding 2021-001.

Town’s Response to Findings

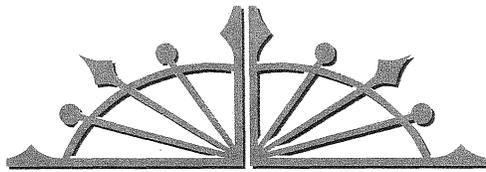
The Town’s response and corrective action plan to the finding identified in our audit is described in the accompanying schedule of findings and questioned cost. The Town of Scituate’s response and corrective action plan was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses or the corrective action plan.

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 30, 2022



BAXTER DANSEREAU & ASSOCIATES, LLP

Accounting, Consulting & Tax Services

Partners

William J. Baxter, Jr., CPA

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 Scituate, Rhode Island

Report on Compliance for the Major Federal Program

We have audited the Town of Scituate'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 Scituate, Rhode Island's major federal programs for the year ended March 31, 2021. The Town of Scituate'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 Scituate, 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 Scituate, 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 Scituate, Rhode Island's compliance.

Opinion on Each Major Federal Program

In our opinion, the Town of Scituate, 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 March 31, 2021.

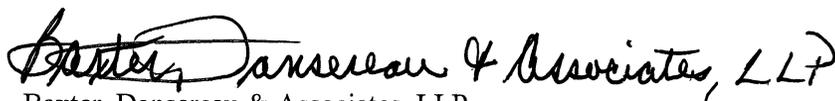
Report on Internal Control Over Compliance

Management of the Town of Scituate, 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 Scituate, 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 Scituate, 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 30, 2022

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended March 31, 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	\$ -	\$ 21,957
National School Lunch Program	10.555	N/A	-	157,193
Total Child Nutrition Cluster			<u>\$ -</u>	<u>\$ 179,150</u>
Non-Cash Assistance Food Commodities (Note 4)	10.555	N/A	-	14,920
Total US Department of Agriculture			<u>\$ -</u>	<u>\$ 194,070</u>
U.S. Department of Transportation				
Passed through the State of Rhode Island Department of Highway Safety				
<i>Highway Safety Cluster:</i>				
State and Community Highway Safety	20.600	N/A	\$ -	\$ 7,394
National Priority Safety Programs	20.616	N/A	-	279
Total Highway Safety Cluster			<u>-</u>	<u>7,673</u>
Total U.S. Department of Transportation			<u>\$ -</u>	<u>\$ 7,673</u>
U.S. Department of the Treasury				
Passed-through the State of Rhode Island Department of Education				
COVID-19 Coronavirus Relief Fund- Supplemental Impact Educational Aid	21.019	4672-20902-101	\$ -	\$ 253,585
COVID-19 Coronavirus Relief Fund - Substitute Teacher Pool	21.019	4672-20202-111	-	60,942
Passed-through the State of Rhode Island Department of Revenue				
COVID-19 Coronavirus Relief Fund	21.019	N/A	-	451,963
Passed-through the State of Rhode Island Department of Health				
COVID-19 Coronavirus Relief Fund	21.019	N/A	-	3,500
Total U.S. Department of the Treasury			<u>\$ -</u>	<u>\$ 769,990</u>
U.S. Department of Education				
Passed-through the State of Rhode Island Department of Education				
Title I Grants to Local Education Agencies	84.010	2725-11702-101	\$ -	\$ 247,247
<i>Special Education Cluster:</i>				
Special Education - Grants to States	84.027	2725-13202-101	-	318,113
Special Education - Preschool Grants	84.173	2725-13502-101	-	4,995
Total Special Education Cluster			<u>\$ -</u>	<u>\$ 323,108</u>
Student Support and Academic Enrichment Program	84.424	2725-20802-101	-	15,000
Improving Teacher Quality State Grants	84.367	2725-16402-101	-	91,548
COVID - 19 Elementary and Secondary School Emergency Relief (ESSER) Fund	84.425D	4672-10502-101	-	211,568
Total U.S. Department of Education			<u>\$ -</u>	<u>\$ 888,471</u>
U.S. Department of Health & Human Services				
Passed Through the State of Rhode Island Department of Health				
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services	93.044	N/A	\$ -	\$ 3,404
Substance Abuse & Mental Health Services	93.243	N/A	-	9,351
Total U.S. Department of Health & Human Services			<u>\$ -</u>	<u>\$ 12,755</u>
U.S. Department of Homeland Security				
Passed Through the State of Rhode Island Emergency Management Agency				
COVID-19 Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	007-64220-00	\$ -	\$ 56,750
Emergency Management Performance Grants	97.042	33-04-2020 EMPG	-	18,000
Homeland Security Grant Program	97.067	33-04-2019 HSGP	-	28,000
Total U.S. Department of Homeland Security			<u>\$ -</u>	<u>\$ 102,750</u>
Total Expenditures of Federal Awards			<u>\$ -</u>	<u>\$ 1,975,709</u>

The accompanying notes are an integral part of this schedule

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended March 31, 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 not/material to financial statements noted? X yes 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? X yes no

SECTION II – FINANCIAL STATEMENT FINDINGS yes X none

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS yes X none

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended March 31, 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

Finding 2021-001 – Scituate School Department

CONTROLS OVER THE IMPLEMENTATION OF THE STATES UNIFORM CHART OF ACCOUNTS

Background: Each municipal school district, regional school district, collaborative, State school, or charter school, which is required to adopt the Uniform Chart of Accounts (UCOA), shall have additional compliance testing procedures designed to assess compliance with UCOA requirements and the entity’s effectiveness of internal control over compliance with those requirements. The auditors engaged to perform the annual audit of the entity shall also be engaged to report on their tests of compliance with UCOA requirements in an agreed-upon procedures compliance attestation format.

Criteria

Management is responsible for establishing and maintaining effective internal controls over accounting systems that are designed and dependent upon compliance with established policies and procedures for authorizing and recording transactions properly and consistently in accordance with the State of Rhode Island’s Uniform Chart of Accounts.

Condition

The Scituate School Department’s internal control procedures were not sufficiently designed to ensure that controls over the processing of the Scituate School Departments general ledger activity was in compliance with the State’s Uniform Chart of Accounts (UCOA) and it was ineffective to sufficiently prevent miscoding of general ledger classifications as prescribed by the State of Rhode Island and to facilitate our firm’s agreed-upon procedures testing.

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended March 31, 2021
(continued)

SECTION II – FINDINGS RELATING TO THE FINANCIAL STATEMENT AUDIT
AS REQUIRED TO BE REPORTED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Cause

The Scituate School Department implemented a new accounting software called E-Finance. This software did not accommodate the thirty-two-character account code prescribed and required by the states (UCOA). This caused many coding errors that made compliance testing impractical and unproductive.

Effect

This deficiency did not result in any material effect on the financial statements. Its only impact was to prevent the School Department from being in compliance with the State's Uniform Chart of Accounts and preventing our firm from performing final testing of their compliance requirements.

Recommendation

We recommend that the Scituate School Department implement a strategic plan to address and comply with the States (UCOA) requirements.

Auditee Views of Responsible Officials:

The Scituate School District uses Power School for its student information and instructional management system. Power School has the E-Finance financial management information system (FMIS) which is part of their suite of integrated systems to serve schools. The district purchased Power School's E-Finance module but unfortunately it does not accommodate the State required UCOA 32-character account string. This issue was brought to Power School's attention and the district was reassured that tables would be created to crosswalk all financial transactions to the appropriate UCOA accounts. It became apparent that the tables were not able to accurately capture the data in the UCOA format since the UCOA report generated by the E-finance system had reconciliation issues. The district continued to work with E-finance for several weeks but was unable to get a reconciled report. The district made a decision to transition to a new FMIS system which will be fully implemented on April 1, 2022.

There is no material impact on the FY 21 financials since the data balanced with UCOA using the budget object codes by category which was verified by the RI Department of Education. However, E-finance was never able to capture other pieces of the UCOA code such as, location, function, program, etc.

As noted above, the District is converting to a new Tyler FMIS system that will resolve this issue, as it strictly utilizes RI UCOA. We will also convert and incorporate FY 22 data into this system for clarity and consistency moving forward.

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended March 31, 2021
(continued)

SECTION III – FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Finding

None Reported

B. Questioned Costs

None Reported

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Prior Year Findings and Questioned Costs
For the Year Ended March 31, 2021

PRIOR YEAR FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Findings

None Reported

B. Questioned Costs

None Reported

TOWN OF SCITUATE, RHODE ISLAND
Notes to Schedule of Expenditures of Federal Awards
March 31, 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 Scituate, Rhode Island under programs of the federal government for the year ended March 31, 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 Scituate, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Town of Scituate, 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 Scituate 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. The amount of \$14,920 represents the market value of such commodities used during the period.