



**Basic Financial Statements  
And Supplementary Information**

**As of and for the year ended June 30, 2024  
Prepared by:**

**Finance Department**

# CITY OF CENTRAL FALLS

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# **INTRODUCTORY SECTION**



## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor  
and Members of the Central Falls City Council  
**City of Central Falls, RI**

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Central Falls, Rhode Island, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Central Falls, Rhode Island's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 City of Central Falls, Rhode Island, as of June 30, 2024, 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.

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Central Falls, Rhode Island's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Central Falls, Rhode Island's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion, Analysis and Budgetary Comparison Information, Schedule of Changes in City's Net Pension Liability and Related Ratios, Schedule of City's Contributions and Investment Returns, Schedule of Changes in City's OPEB Liability and Related Ratios, Schedule of City's Contributions and accompanying notes on Pages 4 through 12, and Pages 63 through 84, respectively, be presented to supplement the basic financial statements.

Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Central Falls, Rhode Island's basic financial statements. The combining and individual non-major fund statements, annual supplemental transparency report and accompanying notes, the schedule of property taxes receivable, and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund statements, annual supplemental transparency report and accompanying notes, the schedule of property taxes receivable, 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.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2024 on our consideration of the City of Central Falls, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Central Falls, Rhode Island's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Central Falls, Rhode Island's internal control over financial reporting and compliance.

*Marcum LLP*

Providence, RI  
December 23, 2024

# **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**CITY OF CENTRAL FALLS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**Management’s Discussion and Analysis**

This discussion and analysis of the City of Central Falls (the “City”) financial performance provides an overview of the City’s financial activities for the fiscal year ended June 30, 2024. This is the City’s twentieth (20th) year reporting in accordance with the provisions of GASB Statement No. 34. Please read this document in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

**Financial Highlights**

The auditors’ report for 2024 expresses an unmodified (i.e., “clean”) opinion on the financial statements of the City of Central Falls. The City’s basic financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information of the City and the notes to the financial statements.

The Government-Wide Statement of Net Position indicates that the City’s total net position increased this year to a positive \$31,123,154, reflecting an increase of \$17,387,750 over FY2023.

The Government-Wide Statement of Activities indicates that the City’s total general revenues of \$20,302,301 combined with additional program revenues of \$21,011,802, and less program expenses of \$23,926,353, resulted in an increase of \$17,387,750 in total net position from a year ago.

The Governmental Fund Financial Statements indicate that the ending fund balance for the City’s general fund was \$3,842,815, reflecting an increase of \$1,605,496 (after other financing sources and uses) compared to the FY2023 fund balance of \$2,237,319.

**The Financial Statements**

The financial statements presented herein include all the activities of the City of Central Falls using the integrated approach as prescribed by the Government Accounting Standard Board (GASB) Statement No. 34.

**CITY OF CENTRAL FALLS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**The Financial Statements (Continued)**

The Government-Wide Financial Statements present the financial picture of the City of Central Falls from the economic resources’ measurement focus using the accrual basis of accounting. These statements include all assets of the City of Central Falls as well as all liabilities (including long-term debt). Additionally, certain eliminations have occurred as prescribed by GASB Statement No. 34 about inter-fund activity, payables, and receivables.

The Fund Financial Statements include statements for each of the two categories of activities - governmental and fiduciary. The governmental activities are prepared using the current financial resources measurement focus and modified accrual basis of accounting. The fiduciary activities are reported in the City’s trust and agency funds. Agency funds, unlike the City’s pension trust funds, do not have a measurement focus and only require a statement of fiduciary net position. Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach.

**Overview of the Financial Statements**

**Government-Wide Financial Statements**

**The Statement of Net Position and the Statement of Activities**

The Statement of Net Position and the Statement of Activities report information about the City of Central Falls as a whole and about its activities. These statements include all assets and liabilities of the City using the accrual basis of accounting, which is similar to the accounting used by most companies in the private-sector. All of the current year’s revenues and expenses are considered, regardless of when cash is received or paid.

These two statements report the City’s net position and changes in them. Net position is the difference between assets and liabilities, which is one way to measure the City’s financial health or financial position. Over time, increases or decreases in the City’s net position is an indicator of whether the City’s financial health is improving or deteriorating.

GASB Statement No. 34 defines the accounting terms found in the Statement of Net Position and the Statement of Activities as follows:

**Governmental Activities**

This category identifies the costs of the City’s various functions/programs in providing services to the public (i.e., general government, public safety, public works, etc.). The City’s aggregate costs of providing these services are then offset by the state, federal and private grants, which provide additional funds that serve to reduce the City’s costs of providing these same services.

# CITY OF CENTRAL FALLS

## MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2024

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### **Fund Financial Statements**

The fund financial statements provide detailed information about the most significant funds, not the reporting entity as a whole. Although some funds are established by local ordinance, management often creates other funds to help control and manage certain revenues, grants, and other sources of funds. These funds are generally earmarked for specific purposes and management must be able to demonstrate that it is meeting certain legal responsibilities often required by the provider.

### **Governmental Funds**

Most of the City's services are reported on governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted into cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are greater or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the Governmental Fund financial statements compared to those in the Government-Wide financial statements are explained in the reconciliation schedule following the Governmental Fund financial statements.

### **Proprietary Funds**

Business-like activities, such as providing water or sewer services, to the general public are done so through enterprise funds, which are financed primarily by user charges. The City of Central Falls has no enterprise funds. Services of this type have historically been provided to Central Falls residents through regional boards and commissions located outside of the City.

### **Fiduciary Funds**

The City of Central Falls is the trustee, or fiduciary, for certain funds held on behalf of beneficiaries. The City's fiduciary activities are reported in separate Statements of Fiduciary Net Position. These activities are excluded from the City's Government-Wide Financial Statements because the City cannot use these assets to finance operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

### **Notes to the Financial Statements**

The notes provide additional information that is essential to a complete understanding of the data provided in the Government-Wide and Governmental Fund financial statements.

# CITY OF CENTRAL FALLS

## MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2024

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### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, such as the City's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules for the General Fund.

The combining statements in connection with non-major governmental funds, the annual tax collector's report, annual supplemental transparency report, the schedule of federal expenditures and the schedule of questioned costs are presented immediately following the required supplementary information.

### Government-Wide Financial Analysis

In this, the twentieth (20<sup>th</sup>) year of implementation of the provisions of GASB Statement No. 34, the City continues to provide certain disclosures and compares them to the prior year financial statements. In the sections that follow, a comparative analysis is provided between current year and prior year information.

As noted earlier, the total net position for the City of Central Falls has increased by \$17,387,750 over the prior year's balance of \$13,735,404. This is first identified in the change in net position as recorded in the Statement of Activities and then flows through the Statement of Net Position. Program expenses by function, general revenues by major source, excess and/or deficiency of revenues over expenses and total assets are presented in the Statement of Activities and Changes in Net Assets.

#### CITY OF CENTRAL FALLS' SUMMARY OF NET POSITION For the year ended June 30,

	<u>2024</u>	<u>2023</u>
Current and other assets	\$ 15,607,087	\$ 17,572,043
Capital assets	<u>55,679,305</u>	<u>41,437,729</u>
Total Assets	<u>71,286,392</u>	<u>59,009,772</u>
Deferred Outflow	5,754,133	6,956,551
Current liabilities	7,387,936	13,662,846
Long-term liabilities	<u>34,349,865</u>	<u>33,343,624</u>
Total Liabilities	<u>41,737,801</u>	<u>47,006,470</u>
Deferred Inflow	<u>4,179,570</u>	<u>5,224,449</u>
Net Position (Deficit):	31,123,154	13,735,404
Net investment in		
Capital assets	47,098,531	36,152,168
Restricted	4,841,025	970,912
Unrestricted	<u>(20,816,402)</u>	<u>(23,387,676)</u>
Total Net Position:	<u>\$ 31,123,154</u>	<u>\$ 13,735,404</u>

# CITY OF CENTRAL FALLS

## MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2024

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### Government-Wide Financial Analysis (Continued)

This year the City of Central Falls continues to report positive balances in two (2) areas of net position. All areas of net position showed improvement from the previous year. The improvement was seen primarily in capital assets that primarily reflects our investment in school construction.

#### CITY OF CENTRAL FALLS' SUMMARY OF CHANGES IN NET POSITION

For the year ended June 30,

	Governmental Activities <u>2024</u>	Governmental Activities <u>2023</u>
<b>Revenues</b>		
Program Revenues:		
Charges for service	\$ 2,314,307	\$ 1,935,092
Operating grants & contributions	1,328,573	762,579
Capital grants & contributions	17,368,922	14,876,521
General Revenues		
Property taxes	15,528,461	15,077,895
Grants & contributions (not restricted)	3,168,568	2,970,317
Other revenue	1,388,434	593,428
Earnings on investments	<u>216,838</u>	<u>102,466</u>
Total revenue	41,314,103	36,318,298
<b>Expenses</b>		
General government	\$ 6,444,316	\$ 5,696,601
Public safety	9,236,577	7,144,020
Public works	3,167,505	2,821,335
Public education	801,613	727,416
Public recreation	1,078,661	995,619
Other city government	759,063	958,744
Retirement	2,258,058	2,532,412
Interest on debt	<u>180,560</u>	<u>187,486</u>
Total expenses	23,926,353	21,063,633
Increase in net position	17,387,750	15,254,665
Net position (deficit), July 1	<u>13,735,404</u>	<u>(1,519,261)</u>
Net position (deficit), June 30	<u>\$ 31,123,154</u>	<u>\$ 13,735,404</u>

# CITY OF CENTRAL FALLS

## MANAGEMENT’S DISCUSSION AND ANALYSIS

### FOR THE YEAR ENDED JUNE 30, 2024

#### Government-Wide Financial Analysis (Continued)

Total revenues in 2024 were \$41,314,103, which reflects an increase of \$4,995,805 as compared to the revenue in 2023. This change is primarily seen within program revenues and represents increased funding for school construction.

Total expenses in 2024 were \$23,926,353, which reflects an increase of \$2,862,720 as compared to expenses in 2023. This increase is primarily due to activity within the pension fund.

#### Transfers

Inter-fund transfers for the year ended June 30, 2024, totaled \$71,828 for the year.

#### Financial Analysis of the City’s Funds – Governmental Fund Statements

	Fund Balance <u>June 30, 2024</u>	Fund Balance <u>June 30, 2023</u>	Increase <u>(Decrease)</u>
General Fund	\$ 3,842,815	\$ 2,237,319	\$ 1,605,496
Other Governmental	<u>4,381,453</u>	<u>994,530</u>	<u>3,386,923</u>
Total	<u>\$ 8,224,268</u>	<u>\$ 3,231,849</u>	<u>\$ 4,992,419</u>

The fund balance for the City of Central Falls general fund is \$3,842,815 as of June 30, 2024. This represents an increase of \$1,605,496 as compared to 2023 and reflects 18.79% of budgeted revenue. The increase in the general fund is a result of FY24 surplus (the details are seen below). The change in other governmental fund balance is due to the timing of grant revenue and their corresponding expenditures as well as the issuance of a school construction bond.

General Fund Revenues	<u>2024</u>	<u>2023</u>	<u>Variance</u>	<u>Percentage Change</u>
General property taxes	\$ 15,920,058	\$ 15,211,393	\$ 708,665	4.66%
Intergovernmental	3,168,568	2,970,317	198,251	6.67%
Fees / Non-tax revenue	2,314,307	1,935,092	379,215	19.6%
Other revenues	<u>528,573</u>	<u>336,813</u>	<u>191,760</u>	<u>56.93%</u>
Total	<u>\$ 21,931,506</u>	<u>\$ 20,453,615</u>	<u>\$ 1,477,891</u>	<u>7.23%</u>

General Fund revenues increased \$1,477,891 or 7.23%, as compared to 2023. The increase in intergovernmental is due to 100% of motor vehicle phase out being reported in the category. The increase in fees is due to increased red light camera revenue. And the decrease in other revenues is due to less FEMA covid reimbursement.

The following table displays a comparison of revenues and expenditures “budget to actual” for the general fund, as reported on a budgetary basis and required by the City Charter.

**CITY OF CENTRAL FALLS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**Financial Analysis of the City’s Funds – Governmental Fund Statements (Continued)**

**General Fund Budgetary Comparison Schedule – June 30, 2024**

<b>Revenue Analysis</b>	<b>Adopted Budget FY24</b>	<b>Final Budget FY24</b>	<b>Actual FY24</b>	<b>Variance FY24</b>
Tax revenue	\$ 15,571,212	\$ 15,571,212	\$ 15,920,058	\$ 348,846
Fees/Non-tax revenue	1,863,500	1,863,500	2,314,307	450,807
Intergovernmental/State	2,972,692	2,972,692	3,168,068	195,376
Other Income	<u>42,500</u>	<u>42,500</u>	<u>135,324</u>	<u>92,824</u>
Total	<u>\$ 20,449,904</u>	<u>\$ 20,449,904</u>	<u>\$ 21,537,757</u>	<u>\$ 1,087,853</u>
<b>Expenditure Analysis</b>				
General Government	\$ 3,549,153	\$ 3,549,153	\$ 3,515,223	\$ 33,930
Public safety	9,512,437	9,512,437	9,339,231	173,206
Public works	2,455,890	2,455,890	2,472,159	(16,269)
Public Library	155,742	155,742	155,742	-
Public recreation/Planning	728,520	728,520	725,315	3,205
Municipal debt service	1,013,213	1,013,213	1,073,041	(59,828)
Reserve/Special Projects	50,000	50,000	-	50,000
Other city government	445,000	445,000	759,063	(314,063)
Retirement	<u>2,539,949</u>	<u>2,539,949</u>	<u>2,258,058</u>	<u>281,891</u>
Total	<u>\$ 20,449,904</u>	<u>\$ 20,449,904</u>	<u>\$ 20,297,832</u>	<u>\$ 152,072</u>

The favorable variance to budget in tax revenue and the favorable variance to budget in intergovernmental revenue is simply due to motor vehicle phaseout and increased collection in prior year taxes. The favorable variance in fees is primarily due to more than anticipated red light and speed camera revenue and rescue run revenue. Lastly, the favorable variance in other income is due to increased collections of code liens.

It should be noted that the Central Falls School District is not classified as a component unit of the City. It is a component unit of the State of Rhode Island through an act of the Rhode Island Legislature. This act provided for the State to assume administrative takeover of the School District effective July 1, 1991. Separately issued financial statements were prepared and may be obtained from the Rhode Island Department of Education.

# CITY OF CENTRAL FALLS

## MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2024

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### Debt Administration

At year end the total long-term debt for the City of Central Falls was \$35.33 million. The breakdown is as follows:

	<u>FY2024 Amount</u>	<u>Percent</u>	<u>FY2023 Amount</u>	<u>Percent</u>
General Obligation Municipal Bonds	\$ 2,780,000	8%	\$ 3,485,000	10%
RIHEBC Revenue Bonds	315,000	1%	405,000	1%
R.I. Infrastructure Bank	1,238,000	3%	1,305,000	4%
Local Bond Series A	1,407,191	4%	-	0%
Local Bond Series B	1,459,564	4%	-	0%
Bond Premium	241,718	1%	-	0%
Deferred Interest	(181,147)	-1%	-	0%
Net Pension Liability (NPL)	26,019,854	74%	26,819,550	79%
Net OPEB Liability (NOL)	1,644,758	5%	1,670,299	5%
Compensated Absences	406,042	1%	387,851	1%
Total	<u>\$ 35,330,980</u>	100%	<u>\$ 34,072,700</u>	100%

The Central Falls School District is a component unit of the State of Rhode Island. While the Central Falls School District has care, custody, and control over the seven buildings used by the district, the City owns the buildings and is responsible for major repairs and renovations. These repairs and renovations are typically funded with school bonds as noted above.

On October 26, 2012, Moody's upgraded the City's general obligation bond rating to B2 with a positive outlook and on November 16, 2012, Standard and Poor's bond rating improved to BB.

On July 18, 2013, Moody's upgraded the City's general obligation bond rating to B1 from B2 with a positive outlook. Moody's has also affirmed the Ba1 underlying rating on the Rhode Island Health and Educational Building Corporation's (RIHEBC) Series 2007B bonds, with a stable outlook.

On June 23, 2014, Moody's upgraded the City's general obligation bond rating to Ba3 from B1, with a stable outlook.

On May 26, 2015, Moody's upgraded the City's general obligation bond rating to Ba2 from Ba3, with a stable outlook.

On May 2, 2017, Moody's upgraded the City's general obligation bond rating to Ba1 from Ba2, with a positive outlook.

On December 23, 2013, Standard and Poor affirmed its BB rating for the City of Central Falls, with a stable outlook.

On March 5, 2015, Standard and Poor reaffirmed its BB rating for the City of Central Falls, with a positive outlook.

**CITY OF CENTRAL FALLS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**Capital Assets**

The City of Central Falls has \$55,679,305 invested in capital assets, net of depreciation. Only capitalized assets with an original cost of \$5,000 or greater are included. The straight-line/unrecovered cost method was used to calculate annual depreciation.

**Independent Audit**

State statutes and the City Charter require an annual audit by independent certified public accountants. The accounting firm of Marcum LLP provided this service for the purpose of issuing basic financial statements and supplementary information for the year ended June 30, 2024.

**Acknowledgements**

The preparation of this report was made possible by the conscientious efforts provided by the entire staff of The City of Central Falls. I appreciate their hard work and dedication throughout this endeavor.

Respectfully submitted,

DocuSigned by:  
  
AB6E1B024BBF4CE...  
Mary Signer  
Finance Director

# **FINANCIAL SECTION**

**CITY OF CENTRAL FALLS**

A-1

**STATEMENT OF NET POSITION**

**JUNE 30, 2024**

	Governmental Activities
<b>Assets</b>	
<b>Current Assets</b>	
Cash and cash equivalents	\$ 7,567,655
Due from federal and state governments	3,378,761
Property taxes receivable, net	1,210,642
Other receivables, net	520,482
Cash held in escrow	71,335
Cash held in escrow - State of Rhode Island	2,495,781
<b>Total Current Assets</b>	15,244,656
<b>Noncurrent Assets</b>	
Net pension asset	82,859
Right-to-use subscription assets, net	279,572
Capital assets (non-depreciable)	32,916,856
Capital assets (net of accumulated depreciation)	22,762,449
<b>Total Noncurrent Assets</b>	56,041,736
<b>Total Assets</b>	71,286,392
<b>Deferred Outflows of Resources</b>	
Deferred outflows of resources related to OPEB	73,766
Deferred outflows of resources related to pensions	5,680,367
<b>Total Deferred Outflows of Resources</b>	5,754,133
<b>Total Assets and Deferred Outflows of Resources</b>	\$ 77,040,525

*The accompanying notes are an integral part of these financial statements.*

**CITY OF CENTRAL FALLS**

A-1

**STATEMENT OF NET POSITION**

**JUNE 30, 2024**

	Governmental Activities
<b>Current Liabilities</b>	
Accounts payable	\$ 2,163,251
Accrued interest payable	95,816
Accrued expenses	78,317
Unearned revenue	3,869,746
Current portion of subscription liabilities	196,917
Current portion of long-term liabilities	983,889
<b>Total Current Liabilities</b>	7,387,936
 <b>Noncurrent Liabilities</b>	
Net pension liability	26,019,854
Net OPEB liability	1,644,758
Subscription liabilities, net of current portion	2,774
Long-term liabilities, net of current portion	6,682,479
<b>Total Noncurrent Liabilities</b>	34,349,865
 <b>Total Liabilities</b>	41,737,801
 <b>Deferred Inflows of Resources</b>	
Deferred inflows of resources related to OPEB	1,867,012
Deferred inflows of resources related to pensions	2,312,558
<b>Total Deferred Inflows of Resources</b>	4,179,570
 <b>Total Liabilities and Deferred Inflows of Resources</b>	45,917,371
 <b>Net Position (Deficit)</b>	
Net investment in capital assets	47,098,531
Restricted:	
Capital projects	3,108,530
Special revenue/grantors	1,649,636
Net pension asset	82,859
Unrestricted	(20,816,402)
<b>Total Net Position</b>	\$ 31,123,154

*The accompanying notes are an integral part of these financial statements.*

**CITY OF CENTRAL FALLS**

**STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED JUNE 30, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
General government	\$ 6,444,316	\$ 2,314,307	\$ 1,138,238	\$ 17,368,922	\$ 14,377,151
Public safety	9,236,577	--	169,137	--	(9,067,440)
Public works	3,167,505	--	--	--	(3,167,505)
Public education	801,613	--	--	--	(801,613)
Public recreation	1,078,661	--	21,198	--	(1,057,463)
Other city government	759,063	--	--	--	(759,063)
Retirement	2,258,058	--	--	--	(2,258,058)
Debt service interest	180,560	--	--	--	(180,560)
<b>Totals</b>	<b>\$ 23,926,353</b>	<b>\$ 2,314,307</b>	<b>\$ 1,328,573</b>	<b>\$ 17,368,922</b>	<b>(2,914,551)</b>

General Revenues:

Property taxes	15,528,461
Grants and contributions not restricted to specific programs	3,168,568
Investment earnings	216,838
Other	1,388,434

**Total General Revenues** 20,302,301

**Change in Net Position** 17,387,750

**Net Position - Beginning** 13,735,404

**Net Position - Ending** \$ 31,123,154

*The accompanying notes are an integral part of these financial statements.*

# CITY OF CENTRAL FALLS

B-1

## BALANCE SHEET GOVERNMENTAL FUNDS

JUNE 30, 2024

	General Fund	New High School Bond	CDBG 2021	American Rescue Plan	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 4,546,609	\$ --	\$ --	\$ 1,543,831	\$ 1,477,215	\$ 7,567,655
Due from federal and state governments	870,312	--	2,290,089	--	218,360	3,378,761
Property taxes receivable, net	1,210,642	--	--	--	--	1,210,642
Other receivables, net	386,115	--	--	--	134,367	520,482
Cash held in escrow	--	71,335	--	--	--	71,335
Cash held in escrow - State of Rhode Island	--	2,495,781	--	--	--	2,495,781
Due from other funds	109,547	--	--	1,000	822,275	932,822
<b>Total Assets</b>	<u>7,123,225</u>	<u>2,567,116</u>	<u>2,290,089</u>	<u>1,544,831</u>	<u>2,652,217</u>	<u>16,177,478</u>
<b>Deferred Outflows of Resources</b>						
Deferred interest	--	181,147	--	--	--	181,147
<b>Liabilities and Fund Balances</b>						
<b>Liabilities</b>						
Accounts payable	2,163,251	--	--	--	--	2,163,251
Accrued expenses	--	--	--	--	78,317	78,317
Due to other funds	26,938	--	--	182,534	723,350	932,822
Unearned revenue	--	--	2,290,089	1,361,297	218,360	3,869,746
<b>Total Liabilities</b>	<u>2,190,189</u>	<u>--</u>	<u>2,290,089</u>	<u>1,543,831</u>	<u>1,020,027</u>	<u>7,044,136</u>
<b>Deferred Inflows of Resources</b>						
Advance tax collections	16,397	--	--	--	--	16,397
Unavailable revenue - taxes	1,073,824	--	--	--	--	1,073,824
<b>Total Deferred Inflows of Resources</b>	<u>1,090,221</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,090,221</u>
<b>Fund Balance</b>						
Nonspendable	78,884	--	--	--	--	78,884
Restricted	--	2,748,263	--	1,000	1,711,074	4,460,337
Committed	1,351,125	--	--	--	--	1,351,125
Unassigned	2,412,806	--	--	--	(78,884)	2,333,922
<b>Total Fund Balances</b>	<u>3,842,815</u>	<u>2,748,263</u>	<u>--</u>	<u>1,000</u>	<u>1,632,190</u>	<u>8,224,268</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 7,123,225</u>	<u>\$ 2,748,263</u>	<u>\$ 2,290,089</u>	<u>\$ 1,544,831</u>	<u>\$ 2,652,217</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	55,679,305
Long-term liabilities and related items are not due and payable in the current period and therefore are not reported in the funds.	(35,512,127)
Right-to-use subscription assets on the Statement of Net Position.	279,572
Subscription liabilities on the Statement of Net Position.	(199,691)
Unearned revenues (net of an allowance for uncollectibles) are recorded in the funds, but are not deferred under the measurement focus employed in the Statement of Net Position.	1,090,221
Net pension asset on the Statement of Net Position.	82,859
Pension related deferred outflows less pension related deferred inflows on the Statement of Net Position.	1,574,563
Accrued interest on long-term liabilities have been included in the governmental activities in the Statement of Net Position.	(95,816)

**Net Position of Governmental Activities (A-1)** \$ 31,123,154

*The accompanying notes are an integral part of these financial statements.*

**CITY OF CENTRAL FALLS**

**B-2**

**STATEMENT OF REVENUES, OTHER FINANCING SOURCES, EXPENDITURES,  
OTHER FINANCING USES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS**

**FOR THE YEAR ENDEND JUNE 30, 2024**

	General Fund	New High School Bond	CDBG 2021	American Rescue Plan	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
General property taxes	\$ 15,920,058	\$ --	\$ --	\$ --	\$ --	\$ 15,920,058
Interest and investment income	196,358	4,122	--	--	16,358	216,838
Intergovernmental	3,168,568	10,849,961	1,305,705	2,029,538	4,512,291	21,866,063
Fees/non-tax revenue	2,314,307	--	--	--	--	2,314,307
Other revenues	332,215	--	--	--	1,056,219	1,388,434
<b>Total Revenues</b>	<u>21,931,506</u>	<u>10,854,083</u>	<u>1,305,705</u>	<u>2,029,538</u>	<u>5,584,868</u>	<u>41,705,700</u>
<b>Expenditures</b>						
<b>Current:</b>						
General government	3,592,225	85,768	--	1,198,092	1,082,268	5,958,353
Public safety	9,339,231	--	--	--	--	9,339,231
Public works	2,472,159	--	--	--	--	2,472,159
Public education	155,742	--	--	--	--	155,742
Public recreation	748,319	--	--	--	--	748,319
Other city government	759,063	--	--	--	--	759,063
Retirement	2,258,058	--	--	--	--	2,258,058
<b>Debt Service:</b>						
Principal and interest	1,073,041	--	--	--	--	1,073,041
<b>Capital:</b>						
Capital expenditures	--	11,201,209	1,291,570	881,446	3,756,247	17,130,472
<b>Total Expenditures</b>	<u>20,397,838</u>	<u>11,286,977</u>	<u>1,291,570</u>	<u>2,079,538</u>	<u>4,838,515</u>	<u>39,894,438</u>
<b>Excess (Deficiency) of Revenues Over (Under)</b>						
<b>Expenditures Before Other Financing Sources (Uses)</b>	<u>1,533,668</u>	<u>(432,894)</u>	<u>14,135</u>	<u>(50,000)</u>	<u>746,353</u>	<u>1,811,262</u>
<b>Other Financing Sources (Uses)</b>						
Issuance of debt	--	3,181,157	--	--	--	3,181,157
Transfers in	148,348	--	--	50,000	239,382	437,730
Transfers out	(76,520)	--	(14,135)	--	(347,075)	(437,730)
<b>Net Other Financing Sources (Uses)</b>	<u>71,828</u>	<u>3,181,157</u>	<u>(14,135)</u>	<u>50,000</u>	<u>(107,693)</u>	<u>3,181,157</u>
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	1,605,496	2,748,263	--	--	638,660	4,992,419
<b>Fund Balance - Beginning of Year</b>	<u>2,237,319</u>	<u>--</u>	<u>--</u>	<u>1,000</u>	<u>993,530</u>	<u>3,231,849</u>
<b>Fund Balance - End of Year</b>	<u>\$ 3,842,815</u>	<u>\$ 2,748,263</u>	<u>\$ --</u>	<u>\$ 1,000</u>	<u>\$ 1,632,190</u>	<u>\$ 8,224,268</u>

*The accompanying notes are an integral part of these financial statements.*

CITY OF CENTRAL FALLS

B-3

RECONCILIATION OF THE STATEMENT OF REVENUES, OTHER  
FINANCING SOURCES, EXPENDITURES, OTHER FINANCING USES AND  
CHANGES IN FUND BALANCES OF THE GOVERNMENTAL  
FUNDS (B-2) TO THE STATEMENT OF ACTIVITIES (A-2)

FOR THE YEAR ENDEND JUNE 30, 2024

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<b>Net Change in Fund Balances - Total Governmental Funds (B-2)</b>	\$ 4,992,419
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation and loss on disposals in the current period.	14,332,137
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences.	(1,447,129)
Subscription expense recognized in accordance with GASB 96.	90,051
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.	(157,539)
Certain expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>(422,189)</u>
<b>Change in Net Position of Governmental Activities in the Statement of Activities (A-2)</b>	<u>\$ 17,387,750</u>

*The accompanying notes are an integral part of these financial statements.*

**CITY OF CENTRAL FALLS**

C-1

**STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS**

**JUNE 30, 2024**

	<u>OPEB Trust Fund</u>	<u>Custodial Funds</u>	<u>Total</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 6,192	\$ 63,902	\$ 70,094
Investments	<u>1,119,618</u>	<u>--</u>	<u>1,119,618</u>
<b>Total Assets</b>	<u>1,125,810</u>	<u>63,902</u>	<u>1,189,712</u>
<b>Net Position</b>			
Restricted for post-employment benefits and other purposes	<u>\$ 1,125,810</u>	<u>\$ 63,902</u>	<u>\$ 1,189,712</u>

*The accompanying notes are an integral part of these financial statements.*

**CITY OF CENTRAL FALLS**

C-2

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS**

**FOR THE YEAR ENDED JUNE 30, 2024**

	OPEB Trust Fund	Custodial Funds	Total
<b>Additions</b>			
Contributions	\$ 75,000	\$ --	\$ 75,000
Retiree premiums	104,275	--	104,275
Investment income	130,332	--	130,332
Other income	--	836	836
<b>Total Additions</b>	<u>309,607</u>	<u>836</u>	<u>310,443</u>
<b>Deductions</b>			
Retiree expenses	104,275	--	104,275
Other expenses	3,003	--	3,003
<b>Total Deductions</b>	<u>107,278</u>	<u>--</u>	<u>107,278</u>
<b>Change in Net Position</b>	202,329	836	203,165
<b>Net Position, Restricted for Post-Employment Benefits and Other Purposes - Beginning</b>			
	<u>\$ 923,481</u>	<u>\$ 63,066</u>	<u>986,547</u>
<b>Net Position, Restricted for Post-Employment Benefits and Other Purposes - Ending</b>			
	<u>\$ 1,125,810</u>	<u>\$ 63,902</u>	<u>\$ 1,189,712</u>

*The accompanying notes are an integral part of these financial statements.*

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Central Falls (the “City”) was founded in 1895. The City is governed largely under the Home Rule Charter, which was revised on June 19, 2007. In some matters, including the issuance of short and long-term debt, the City is governed by the general laws of the State of Rhode Island. The City operates under a Mayor/City Council form of Government.

The City complies with accounting principles generally accepted in the United States of America (“GAAP”). GAAP includes all relevant Governmental Accounting Standards Board (“GASB”) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

As a general rule the effect of Inter-fund activity has been eliminated from the government-wide financial statements.

***RECENTLY ISSUED ACCOUNTING STANDARDS***

During the year ended June 30, 2024, the City adopted GASB Statement No. 100, *Accounting Changes and Error Corrections*. The implementation had no impact on net position for the fiscal year.

The following are recently issued governmental accounting standards which will be applicable in future years:

- GASB Statement No. 101 – Compensated Absences, effective for the fiscal year ending June 30, 2025.
- GASB Statement No. 102 – Certain Risk Disclosures, effective for the fiscal year ending June 30, 2025.
- GASB Statement No. 103 – Financial Reporting Model Improvements, effective for the fiscal year ending June 30, 2026.
- GASB Statement No. 104 – Disclosure of Certain Capital Assets, effective for the fiscal year ending June 30, 2026.

The impact of these pronouncements on the City’s financial statements has not been determined.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***REPORTING ENTITY***

In evaluating how to define the City for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No. 61 *The Financial Reporting Entity: Omnibus - An Amendment of GASB Statements No. 14 and No. 34*. Under GASB Statement No. 61, a legally separate entity is required to be included as a component unit if it is fiscally dependent upon the primary government and there is a financial benefit or burden relationship present. The primary government is financially accountable if it appoints the voting majority of the organization's governing board and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A potential component unit has a financial benefit or burden relationship with the primary government if, for example, any one of the following conditions exists:

- a. The primary government is legally entitled to or can otherwise access the organization's resources.
- b. The primary government is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization.
- c. The primary government is obligated in some manner for the debt of the organization.

The following entities were considered for classification as component units for fiscal year 2024:

- Central Falls Redevelopment Agency
- Central Falls Housing Authority
- Central Falls Detention Facility Corporation
- Central Falls School District
- Adams Public Library

Although Central Falls Redevelopment Agency meets certain criteria of the tests previously listed, it is deemed not to have separate legal status apart from the City. As a result, the financial data of this entity has been included as non-major special revenue fund within the City's financial statements.

The remaining entities noted above did not meet the criteria to be reported as either blended or discretely presented component units and have not been included in the financial reporting entity.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***GOVERNMENT-WIDE FINANCIAL STATEMENTS***

The government-wide financial statements, statement of net position and statement of activities report information about the government as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants, and grants and contributions restricted to meeting operational goals or capital requirements of a function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

***GOVERNMENTAL FUND FINANCIAL STATEMENTS***

Governmental fund financial statements of the reporting entity are organized into funds each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, liabilities, fund balance, revenues, and expenditure/expenses. For financial statement purposes an emphasis is placed on major funds. A fund is considered major if it is the primary operating fund (the “General Fund”) of the City or meets the following criteria:

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

The governmental funds of the City are described below:

**General Fund**

The General Fund is the City’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***GOVERNMENTAL FUND FINANCIAL STATEMENTS (CONTINUED)***

**Special Revenue Funds**

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

**Capital Project Funds**

Capital Project Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

**Custodial Funds**

Custodial funds account for amounts held by the City for unclaimed estates in probate court.

**OPEB Trust Fund**

OPEB trust fund is used to accumulate resources legally held in trust and restricted for the payment of retiree health benefits and retiree life insurance.

***MEASUREMENT FOCUS AND BASIS OF ACCOUNTING***

In the government-wide statement of net position and statement of activities governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds utilize a “current financial resources” measurement focus and are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter (usually 60 days) to pay current liabilities. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest, expenditures related to compensated absences, pension obligations, claims and judgments and other post-employment benefits which are recorded only when payment is due. The City considers property taxes as available if they are collected within 60 days after year end.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)***

All custodial funds and OPEB trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

**Budgets**

Budgets were adopted in accordance with Home Rule Charter requirements. Annual appropriated budgets are adopted for the General Fund. Generally annual appropriations lapse at fiscal year-end. Project-length financial plans are adopted for all capital projects funds.

Encumbrances represent commitments related to unperformed contracts for goods or services. Open encumbrances are reported within fund balance, committed or assigned fund balance, and should not result in separate display of the encumbered amount within those classifications. Encumbrances outstanding at year end do not constitute expenditures or liabilities under GAAP because the commitments will be honored during the subsequent years. There are no encumbrances as of June 30, 2024.

**Use of Estimates**

The preparation of financial statements in conformity with GAAP requires management to make assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Cash Equivalents**

Cash equivalents are all highly liquid investments with a maturity of three months or less when purchased.

**Investments**

The City invests in various types of investments, which are stated at fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between participants at the measurement date. State statutes authorize the City to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds and repurchase agreements.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)***

**Accounts Receivable**

In the government-wide statements receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. The allowance for uncollectible property taxes amounted to \$910,558 at June 30, 2024. Receivable balances for the governmental activities include property taxes of \$1,210,642 and other receivables of \$520,482.

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

**Accounts Payable**

Accounts payable balances consist primarily of payables to vendors.

**Property Taxes**

The City is permitted by State Law to levy property taxes. The City's property taxes are levied on July 1 on assessed value of property as listed on the previous December 31. Taxpayers have an option to pay quarterly installments. Property taxes on real estate attach as an enforceable lien on real and personal property as of the date of assessment. Taxes assessed on motor vehicles and trailers represent an excise tax and do not constitute a lien. Uncollected property taxes are stated at the amounts originally assessed and do not include interest or penalties which may be assessed at the time of collection. The tax rate of the City is established by the City Council. Property tax revenues are recorded in accordance with the modified accrual basis of accounting in the governmental funds. Within the government-wide statements property taxes are recognized as revenue in the year for which they are levied.

**Deferred Inflows/Outflows of Resources**

In addition to assets, the statement of net position and/or balance sheet can report deferred outflows of resources. Deferred outflow of resources represents a consumption of net position, that apply to a future period which will not be recognized as an outflow of resources (expense/expenditure) until that later date.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)***

**Deferred Inflows/Outflows of Resources (Continued)**

At June 30, 2024, the City reports deferred outflows related to pension and other post-employment benefits (“OPEB”) in the government-wide statement of net position. A deferred outflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees) and OPEB plan.

In addition to liabilities, the statement of net position and/or balance sheet can report deferred inflows of resources. Deferred inflows of resources represent the acquisition of net position that applies to a future period and which will not be recognized as an inflow of resources (revenue) until a later date. At June 30, 2024, the City had two items qualifying as a deferred inflow of resources. In the governmental funds balance sheet, the City reports unavailable tax revenue and advance tax collections.

This amount is deferred and will be recognized as an inflow of resources in the years in which the amounts become available. The City also reports a deferred inflow of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and include in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees) and OPEB plan.

**Capital Assets**

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

In the government-wide financial statements, capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets, which are recorded at their estimated fair value at the date of donation. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of five years. In government funds financial statements capital assets are recorded as capital outlay expenditures in the acquiring fund when purchased.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)*

**Capital Assets (Continued)**

Infrastructure assets, (such as sidewalks, curbs, drainage systems, and road improvements) acquired by the City have been capitalized and reported within the financial statements.

Depreciation of all exhaustible capital assets is recorded, as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

The range of estimated useful lives by type of asset is as follows:

Land	Not depreciated
Construction in progress	Not depreciated
Buildings and land improvements	20-45 years
Motor vehicles	5-6 years
Furniture & equipment	5-10 years
Infrastructure	20 years

**Interfund Transactions**

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

- Reciprocal interfund activities:
  - Interfund loans are reported as interfund receivables in the lending fund and interfund payables in borrower funds (due from other funds / due to other funds).
  - Interfund services are reported as revenues in the seller fund and as expenditures or expenses in the purchasing fund.
  
- Non-reciprocal interfund activities:
  - Interfund transfers are reported in governmental funds as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.
  - Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.

Interfund transfers totaled \$437,730 for the year ended June 30, 2024.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)*

**Net Position/Fund Balance**

**Government-Wide Statements**

Net position is displayed in three categories:

- (a) Net investment in capital assets - Consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflow of resources that are attributable to the acquisition, construction or improvement of those assets or related debt would also be included in the net position component.
- (b) Restricted net position - Consists of net position restricted to specific purposes due to constraints placed on the use of those resources either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- (c) Unrestricted net position - All other net positions that do not meet the definition of "restricted" or "net investment in capital assets".

**Fund Financial Statements**

Fund balance is classified as non-spendable, restricted, committed, assigned or unassigned. These categories are defined below:

- **Non-spendable Fund Balance** – includes the amount of fund balance that cannot be spent because it is either (a) not in spendable form or (b) legally or contractually required to be maintained intact. “Not in spendable form” includes items that are not expected to be converted to cash.
- **Restricted Fund Balance** – includes amounts that are restricted to specific purposes either by constraints placed on the use of resources externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Committed Fund Balance** – includes amounts that can be used only for the specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision-making authority.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)*

**Net Position/Fund Balance (Continued)**

**Fund Financial Statements (Continued)**

- Committed Fund Balance (Continued) – Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The City Council currently has the highest level of decision-making authority for the City of Central Falls. The City currently has two separate ordinances for committing fund balance. The City must reserve not less than five percent, with a goal of ten percent, of the previous fiscal year’s total budget of general revenues. The City will have a minimum target balance of \$250,000 reserved for capital improvements.
- Assigned Fund Balance – includes amounts that are constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed. The intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes. The City does not presently have a spending policy that has delegated this authority.
- Unassigned Fund Balance – is the residual amount not allocated to any other fund balance category in the General Fund, and any residual deficit balance of any other governmental fund.

**Application of Funds**

The City of Central Falls does not currently have a spending policy regarding the order in which restricted, committed, assigned, and unassigned fund balances are spent when more than one amount is available for the expenditures incurred. Accordingly, by default, the City is following the policy prescribed by GASB Statement No. 54 which specifies that fund balance is reduced first by committed, then by assigned, then by unassigned when expenditures are incurred for purposes for which any unrestricted fund balance could be used. In all situations, the City considers restricted fund balance to be used first when available and when expenditures are incurred that meet the requirements of the restricted fund balance.

**Compensated Absences**

Employees are granted vacation and sick leave in varying amounts. Upon retirement, termination or death, employees are compensated for unused vacation at their current rate of pay. The amount recorded is the unused days earned at the current rate of pay.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)***

**Compensated Absences (Continued)**

For governmental activities, the General Fund is used to record this liability if it is expected to be liquidated with expendable available resources, otherwise this liability is recorded in the government-wide financial statements.

***RECONCILIATION OF GOVERNMENT-WIDE NET POSITION AND FUND FINANCIAL STATEMENTS FUND BALANCE***

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$(35,512,127) difference are as follows:

Bonds payable	\$ (7,199,755)
Bond premium	(241,718)
Net pension liability	(26,019,854)
Net other post-employment benefit obligation	(1,644,758)
Compensated absences	<u>(406,042)</u>
 Total Differences	 <u>\$ (35,512,127)</u>

**Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense.” The details of this \$14,332,137 difference are as follows:

Capital outlays (net of disposals)	\$ 17,049,965
Depreciation expense	<u>(2,717,828)</u>
 Net difference	 <u>\$ 14,332,137</u>

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of that reconciliation states that “the issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net position.” The details of this \$(1,447,129) difference are as follows:

Increase in compensated absences	\$ (18,191)
Decrease in OPEB liability	25,541
Decrease in MERS pension asset	(7,702)
Decrease in MERS pension liability	799,696
Bond proceeds	(2,927,828)
Bond premium	(253,329)
Amortization of bond premium	11,611
Debt repayments	<u>923,073</u>
Net difference	<u>\$ (1,447,129)</u>

Another element of that reconciliation states that “revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.” The details of this \$(157,539) difference are as follows:

Changes in deferred outflows	\$ (1,202,418)
Changes in deferred inflows	<u>1,044,879</u>
Net difference	<u>\$ (157,539)</u>

### NOTE 2 - BUDGETARY AND LEGAL COMPLIANCE

#### ***BUDGETS***

All agencies of the City submit requests for appropriation to the City's finance director. These requests include information on the past years, current year's estimates and requested appropriations for the next fiscal year.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 2 - BUDGETARY AND LEGAL COMPLIANCE (CONTINUED)**

***BUDGETS (CONTINUED)***

In accordance with the City’s Fourth Amended Plan, dated July 27, 2012, the City’s elected officials, and any fiduciary acting with the powers of elected officials, shall keep the City’s budget in balance through June 30, 2024, the term of the Plan.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of funds are recorded in order to preserve that portion of the applicable appropriation, is employed in the General Fund Budget. Encumbrances do not constitute expenditures or liabilities under GAAP.

**NOTE 3 - DEPOSITS AND INVESTMENTS**

***DEPOSITS***

Deposits are in various financial institutions and are carried at cost, which approximates fair value. The carrying amount of deposits is separately displayed on the balance sheet as “Cash” and includes \$1,150 of petty cash.

At June 30, 2024, the carrying amount of the City's deposits was \$7,637,749 and the bank balance was \$8,593,803 of which \$500,000 was covered by federal depository insurance and the remaining bank balance of \$8,093,803 was collateralized by the financial institutions and/or third parties in the name of the City.

***INVESTMENTS***

At June 30, 2024, the City’s investments totaled \$1,119,618 (all of which are held in its Fiduciary Funds) and consisted of the following:

Description	Fair Value	Interest Rate	Maturity	Credit Rating
Mutual Funds	\$ 1,119,618	n/a	n/a	n/a
Total	<u>\$ 1,119,618</u>			

Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities could occur in the near term and such changes could materially affect the amount reported as net position restricted for pension benefits or other post-employment benefits.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)**

***INTEREST RATE RISK***

Interest rate risk is the risk that the value of investments will decline because of rising interest rates. The City's investments are held in mutual funds. These investments do not specify an interest rate rather the rate of return is dependent on operating results and economic conditions.

***CREDIT RISK***

The City has no investment policy that would limit its investment choices due to credit risk other than the State Statutes governing investments in obligations of any State or political subdivision or in obligations to the State of Rhode Island or political subdivision. At June 30, 2024, the City's portfolio consisted of mutual funds. The mutual funds consist of investments in a wide range of companies and various industries enabling the City to minimize its risk.

***CUSTODIAL CREDIT RISK***

Custodial credit risk is the risk that in the event of financial institution failure, the City's deposits and/or investments may not be returned. The City does not believe that it has a significant custodial credit risk as substantially all investments securities are registered and held in the name of the City. The City also ensures that all deposits be placed in financial institutions that are Federal Deposit Insurance Company ("FDIC") insured. Any deposits in excess of FDIC insurance are fully collateralized by the financial institutions and/or third parties in the name of the City.

***FAIR VALUE OF FINANCIAL INSTRUMENTS***

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. GASB 72 establishes a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available, of how the market would price the asset or liability. The fair value hierarchy is categorized into three levels based on the inputs as follows:

- Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.
  
- Level 2 – Inputs other than quoted prices in active markets for identical assets and liabilities that are observable either directly or indirectly for substantially the full term of the asset or liability.

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2024

**NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)**

*FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)*

Level 3 – Unobservable inputs for the asset or liability (supported by little or no market activity). Level 3 Inputs include management’s own assumption about the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk).

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There has been no change in valuation methodology used in 2024.

Description	in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value
June 30, 2024:				
iShares Mutual Funds	\$ 551,343	\$ --	\$ --	\$ 551,343
Fidelity Mutual Funds	504,712	--	--	504,712
Vanguard Mutual Funds	42,443	--	--	42,443
SPDR Mutual Funds	<u>21,120</u>	<u>--</u>	<u>--</u>	<u>21,120</u>
Investments at fair value	<u>\$ 1,119,618</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,119,618</u>

Investments in the mutual funds are valued at the daily closing price as reported by the funds. Mutual funds held by the City are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their Net Asset Value (“NAV”) and to transact at that price. The mutual funds held by the City are deemed to be actively traded.

There were no transfers between any levels during the year ended June 30, 2024.

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2024

#### NOTE 4 - CAPITAL ASSETS

Activity for governmental activity capital assets is summarized below:

	<u>Balances</u> <u>July 1, 2023</u>	<u>Total</u> <u>Additions</u>	<u>Total</u> <u>Deductions</u>	<u>Balances</u> <u>June 30, 2024</u>
Capital Assets:				
Land (not being depreciated)	\$ 1,089,873	\$ --	\$ --	\$ 1,089,873
Construction in progress (not depreciated)	<u>17,354,693</u>	<u>16,231,966</u>	<u>1,759,676</u>	<u>31,826,983</u>
	18,444,566	16,231,966	1,759,676	32,916,856
Buildings and land improvements	54,613,839	606,055	512,592	54,707,302
Motor vehicles	5,678,120	1,321,671	--	6,999,791
Equipment	3,996,284	667,883	--	4,664,167
Infrastructure	<u>17,144,443</u>	<u>354,445</u>	<u>--</u>	<u>17,498,888</u>
Total Capital Assets	<u>99,877,252</u>	<u>19,182,020</u>	<u>2,272,268</u>	<u>116,787,004</u>
Less: Accumulated Depreciation				
Buildings and land improvements	(37,739,192)	(1,517,610)	(140,213)	(39,116,589)
Motor vehicles	(4,462,234)	(606,089)	--	(5,068,323)
Equipment	(3,394,255)	(224,430)	--	(3,618,685)
Infrastructure	<u>(12,934,403)</u>	<u>(369,699)</u>	<u>--</u>	<u>(13,304,102)</u>
Total Accumulated Depreciation	<u>(58,530,084)</u>	<u>(2,717,828)</u>	<u>(140,213)</u>	<u>(61,107,699)</u>
Net Capital Assets	<u>\$41,347,168</u>	<u>\$ 16,464,192</u>	<u>\$ 2,132,055</u>	<u>\$ 55,679,305</u>

Depreciation expense was charged to the following functions/programs of the City:

Governmental activities:	
General government	\$ 501,562
Public safety	544,707
Public works	695,346
Public recreation	330,342
Public education	<u>645,871</u>
Total	<u>\$ 2,717,828</u>

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED JUNE 30, 2024**

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### NOTE 5 - UNEARNED REVENUE/UNAVAILABLE REVENUE

Governmental funds report deferred inflow of resources from unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds and governmental activities also report unearned revenue in connection with resources that have been received, but not yet earned. At June 30, 2024, the various components of unearned revenue and unavailable revenue reported in the governmental funds and governmental activities were as follows:

General Fund	
Unavailable tax revenue	<u>\$ 1,073,824</u>
Advance tax collections	<u>\$ 16,397</u>
Other Governmental Funds	
Unearned revenue grants	<u>\$ 3,869,746</u>

### NOTE 6 - LONG-TERM DEBT

#### ***GENERAL OBLIGATION BONDS AND OTHER DEBT***

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, general obligation bonds have been issued to refund general obligation bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the City.

Schedule of long-term debt by purpose is as follows:

	Amount	Percent
General obligation municipal bonds	\$ 2,780,000	8%
R.I. Health & Education Building Corporation (RIHEBC) revenue bonds	315,000	1%
R.I. Infrastructure Bank bond	1,238,000	4%
Local Bond Series A	1,407,191	4%
Local Bond Series B	1,459,564	4%
Total long-term bonds	7,199,755	
Bond premium	241,718	1%
Deferred interest	(181,147)	-1%
Net pension liability	26,019,854	73%
Net OPEB obligation	1,644,758	5%
Compensated absences	406,042	1%
Total long-term debt	\$ 35,330,980	100.0%

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 6 - LONG-TERM DEBT (CONTINUED)**

Schedule of long-term bond requirements:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 940,158	\$ 138,145	\$ 1,078,303
2026	883,513	166,745	1,050,258
2027	979,565	252,528	1,232,093
2028	891,908	210,509	1,102,417
2029	193,548	200,215	393,763
Thereafter	<u>3,311,063</u>	<u>2,213,209</u>	<u>5,524,272</u>
Total	<u>\$ 7,199,755</u>	<u>\$ 3,181,351</u>	<u>\$ 10,381,106</u>

***MAXIMUM AGGREGATE INDEBTEDNESS***

The City's legal debt limit as set forth by Rhode Island General Law 45-12-2 is limited to three percent of total assessed property value. As of June 30, 2024, the City was in compliance with the limit of \$25,726,747.

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED JUNE 30, 2024**

### NOTE 6 - LONG-TERM DEBT (CONTINUED)

General long-term debt consists of the long-term liabilities that are not recorded as fund liabilities. Amounts are as follows:

	Date of Issue	Maturity Date	Amount of Issue	Interest Rate	Outstanding July 1, 2023	Additions	Deductions	Outstanding June 30, 2024	Current Portion
General obligation municipal bonds	7/25/2017	7/25/2027	\$ 5,435,000	3.04%	\$ 3,485,000	\$ --	\$ 705,000	\$ 2,780,000	\$ 730,000
RIHEBC revenue bonds	8/15/2007	4/1/2027	\$ 1,300,000	4.25%-5.00%	405,000	--	90,000	315,000	95,000
Rhode Island Infrastructure Bank	5/2/2019	9/1/2038	\$ 1,500,000	1.37%-2.62%	1,305,000	--	67,000	1,238,000	69,000
Local Bond Series A	8/1/2023	4/1/2043	\$ 1,468,264	1.57%-3.14%	--	1,468,264	61,073	1,407,191	46,158
Local Bond Series B	8/1/2023	4/1/2043	\$ 1,459,564	1.57%-3.14%	--	1,459,564	--	1,459,564	--
<b>Total bonds and leases</b>					<u>5,195,000</u>	<u>2,927,828</u>	<u>923,073</u>	<u>7,199,755</u>	<u>940,158</u>
Bond premium					--	253,329	11,611	241,718	12,666
Deferred interest					--	(190,681)	(9,534)	(181,147)	(9,539)
Accrued compensated absences					387,851	18,191	--	406,042	40,604
Net pension liability									
Municipal employees' retirement system- City of Central Falls					1,807,037	22,309	--	1,829,346	--
Municipal employees' retirement system- Police and Fire (Legacy)					25,012,513	--	822,005	24,190,508	--
Net OPEB liability					<u>1,670,299</u>	<u>--</u>	<u>25,541</u>	<u>1,644,758</u>	<u>--</u>
<b>Total long-term debt</b>					<u>\$ 34,072,700</u>	<u>\$ 3,030,976</u>	<u>\$ 1,772,696</u>	<u>\$ 35,330,980</u>	<u>\$ 983,889</u>

Total interest paid on general long-term debt for the year ended June 30, 2024 was \$143,960.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 7 - DUE FROM/DUE TO OTHER FUNDS AND OPERATIONAL AND/OR FUND DEFICITS**

Interfund receivables and payables at June 30, 2024 were as follows:

	Due from Other Funds	Due to Other Funds
General Fund	\$ 109,547	\$ 26,938
American Rescue Plan	1,000	182,534
Other Governmental Funds	822,275	723,350
	\$ 932,822	\$ 932,822

Interfund receivables and payables were eliminated in the government-wide financial statements.

The following funds had operational and/or fund deficits:

Fund Deficits will be mitigated either through additional outside funding or general fund appropriations.

	Operational	Fund Deficit
Police Department Grants	\$ --	\$ 1,980
City Clerk Department Grants	\$ 7,792	\$ --
Community Garden	\$ 20,607	\$ --
Target Police Justice Grant	\$ 13,708	\$ --
Body Worn Cameras	\$ 4,317	\$ 4,317
El Centro	\$ 76,519	\$ --
Rhode Island Department of Health	\$ 2,159	\$ --
River Island Park	\$ 2,630	\$ 13,594
Yip Soccer Field Improvement	\$ 8,591	\$ 11,879
Emergency Equipment Replacement	\$ 590	\$ --
Arbor Day Green Space	\$ 10	\$ --
Sacred Heart Tennis Courts	\$ 33,000	\$ --
Mayors Office	\$ 5,500	\$ --
RI Housing Leadsafe	\$ 33,123	\$ --
Police Federal Forfeiture	\$ --	\$ 5,782
Police State Forfeiture	\$ --	\$ 6,240
JAG Grant	\$ --	\$ 903
The Landing	\$ 4,707	\$ --
Rhode Island Infrastructure Bank 2019	\$ 10,380	\$ --
Property Development	\$ 155,925	\$ --
Med Pods	\$ 8,193	\$ --
Osram Vision Plan	\$ --	\$ 20,000
Turf Field	\$ 11,500	\$ 11,500
Dexter Plaza	\$ 2,689	\$ 2,689

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2024

#### NOTE 8 - FUND BALANCES

Fund Balance within the government funds may be classified as one of five categories: Nonspendable, Restricted, Committed, Assigned, or Unassigned.

At June 30, 2024, *Nonspendable Fund Balance* consisted of the following:

	General Fund
Unavailable due from other funds	\$ 78,884
Total Nonspendable Fund Balance	\$ 78,884

At June 30, 2024, *Restricted Fund Balance* consisted of the following:

	American Rescue Plan	New High School Bond	Other Governmental Funds	Total
American Rescue Plan	\$ 1,000	\$ --	\$ --	\$ 1,000
CDBG Revolving	--	--	7,500	7,500
CF Redevelopment Agency	--	--	587,384	587,384
City Clerk Historical Trust	--	--	95,323	95,323
Cogswell Tower	--	--	3,660	3,660
Community Garden	--	--	3,674	3,674
COPS Grant	--	--	81,532	81,532
Education Strategy	--	--	85,091	85,091
El Centro	--	--	47,050	47,050
Health Department Funding	--	--	135,350	135,350
Macomber Stadium	--	--	9,728	9,728
Med Pods	--	--	25,756	25,756
New High School Bond	--	2,748,263	--	2,748,263
Police Seizures Escrow	--	--	8,623	8,623
Redevelopment Agency	--	--	207,901	207,901
Rhode Island Department of Health	--	--	71,086	71,086
RI Housing Leadsafe	--	--	16,877	16,877
RIDOT Municipal Road & Bridge	--	--	246	246
School Building Capital	--	--	100,334	100,334
School Revolving	--	--	198,249	198,249
Senior Home Deliveries Program	--	--	26	26
Sustainability Officer	--	--	17,414	17,414
Water Chestnut Management	--	--	8,270	8,270
Total Restricted Fund Balance	\$ 1,000	\$ 2,748,263	\$ 1,711,074	\$ 4,460,337

**CITY OF CENTRAL FALLS**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 8 - FUND BALANCES (CONTINUED)**

At June 30, 2024, *Committed Fund Balance* consisted of the following:

	General Fund
Capital reserves based on ordinance	\$ 970,625
Sixty-day property tax collections budgeted in subsequent fiscal year	380,500
Total Committed Fund Balance	\$ 1,351,125

At June 30, 2024, *Unassigned Fund Balance* consisted of the following:

	General Fund	Capital Improvement Fund	Other Governmental Funds	Total
General Fund	\$ 2,491,690	\$ --	\$ --	\$ 2,491,690
Body Worn Cameras	--	--	(4,317)	(4,317)
Dexter Plaza	--	--	(2,689)	(2,689)
JAG Grant	--	--	(903)	(903)
Osram Vision Plan	--	--	(20,000)	(20,000)
Police Department Grants	--	--	(1,980)	(1,980)
Police Federal Forfeiture	--	--	(5,782)	(5,782)
Police State Forfeiture	--	--	(6,240)	(6,240)
River Island Park	--	--	(13,594)	(13,594)
Turf Field	--	--	(11,500)	(11,500)
Yip Soccer Field Improvement	--	--	(11,879)	(11,879)
Total Unassigned Fund Balance	\$ 2,491,690	\$ --	\$ (78,884)	\$ 2,412,806

**NOTE 9 - PENSION PLANS**

The City contributes to one defined benefit pension plan – (a) the Municipal Employees’ Retirement System (“MERS”) – an agent multiple-employer defined benefit pension plan of the State of Rhode Island, which covers substantially all of the City’s employees including police officers and firefighters. The City also contributes to (b) TIAA-CREF and the Employees’ Retirement System of Rhode Island administered defined contribution plan, which covers certain municipal employees participating in MERS.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 9 - PENSION PLANS (CONTINUED)**

***PLAN DESCRIPTION***

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire***

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

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

***BENEFITS PROVIDED***

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

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

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

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 9 - PENSION PLANS (CONTINUED)**

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***BENEFITS PROVIDED (CONTINUED)***

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 Final Average Compensation ("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. For members retiring after July 1, 2024, retiree benefit amounts are based on the average three consecutive years of compensation. 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 as described 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.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 9 - PENSION PLANS (CONTINUED)**

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***GENERAL EMPLOYEES (CONTINUED)***

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 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 SSNRA.

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.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 9 - PENSION PLANS (CONTINUED)**

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***POLICE AND FIRE EMPLOYEES (CONTINUED)***

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 above and one calculated based on a 2.25% multiplier for all years of service.

***OTHER BENEFIT PROVISIONS***

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

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

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

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

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### NOTE 9 - PENSION PLANS (CONTINUED)

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***OTHER BENEFIT PROVISIONS (CONTINUED)***

Cost of living adjustments are provided to retirees based on statutory provisions (Section 36-10-35 of the Rhode Island General Laws). For members and/or beneficiaries of members who retired on or before June 30, 2012, cost of living adjustments are computed annually. For members retiring on or after July 1, 2012, twenty-five percent (or 1/4th) of the cost of living adjustment is computed annually until the plan reaches a 75% funded status. The full benefit adjustment is reinstated for all members upon the plan reaching the 75% funded status.

- a. 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%.
- b. 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 \$27,608 for 2021, \$27,901 for 2022 and \$28,878 for 2023.

***EMPLOYEES COVERED BY BENEFIT TERMS***

At the June 30, 2023 valuation date, membership consisted of the following:

	<b>(Legacy)</b>		
	<b><u>Municipal</u></b>	<b><u>Police and Fire</u></b>	<b><u>Police and Fire</u></b>
Retirees and Beneficiaries	34	111	--
Inactive, Nonretired Members	93	13	6
Active Members	49	60	17
Total	<u>176</u>	<u>184</u>	<u>23</u>

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

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### NOTE 9 - PENSION PLANS (CONTINUED)

#### *(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)*

##### *CONTRIBUTIONS*

The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012 are required to contribute 1% of their salaries. General employees with more than 20 years of service as of June 30, 2012 are required to contribute 8.25%. Public safety employees are required to contribute 9% of their salaries. The City of Central Falls 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 City of Central Falls contributed \$374,957, \$98,290 and \$2,698,126 in the year ended June 30, 2023 which was 14.86%, 8.96% and 67.47% of annual covered payroll for the general, police and fire and police and fire legacy plans, respectively.

##### *NET PENSION LIABILITY (ASSET)*

The total pension liability was determined by actuarial valuations performed as of June 30, 2022 and rolled forward to June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement.

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 - 3.50% to 7.25%; Police & Fire Employees - 4.00% to 14.00%
Inflation	2.50%
Mortality	Mortality – Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.
Cost of Living Adjustments	All future COLAs were assumed to be 2.1% per annum for all MERS units with the COLA provision.

The actuarial assumptions used in the calculation of the total pension liability at June 30, 2023 measurement date were based on the 2023 Actuarial Experience Investigation Study for the six-year period ended June 30, 2022 as approved by the System's Board on May 17, 2023.

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED JUNE 30, 2024**

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### NOTE 9 - PENSION PLANS (CONTINUED)

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***NET PENSION LIABILITY (ASSET) (CONTINUED)***

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 42 sources.

The June 30, 2023 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

Asset Class	Long-Term Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
<b><i>GROWTH</i></b>		
<b>Global Equity</b>		
US Equity	25.10%	6.46%
International Developed Equity	10.70%	6.91%
Emerging Markets Equity	4.20%	8.92%
<b><i>Sub-total</i></b>	<b>40.00%</b>	
<b>Private Growth</b>		
Private Equity	12.50%	10.30%
Non-Core Real Estate	2.50%	5.01%
<b><i>Sub-total</i></b>	<b>15.00%</b>	
<b><i>INCOME</i></b>		
Equity Options	2.00%	6.20%
Liquid Credit	5.00%	4.56%
Private Credit	3.00%	4.56%
Collateralized Loan Obligations (CLO's)	2.00%	4.56%
<b><i>Sub-total</i></b>	<b>12.00%</b>	
<b><i>STABILITY</i></b>		
<b>Crisis Protection Class</b>		
Treasury Duration	5.00%	0.76%
Systematic Trend	5.00%	4.07%
<b><i>Sub-total</i></b>	<b>10.00%</b>	
<b>Inflation Protection</b>		
Core Real Estate	4.00%	5.01%
Private Infrastructure	4.00%	5.91%
<b><i>Sub-total</i></b>	<b>8.00%</b>	
<b>Volatility Protection</b>		
IG Corp Credit	3.25%	2.46%
Securitized Credit	3.25%	2.46%
Absolute Return	6.50%	4.07%
Cash	2.00%	0.76%
<b><i>Sub-total</i></b>	<b>15.00%</b>	
<b>Total</b>	<b>100.00%</b>	

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2024

**NOTE 9 - PENSION PLANS (CONTINUED)**

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***NET PENSION LIABILITY (ASSET) (CONTINUED)***

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

***DISCOUNT RATE***

The discount rate used to measure the total pension liability 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, and the projection of cash flows as of each fiscal year ending, the pension plan's fiduciary net position and future contributions were projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

***CHANGES IN THE NET POSITION LIABILITY (ASSET)***

Municipal Employees' Retirement System - General Employees			
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance as of June 30, 2022	\$ 8,121,807	\$ 6,314,770	\$ 1,807,037
Service Cost	149,630	--	149,630
Interest on the total pension liability	554,006	--	554,006
Difference between expected and actual experience	276,549	--	276,549
Assumption changes	(32,131)	--	(32,131)
Employer contributions	--	374,957	(374,957)
Employee contributions	--	32,925	(32,925)
Net investment income (loss)	--	529,628	(529,628)
Other changes	--	(5,701)	5,701
Administrative expense	--	(6,064)	6,064
Benefit payments, including employee refunds	(564,498)	(564,498)	--
Net Changes	383,556	361,247	22,309
Balance as of June 30, 2023	\$ 8,505,363	\$ 6,676,017	\$ 1,829,346

**CITY OF CENTRAL FALLS**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2024**

**NOTE 9 - PENSION PLANS (CONTINUED)**

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***CHANGES IN THE NET POSITION LIABILITY (ASSET) (CONTINUED)***

Municipal Employees' Retirement System - Police and Fire (Legacy)			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance as of June 30, 2022	\$ 43,400,521	\$ 18,388,008	\$ 25,012,513
Service Cost	795,784	--	795,784
Interest on the total pension liability	2,965,063	--	2,965,063
Difference between expected and actual experience	283,808	--	283,808
Assumption changes	(110,348)	--	(110,348)
Employer contributions	--	2,698,126	(2,698,126)
Employee contributions	--	467,874	(467,874)
Net investment income (loss)	--	1,607,616	(1,607,616)
Administrative expense	--	(17,304)	17,304
Benefit payments, including employee refunds	(2,880,746)	(2,880,746)	--
Net Changes	<u>1,053,561</u>	<u>1,875,566</u>	<u>(822,005)</u>
Balance as of June 30, 2023	<u>\$ 44,454,082</u>	<u>\$ 20,263,574</u>	<u>\$ 24,190,508</u>

Municipal Employees' Retirement System - Police and Fire			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance as of June 30, 2022	\$ 306,451	\$ 397,012	\$ (90,561)
Service Cost	205,465	--	205,465
Interest on the total pension liability	28,297	--	28,297
Difference between expected and actual experience	35,507	--	35,507
Assumption changes	(2,882)	--	(2,882)
Employer contributions	--	98,290	(98,290)
Employee contributions	--	109,699	(109,699)
Net investment income (loss)	--	51,248	(51,248)
Administrative expense	--	(552)	552
Benefit payments, including employee refunds	(9,879)	(9,879)	--
Net Changes	<u>256,508</u>	<u>248,806</u>	<u>7,702</u>
Balance as of June 30, 2023	<u>\$ 562,959</u>	<u>\$ 645,818</u>	<u>\$ (82,859)</u>

**CITY OF CENTRAL FALLS**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2024**

**NOTE 9 - PENSION PLANS (CONTINUED)**

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***SENSITIVITY OF THE NET POSITION 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.

	1.00% Decrease 6.00%	Current Discount Rate 7.00%	1.00% Increase 8.00%
General Employees	\$ 2,648,449	\$ 1,829,346	\$ 1,085,132
Police and Fire (Legacy)	28,464,914	24,190,508	20,306,935
Police and Fire	(30,325)	(82,859)	(130,497)

***PENSION PLAN FIDUCIARY NET POSITION***

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

***PENSION EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS***

For the year ended June 30, 2024, the employer recognized pension expense of \$2,573,680. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Municipal	Legacy Police and Fire	Police and Fire	Total
Deferred outflow of resources:				
Difference in Experience	\$ 202,368	\$ 401,830	\$ 32,663	\$ 636,861
Assumptions Changes	--	226,739	--	226,739
Excess Investment Returns	415,547	1,088,276	19,492	1,523,315
Contributions subsequent to the measurement date	<u>410,900</u>	<u>2,582,357</u>	<u>300,195</u>	<u>3,293,452</u>
Total Deferred Outflow of Resources	<u>\$ 1,028,815</u>	<u>\$ 4,299,202</u>	<u>\$ 352,350</u>	<u>\$ 5,680,367</u>

**CITY OF CENTRAL FALLS**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2024**

**NOTE 9 - PENSION PLANS (CONTINUED)**

***(a) Municipal Employees' Retirement System of Rhode Island ("MERS") – General, Police and Fire (Continued)***

***PENSION EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS (CONTINUED)***

	Municipal	Legacy Police and Fire	Police and Fire	Total
Deferred inflow of resources:				
Difference in Experience	\$ 82,345	\$ 44,913	\$ 16,696	\$ 143,954
Differences in Assumptions	23,921	78,682	2,648	105,251
Excess Investment Returns	<u>502,246</u>	<u>1,533,088</u>	<u>28,019</u>	<u>2,063,353</u>
Total Deferred Inflow of Resources	<u>\$ 608,512</u>	<u>\$ 1,656,683</u>	<u>\$ 47,363</u>	<u>\$ 2,312,558</u>

\$3,293,452 reported as deferred outflows of resources related to pensions resulting from the City of Central Fall’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 in pension expense as follows:

Year Ending June 30	Municipal	Legacy Police and Fire	Police and Fire	Total
2025	\$ 352,874	\$ 2,659,532	\$ 297,511	\$ 3,309,917
2026	(65,487)	(253,360)	(2,661)	(321,508)
2027	151,615	315,265	4,718	471,598
2028	(18,699)	(71,621)	(1,776)	(92,096)
2029	--	(7,297)	1,531	(5,766)
Thereafter	<u>--</u>	<u>--</u>	<u>5,664</u>	<u>5,664</u>
Total	<u>\$ 420,303</u>	<u>\$ 2,642,519</u>	<u>\$ 304,987</u>	<u>\$ 3,367,809</u>

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 9 - PENSION PLANS (CONTINUED)**

*(b) TIAA-CREF and the Employees' Retirement System of Rhode Island*

***DEFINED CONTRIBUTION PLAN DESCRIPTION***

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

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

The City of Central Falls recognized pension expense of \$77,143, for the fiscal year ended June 30, 2024.

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 [www.ersri.org](http://www.ersri.org).

**NOTE 10 - POST RETIREMENT BENEFITS**

***PLAN DESCRIPTION***

The City's Post-Employment Medical Benefit Plan is a single-employer defined benefit post-retirement health insurance program. The City provides health care to retired police and firefighter employees and their spouses until the retiree reaches the age of 65. Retired employees are covered by the same plan as active employees and are subject to the same 20% co-share as actives. The trust is accounted for as an OPEB trust fund in the City's financial statements. As of June 30, 2024, there are no separate financial statements available for the Plan.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 10 - POST RETIREMENT BENEFITS (CONTINUED)**

***CLASSES OF EMPLOYEES COVERED***

As of July 1, 2024 (the date of the last actuarial valuation), the membership data was as follows:

Retired and spouses	12
Active plan members	<u>117</u>
Total	<u><u>129</u></u>

***BASIS OF ACCOUNTING***

The OPEB trust fund financial statements are prepared on the accrual basis of accounting. Contributions are recognized when they are due, pursuant to formal commitments and contractual requirements. Investment income is recognized when earned. Expenses (benefits and administration) are recognized when they are due and payable in accordance with terms of the plan.

***VALUATION OF INVESTMENTS***

Investments are valued at fair value. Securities traded on national exchanges are valued at the last reported sales price. There are no investments of 5% or greater in any one organization.

***RATE OF RETURN***

For the year ended June 30, 2024, the annual money-weighted rate of return on plan investments, net of investment expense was 14.05%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts of actually invested.

***FUNDING POLICY***

The City's funding policy provides for actuarially determined periodic contributions to the plans at rates that increase gradually over time so that sufficient assets will be available to pay benefits when due. Municipal retirees are required to contribute 20% of the health care cost between ages 62 to 65, and 100% of the premium prior to age 62. Retired police officers and firefighters may elect to be covered by the City's medical plan until age 65 and must pay 20% co-shares. Coverage reverts to COBRA for 36 months upon death of the member, or until the spouse reaches age 65, whichever occurs first.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 10 - POST RETIREMENT BENEFITS (CONTINUED)**

***FUNDING POLICY (CONTINUED)***

The annual OPEB cost was estimated from the July 1, 2024 actuarial valuation using the projected unit credit funding method. The actuarial assumptions included a 4.0% unfunded discount rate and the SOA RP-2014 Blue Collar Mortality with Scale MP-2016 Improvements and RP 2000 Disabled Mortality Table.

***NET OPEB LIABILITY***

The City's net OPEB liability is calculated based on the annual required contribution of the employer and employees in accordance with the parameters of GASB Statement 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The following table shows the components of the City's net OPEB liability for the year, the amount actually contributed to the plan, and changes in the City's net OPEB liability.

The components of the net OPEB liability of the City as of June 30, 2024 were as follows:

	OPEB Liability (a)	Increase (Decrease) Net Position Restricted for OPEB (b)	Net OPEB Liability (a) - (b)
Balance as of June 30, 2023	\$ 2,593,780	\$ 923,481	\$ 1,670,299
Service cost	81,742	--	81,742
Interest	196,913	--	196,913
Employer contributions	--	176,867	(176,867)
Expenses	--	(3,003)	3,003
Benefit payments	(101,867)	(101,867)	--
Net investment income (loss)	--	130,332	(130,332)
Net Changes	<u>176,788</u>	<u>202,329</u>	<u>(25,541)</u>
Balance as of June 30, 2024	<u>\$ 2,770,568</u>	<u>\$ 1,125,810</u>	<u>\$ 1,644,758</u>
Plan fiduciary net position as percentage of total OPEB liability			40.63%

**CITY OF CENTRAL FALLS**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 10 - POST RETIREMENT BENEFITS (CONTINUED)**

***OPEB EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB***

For the year ended June 30, 2024, the City recognized OPEB expense of \$(134,431). At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Outflows of Resources	Inflows of Resources
Difference in Experience	\$ --	\$ 1,779,088
Net difference between project and actual earning on OPEB plan investments	73,766	87,924
Total	\$ 73,766	\$ 1,867,012

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

Year Ending June 30,	
2025	\$ (347,470)
2026	(319,654)
2027	(356,538)
2028	(323,592)
2029	(121,230)
Thereafter	(324,762)
	\$ (1,793,246)

# CITY OF CENTRAL FALLS

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

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### NOTE 10 - POST RETIREMENT BENEFITS (CONTINUED)

#### *ACTUARIAL ASSUMPTIONS*

The total OPEB liability was determined by an actuarial valuation as of July 1, 2024, using the following actuarial assumptions applied to all periods included in the measurement, unless otherwise specified:

Interest	Full Prefunding: 7.5%, net of investment expenses
Actuarial Cost Method	Entry Age Normal
Medical Care Inflation	Year                      Inflation Rate 2023+                      4.5%
Participation	70% of future retirees are assumed to participate in the retiree medical plan.
Marital Status	85% of male employees and 65% of female employees are assumed to have a covered spouse at retirement. Wives are assumed to be three years younger than their husbands.
Termination Benefit	No benefits will be payable for terminations prior to retirement eligibility.
Medical Plan Costs	The City is treated as community rated and therefore, the expected claims costs does not include the implicit subsidy. It is assumed that future retirees participate in the same manner as current retirees. Employee cost sharing is based on 20% of current unadjusted rates. Future cost sharing is based on the weighted average of the current cost sharing of retirees and beneficiaries.
Pre-Age 65 Retirees	Current retirees who are under age 65 are assumed to remain in their current medical plan until age 65. Current active employees who are assumed to retire prior to age 65 are valued with a weighted-average premium. This weighted-average premium is based on the medical plan coverage of current retirees under age 65.
Post-Age 65 Retirees	Current retirees over age 65 remain in their current medical plan until death for purposes of measuring their contributions. It is assumed that all current retirees under 65 will participate in the same proportion as current retirees over 65. Per capital costs were developed from the City developed monthly costs. Amounts to be received in the future for Medicare Part D Retiree Drug Subsidy are not reflected in the valuation.
Mortality	It is assumed that both pre-retirement and post-retirement mortality are represented by the SOA RP-2014 Blue Collar Mortality with Scale MP-2016 improvements, fully generational, for males and females. Mortality for disabled members is represented by the RP-2000 Disabled Mortality Table.

**CITY OF CENTRAL FALLS**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 10 - POST RETIREMENT BENEFITS (CONTINUED)**

***DISCOUNT RATE***

The City selected 7.5% as the long-term expectation of investment returns and the resulting discount rate is also 7.5%.

The discount rate was selected based on a projection of employer and employee contributions, benefit payments, expenses, and the long-term expected rate of return on trust assets. Based on these laws and above assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

***SENSITIVITY OF NET OPEB LIABILITY TO CHANGES IN THE DISCOUNT RATE***

The following presents the net OPEB liability of the City, as well as what the City’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5%) or 1-percentage-point higher (8.5%) than the current discount rate:

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Total OPEB Liability	\$ 3,115,349	\$ 2,770,568	\$ 2,481,559
Plan Fiduciary Net Position	1,125,810	1,125,810	1,125,810
Net OPEB Liability	\$ 1,989,539	\$ 1,644,758	\$ 1,355,749

***SENSITIVITY OF THE NET OPEB LIABILITY TO CHANGES IN THE HEALTHCARE COST TREND RATES***

The following presents the net OPEB liability of the City, as well as what the City’s net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (3.5%) or 1-percentage-point higher (5.5%) than the current healthcare cost trend rates:

	1% Decrease 3.50%	Current Trend Rate 4.50%	1% Increase 5.50%
Total OPEB Liability	\$ 2,418,755	\$ 2,770,568	\$ 3,194,541
Plan Fiduciary Net Position	1,125,810	1,125,810	1,125,810
Net OPEB Liability	\$ 1,292,945	\$ 1,644,758	\$ 2,068,731

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 11 - RISK MANAGEMENT**

The City of Central Falls is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; and natural disasters. As a result, the City participates in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) which provides coverage for property/liability claims. Upon joining the Trust, the City signed a participation agreement which outlines the rights and responsibilities of both the Trust and the City. The 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 City is insured for a maximum of \$2,000,000 per occurrence. Settled claims resulting from these risks have not exceeded the Trust Coverage in any of the past three fiscal years. There have been no reductions in insurance coverage during the years ended June 30, 2024, 2023, and 2022.

**NOTE 12 - COMMITMENTS**

On July 11, 2019, the City entered into a contract to purchase Net Metering Credits at a discounted rate as described in the contract terms from the seller on a monthly basis for a twenty-five year term at the commencement of operations of a renewable energy facility built and operated by the seller. Net Metering Credits represent credits on electricity bills for production of electricity from an eligible renewable energy resource and users may benefit through reduction of amounts owed from electricity purchased. The contract has options to renew for three successive five-year terms.

**NOTE 13 - TAX ABATEMENTS**

The City enters into tax abatement agreements with local businesses under its *Economic Expansion Incentive Program*, under the City's Ordinance Section 2-332. Under the Program, the City has two plans.

The first program is the Job Creation Incentive Plan, which is offered to any business operating within City limits that creates and/or adds a minimum of five new permanent full-time or full-time equivalent jobs will be eligible for tax exemptions for additional tangible personal property located at the business sites.

The second program is the Real Property Improvement Plan, which is offered to any property owner renovating or upgrading any property within the City where such renovations or upgrades, as approved by the building inspector, result in an increase in the assessed value of the structure, as determined by the tax assessor.

**CITY OF CENTRAL FALLS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 13 - TAX ABATEMENTS (CONTINUED)**

For the fiscal year ended June 30, 2024, the City abated \$123,958 under this program, including the following tax abatements:

- A ten-year property tax abatement was entered into in 2016 for the removal of an old run-down building and the building of a new retail establishment in the City. The abatement amounted to \$4,780 during FY2024.
- A ten-year property tax abatement was entered into in 2016 to increase the number of jobs in the City and to completely renovate a rundown building in a high traffic area of the City. The abatement amounted to \$4,167 during FY2024.
- A ten-year property tax abatement was entered into in 2017 for the renovation of a historic building and to expand the number of apartments in the City. The abatement is for a declining stabilization rate and amounted to \$52,005 during FY2024.
- A twelve-year property tax abatement was entered into in 2019 to increase the number of jobs in the City. The abatement amounted to \$13,901 during FY2024.
- A twelve-year property tax abatement was entered into in 2019 to increase the number of jobs in the City. The abatement amounted to \$8,472 during FY2024.
- A twelve-year property tax abatement was entered into in 2021 for the renovation of a historic building and to expand the number of apartments in the City. The abatement amounted to \$18,866 during FY2024.
- A twelve-year property tax abatement was entered into in 2023 for the renovation of a historic building. The abatement amounted to \$21,767 during FY2024.

**NOTE 14 - SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (“SBITAs”)**

A SBITA is defined as a contract that conveys control of the right-to-use another party’s (a SBITA vendor’s) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT Assets), as specified in the contract for a period of time in an exchange or exchange-like transaction.

The City has entered into various SBITAs with terms expiring in 2024, however management has estimated that options to extend will be reasonably executed for at least 3 years resulting in terms expiring in 2026. The City has elected to use its incremental borrowing rate as the discount rate used to measure the total subscription liability.

**CITY OF CENTRAL FALLS**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 14 - SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (“SBITAs”)  
(CONTINUED)**

At June 30, 2024, the City has recognized a right-to-use asset of \$279,572 and a subscription liability of \$199,691. Future payments to amortize the subscription liability are as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 196,917	\$ 7,306
2026	2,774	355
	<u>\$ 199,691</u>	<u>\$ 7,661</u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

# CITY OF CENTRAL FALLS

D-1

## GENERAL FUND SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL “BUDGETARY BASIS”

**FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>				
<b>Tax Revenue</b>				
Tax revenue (current year)	\$ 15,122,436	\$ 15,122,436	\$ 15,007,708	\$ (114,728)
Tax revenue (prior years)	600,000	600,000	912,350	312,350
Emergency Reserve Fund	(151,224)	(151,224)	--	151,224
<b>Total Tax Revenue</b>	<u>15,571,212</u>	<u>15,571,212</u>	<u>15,920,058</u>	<u>348,846</u>
<b>Fees / Non-Tax Revenue</b>				
Interest on taxes	250,000	250,000	297,755	47,755
City Clerk miscellaneous fees-				
Advertisement/All Other Services	12,000	12,000	8,334	(3,666)
Probate fees	11,000	11,000	13,325	2,325
Realty Stamps City	120,000	120,000	125,578	5,578
Real Estate Recordings	50,000	50,000	49,437	(563)
Licenses (other than marriage)/				
Alcoholic Beverage License	108,000	108,000	114,218	6,218
Certificates (vital records)	16,000	16,000	15,544	(456)
Marriage Licenses	1,000	1,000	1,232	232
Reports/copying fees	7,000	7,000	8,094	1,094
Certificates of occupancy	5,500	5,500	3,950	(1,550)
Misc. departmental revenue	100,000	100,000	134,839	34,839
Field Fees	12,000	12,000	5,115	(6,885)
Building permits	55,000	55,000	47,485	(7,515)
Plumbing & mechanical permits	20,000	20,000	11,379	(8,621)
Electrical permits	16,000	16,000	26,711	10,711
Municipal Court Fees/Traffic Fines/Other Fines	45,000	45,000	54,389	9,389
Municipal Camera Court Fines	280,000	280,000	494,720	214,720
VIN check fees	10,000	10,000	11,956	1,956
Administrative and Other Fees	35,000	35,000	26,329	(8,671)
Vehicle Fees for Road Details	100,000	100,000	80,987	(19,013)
Municipal Court/Other Fines	35,000	35,000	132,633	97,633
Fire code inspection fees/other fire permits	15,000	15,000	26,129	11,129
Alarm box fees & smoke detector certificates	40,000	40,000	33,540	(6,460)
Rescue runs	380,000	380,000	466,325	86,325
Hazardous material permits	--	--	1,450	1,450
Local Pilot Revenue	80,000	80,000	97,142	17,142
Investment Income	40,000	40,000	--	(40,000)
Public works	20,000	20,000	25,711	5,711
<b>Total Fees / Non-Tax Revenue</b>	<u>1,863,500</u>	<u>1,863,500</u>	<u>2,314,307</u>	<u>450,807</u>

**CITY OF CENTRAL FALLS**

**D-1**

**GENERAL FUND  
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
AND ACTUAL “BUDGETARY BASIS” (CONTINUED)**

**FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Final Budget	Actual	Positive (Negative)
<b>State Revenue</b>				
MV Phase out	2,077,974	2,077,974	2,077,974	--
Distressed Communities Aid	263,947	263,947	263,947	--
Public Service Corporation Tax/Telephone tax	240,792	240,792	294,118	53,326
Hotel/meals & beverage tax	205,776	205,776	287,432	81,656
School Housing Aid -				
Direct payment-RIHBEC reimbursement	97,286	97,286	98,393	1,107
Miscellaneous state aid/grants (Library Aid)	36,917	36,917	36,917	--
Local Cannabis Income	50,000	50,000	109,287	59,287
<b>Total State Revenue</b>	<u>2,972,692</u>	<u>2,972,692</u>	<u>3,168,068</u>	<u>195,376</u>
<b>Other Income</b>				
Tax Sales/Miscellaneous Other Revenue	20,000	20,000	110,899	90,899
Miscellaneous	7,500	7,500	7,263	(237)
Miscellaneous Other Revenue	5,000	5,000	13,512	8,512
Nuisance Task Force Revenue	10,000	10,000	3,650	(6,350)
<b>Total Other Income</b>	<u>42,500</u>	<u>42,500</u>	<u>135,324</u>	<u>92,824</u>
<b>TOTAL REVENUES</b>	<u>20,449,904</u>	<u>20,449,904</u>	<u>21,537,757</u>	<u>1,087,853</u>
<b>GENERAL GOVERNMENT</b>				
<b>City Executive Management</b>				
Salaries-Executive	197,396	197,396	219,683	(22,287)
Social Security-Executive	12,239	12,239	13,298	(1,059)
Medicare-Executive	2,862	2,862	3,110	(248)
Municipal State Pension-Executive	26,727	26,727	29,713	(2,986)
TIAA-Cref - Executive	1,974	1,974	2,400	(426)
Medical Insurance-Executive	26,798	26,798	18,903	7,895
Dental Insurance-Executive	1,451	1,451	900	551
Other professional services	42,000	42,000	62,928	(20,928)
Dues/Subscriptions - Executive	13,000	13,000	2,191	10,809
Supplies - Executive	1,000	1,000	976	24
Community Outreach	35,000	35,000	39,907	(4,907)
Professional Development & Training	7,000	7,000	6,301	699
<b>Total City Executive Management</b>	<u>367,447</u>	<u>367,447</u>	<u>400,310</u>	<u>(32,863)</u>
<b>City Council</b>				
Stipends	41,160	41,160	41,160	--

**CITY OF CENTRAL FALLS**

**D-1**

**GENERAL FUND  
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
AND ACTUAL “BUDGETARY BASIS” (CONTINUED)**

**FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Final Budget	Actual	Positive (Negative)
<b>City Boards</b>				
Personnel board	1,500	1,500	1,500	--
Purchasing board	1,750	1,750	1,500	250
Appeals board	1,750	1,750	1,725	25
Planning board	3,000	3,000	2,600	400
Zoning board	3,000	3,000	2,950	50
Canvassers board	2,100	2,100	1,750	350
Housing authority board	2,500	2,500	2,250	250
<b>Total City Boards</b>	<u>15,600</u>	<u>15,600</u>	<u>14,275</u>	<u>1,325</u>
<b>City Clerk</b>				
Salaries-City Clerk	230,627	230,627	231,439	(812)
Social Security-City Clerk	14,299	14,299	14,028	271
Medicare-City Clerk	3,344	3,344	3,281	63
Municipal State Pension-City Clerk	31,227	31,227	31,317	(90)
TIAA-Cref - Clerk	2,306	2,306	2,313	(7)
Medical Insurance-City Clerk	44,155	44,155	19,129	25,026
Dental Insurance-City Clerk	2,416	2,416	1,607	809
Dues/subscriptions-City Clerk	4,000	4,000	2,140	1,860
Non-capital equipment-City Clerk	3,000	3,000	140	2,860
Claims & Settlements	42,500	42,500	34,085	8,415
Education & Training-City Clerk	4,000	4,000	210	3,790
Education/Training - City Clerk/Reg	--	--	430	(430)
<b>Total City Clerk</b>	<u>381,874</u>	<u>381,874</u>	<u>340,119</u>	<u>41,755</u>
<b>Board of Canvassers</b>				
Election Workers	30,000	30,000	25,262	4,738
<b>Personnel</b>				
Salaries-HR	61,500	61,500	61,496	4
Social Security-HR	3,813	3,813	3,594	219
Medicare-HR	892	892	841	51
Municipal State Pension-HR	8,327	8,327	8,326	1
TIAA-Cref - HR	615	615	615	--
Medical Insurance-HR	13,399	13,399	13,399	--
Dental Insurance-HR	726	726	678	48
Other professional services-HR	60,000	60,000	62,692	(2,692)
Education & training-HR	2,500	2,500	770	1,730
Recruitment	10,000	10,000	8,116	1,884
Employee Events/team building	4,000	4,000	4,354	(354)
Workers compensation-HR	90,000	90,000	88,297	1,703
Employee Relations/Events	3,000	3,000	6,476	(3,476)
Testing-HR	8,000	8,000	15,328	(7,328)
<b>Total Personnel</b>	<u>266,772</u>	<u>266,772</u>	<u>274,982</u>	<u>(8,210)</u>

**CITY OF CENTRAL FALLS**

**D-1**

**GENERAL FUND  
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
AND ACTUAL “BUDGETARY BASIS” (CONTINUED)**

**FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Legal</b>				
Legal contingencies	50,000	50,000	130,713	(80,713)
Nuisance Task Force	40,800	40,800	37,968	2,832
Education and Training - Legal	1,000	1,000	--	1,000
Other professional services-Legal	143,811	143,811	130,842	12,969
Education/Training Legal	--	--	1,238	(1,238)
<b>Total Legal</b>	<u>235,611</u>	<u>235,611</u>	<u>300,761</u>	<u>(65,150)</u>
<b>Tax Assessor</b>				
Salaries-Tax Assessor	44,955	44,955	44,959	(4)
Longevity Pay-Tax Assessor	1,500	1,500	1,500	--
Social Security-Tax Assessor	2,880	2,880	2,674	206
Medicare-Tax Assessor	674	674	625	49
Municipal State Pension-Tax Assessor	6,290	6,290	6,282	8
TIAA-Cref- Tax Assessment	465	465	464	1
Medical Insurance-Tax Assessor	12,626	12,626	12,626	--
Dental Insurance-Tax Assessor	726	726	678	48
Dues/subscriptions- Tax Assessor	600	600	535	65
Other professional services-Tax Assessor	41,000	41,000	37,521	3,479
Technology Software & Advisory	14,500	14,500	8,525	5,975
Education & Training - Tax Assessor	1,000	1,000	140	860
Revaluation Services-Tax Assessor	5,700	5,700	5,700	--
<b>Total Tax Assessor</b>	<u>132,916</u>	<u>132,916</u>	<u>122,229</u>	<u>10,687</u>
<b>Finance</b>				
Salaries-Finance	420,591	420,591	386,018	34,573
Longevity Pay-Finance	3,000	3,000	3,000	--
Sick Incentive Pay	--	--	697	(697)
Social Security-Finance	26,263	26,263	23,858	2,405
Medicare-Finance	6,142	6,142	5,580	562
Municipal State Pension-Finance	57,354	57,354	44,551	12,803
TIAA-Cref- Finance	4,236	4,236	3,290	946
Medical Insurance-Finance	35,943	35,943	17,813	18,130
Dental Insurance-Finance	3,142	3,142	1,801	1,341
Supplies - Finance	500	500	1,628	(1,128)
Postage	25,000	25,000	22,347	2,653
Non-Capital Equipment	500	500	10,103	(9,603)
Collection agency	5,000	5,000	--	5,000
Accounting/auditing	92,000	92,000	103,396	(11,396)
Other professional services-Finance	90,000	90,000	57,660	32,340
Technology Software & Advisory	23,000	23,000	22,440	560
Bank Fees	4,500	4,500	2,363	2,137
Education & training-Finance	5,500	5,500	5,086	414
<b>Total Finance</b>	<u>802,671</u>	<u>802,671</u>	<u>711,631</u>	<u>91,040</u>

**CITY OF CENTRAL FALLS**

**D-1**

**GENERAL FUND  
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
AND ACTUAL “BUDGETARY BASIS” (CONTINUED)**

**FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>City Property</b>				
Office supplies	9,000	9,000	8,459	541
Other supplies	6,000	6,000	16,087	(10,087)
Janitorial Supplies	3,500	3,500	3,464	36
Dues/Subscriptions	8,000	8,000	3,618	4,382
Non-capital equipment	8,000	8,000	--	8,000
Advertising	14,000	14,000	14,202	(202)
IT Consulting services	85,000	85,000	73,537	11,463
R&M Contracts - City Buildings	160,000	160,000	183,252	(23,252)
General Liability Insurance	330,000	330,000	356,303	(26,303)
Capital Expenditures- City Property	--	--	50,000	(50,000)
Heating Fuel-Other City Buildings	70,595	70,595	45,420	25,175
Telephone Other City Buildings	70,000	70,000	45,486	24,514
Repairs/Maint.-Other City Buildings	83,166	83,166	92,296	(9,130)
Water/Sewer-Other City Buildings	255,512	255,512	189,516	65,996
Electric-Other City Buildings	145,869	145,869	177,939	(32,070)
Street lights	26,460	26,460	24,915	1,545
<b>Total City Property</b>	<u>1,275,102</u>	<u>1,275,102</u>	<u>1,284,494</u>	<u>(9,392)</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>3,549,153</u>	<u>3,549,153</u>	<u>3,515,223</u>	<u>33,930</u>
<b>PUBLIC SAFETY</b>				
<b>Police Department</b>				
Salaries	2,553,037	2,553,037	2,442,681	110,356
Police trainee wages	90,800	90,800	65,000	25,800
Overtime	250,000	250,000	438,856	(188,856)
Community Policing	12,000	12,000	12,841	(841)
Special Investigations Overtime	20,000	20,000	29,361	(9,361)
K-9 Expenses & Overtime	8,500	8,500	10,126	(1,626)
Holiday pay	175,837	175,837	159,538	16,299
Longevity pay	106,000	106,000	96,000	10,000
Sick Incentive Pay	5,443	5,443	4,479	964
Police Education Stipend	11,500	11,500	13,000	(1,500)
Clothing/tool allowances	56,000	56,000	52,687	3,313
Police Social Security (Mary Chace)	--	--	5,389	(5,389)
Police Medicare	43,228	43,228	54,463	(11,235)
TIAA-Cref - Police	22,433	22,433	23,658	(1,225)
Police Medical Insurance	315,879	315,879	269,979	45,900
Police Dental Insurance	18,590	18,590	13,893	4,697
Office supplies	4,000	4,000	3,599	401
Other supplies	5,000	5,000	4,910	90
Vehicle fuel	99,670	99,670	80,345	19,325
Dues/Subscriptions	900	900	1,857	(957)
Detective supplies	4,500	4,500	4,286	214
Non-capital equipment	10,000	10,000	6,629	3,371
General R & M	15,000	15,000	21,655	(6,655)
Vehicle R & M	50,000	50,000	46,343	3,657

CITY OF CENTRAL FALLS

D-1

GENERAL FUND  
 SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
 AND ACTUAL “BUDGETARY BASIS” (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Police Department (Continued)</b>				
Other professional services [Police]	59,188	59,188	58,322	866
Technology Software & Advisory	86,000	86,000	72,371	13,629
Education & training	25,000	25,000	25,738	(738)
Finger printing	2,300	2,300	240	2,060
College tuitions	45,000	45,000	48,140	(3,140)
Officer Wellness Program	--	--	1,028	(1,028)
Capital Expenditures	166,000	166,000	185,207	(19,207)
Salaries (Animal control)	42,834	42,834	42,829	5
Overtime (Animal control)	1,000	1,000	6,285	(5,285)
Animal Control Longevity Pay	2,000	2,000	2,000	--
Clothing/tool allowance (Animal control)	350	350	350	--
Social Security (Animal control)	2,831	2,831	3,120	(289)
Medicare (Animal control)	662	662	730	(68)
Municipal State Pension (Animal control)	6,071	6,071	6,070	1
TIAA-Cref - Animal Control	448	448	448	--
Medical Insurance (Animal control)	6,056	6,056	5,187	869
Dental Insurance (Animal control)	239	239	223	16
Boarding of animals (Animal control)	7,000	7,000	6,275	725
Clerk & IT Salaries	97,364	97,364	97,358	6
Clerk & IT Overtime	1,000	1,000	104	896
Clerk & IT Longevity Pay	5,500	5,500	5,500	--
Clerk & IT Sick Incentive Pay	350	350	--	350
Clothing/tool allowances civilian	--	--	350	(350)
Clerk & IT Social Security	6,378	6,378	6,000	378
Clerk & IT Medicare	1,492	1,492	1,403	89
Municipal State Pension (Civilian Staff)	13,928	13,928	13,927	1
TIAA-Cref - Civilian	1,029	1,029	506	523
Clerk & IT Medical Insurance	25,251	25,251	25,251	--
Clerk & IT Dental Insurance	1,451	1,451	900	551
Dispatcher Salaries - Police	279,726	279,726	216,582	63,144
Dispatcher Overtime - Police	50,000	50,000	71,767	(21,767)
Dispatcher Holiday Pay - Police	17,483	17,483	12,965	4,518
Dispatcher Longevity Pay - Police	6,500	6,500	6,500	--
Dispatcher Sick Incentive Pay - Police	554	554	--	554
Dispatcher clothing/tool allowances - Police	2,100	2,100	1,750	350
Dispatcher Social Security - Police	18,994	18,994	18,994	--
Dispatcher Medicare - Police	4,442	4,442	4,442	--
Dispatcher Municipal State Pension - Police	41,122	41,122	31,831	9,291
Dispatcher TIAA-Cref - Police	3,037	3,037	2,351	686
Dispatcher & Clerk Medical Insurance - Police	40,812	40,812	24,513	16,299
Dispatcher & Clerk Dental Insurance - Police	2,169	2,169	1,188	981
Public Safety Dispatcher				
Shared Equip R&M - Police	1,000	1,000	565	435
<b>Total Police Department</b>	<u>4,952,978</u>	<u>4,952,978</u>	<u>4,870,885</u>	<u>82,093</u>

CITY OF CENTRAL FALLS

D-1

GENERAL FUND  
 SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
 AND ACTUAL “BUDGETARY BASIS” (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Fire Department</b>				
Salaries-Fire	2,680,032	2,680,032	2,444,141	235,891
Trainee Wages-Fire	54,428	54,428	82,404	(27,976)
Stipend	28,600	28,600	15,340	13,260
Detail Overtime	5,000	5,000	4,923	77
Overtime-Fire	200,000	200,000	299,631	(99,631)
Holiday pay-Fire	171,164	171,164	153,487	17,677
Longevity pay-Fire	70,500	70,500	66,500	4,000
Out of rank pay	20,000	20,000	17,988	2,012
Mechanic pay	--	--	7,280	(7,280)
Rescue- Fire	--	--	14,049	(14,049)
Sick incentive pay -Fire	6,000	6,000	3,078	2,922
Clothing/tool allowance-Fire	43,000	43,000	42,000	1,000
Social Security-Fire	2,690	2,690	5,235	(2,545)
Medicare-Fire	44,252	44,252	44,579	(327)
Municipal State Pension-Fire Clerk	3,754	3,754	5,651	(1,897)
TIAA-Cref- Fire Clerk	28,919	28,919	26,351	2,568
Medical Insurance-Fire	355,861	355,861	343,061	12,800
Dental Insurance-Fire	17,385	17,385	16,150	1,235
Other supplies-Fire	8,000	8,000	8,452	(452)
Supplies-EMS only	30,000	30,000	26,683	3,317
Vehicle fuel-Fire	66,553	66,553	30,806	35,747
Dues/subscriptions-Fire	2,000	2,000	2,338	(338)
Non-capital equipment-Fire	6,000	6,000	5,902	98
Fire Fighter Equipment	50,000	50,000	90,107	(40,107)
General R & M-Fire	17,000	17,000	5,749	11,251
Vehicle R & M-Fire	70,000	70,000	83,215	(13,215)
Other professional services-Fire	30,000	30,000	67,348	(37,348)
Education & training-Fire	20,000	20,000	25,639	(5,639)
College tuitions-Fire	10,000	10,000	2,350	7,650
EMA service	25,000	25,000	25,000	--
Dispatcher Salaries-Fire PT	143,424	143,424	165,525	(22,101)
Dispatcher Social Security- Fire PT	8,398	8,398	8,805	(407)
Dispatchers Medicare-Fire PT	1,964	1,964	2,059	(95)
Capital Expenditures-Fire	73,000	73,000	82,601	(9,601)
<b>Total Fire Department</b>	<u>4,292,924</u>	<u>4,292,924</u>	<u>4,224,427</u>	<u>68,497</u>
<b>Office of Health</b>				
Salaries/ wages- Office ofHealth	57,400	57,400	63,303	(5,903)
Social Security- Office ofHealth	3,559	3,559	3,699	(140)
Medicare- Office ofHealth	832	832	865	(33)
Municipal State Pension- Office ofHealth	7,772	7,772	8,571	(799)
TIAA-CREF- Office ofHealth	574	574	633	(59)
Medical Insurance- Office ofHealth	13,399	13,399	13,857	(458)
Dental Insurance- Office ofHealth	726	726	696	30
Other Supplies	10,000	10,000	3,562	6,438
Other Professional Services- Office ofHealth	20,200	20,200	7,923	12,277
Education & Training	2,000	2,000	783	1,217
<b>Total Office of Health</b>	<u>116,462</u>	<u>116,462</u>	<u>103,892</u>	<u>12,570</u>

CITY OF CENTRAL FALLS

D-1

GENERAL FUND  
 SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
 AND ACTUAL “BUDGETARY BASIS” (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Municipal Court</b>				
Salaries	49,232	49,232	49,229	3
Overtime	2,000	2,000	2,000	--
Longevity Pay	3,000	3,000	3,000	--
Social Security	3,238	3,238	3,156	82
Medicare	757	757	738	19
Municipal State Pension	7,072	7,072	7,072	--
TIAA-Cref - Municipal Court	522	522	653	(131)
Medical Insurance	12,626	12,626	12,626	--
Dental Insurance	726	726	678	48
Office supplies	500	500	390	110
Probate Court Judge	12,000	12,000	12,000	--
Other Professional Services - Municipal Court	10,000	10,000	10,535	(535)
Housing Court Judge	12,000	12,000	12,000	--
Municipal Court Judge	14,000	14,000	14,000	--
Court Interpreter	12,000	12,000	2,850	9,150
<b>Total Municipal Court</b>	<u>139,673</u>	<u>139,673</u>	<u>130,927</u>	<u>8,746</u>
<b>Inspection Officers</b>				
Plumbing Inspector	5,200	5,200	3,900	1,300
Electrical Inspector	5,200	5,200	5,200	--
<b>Total Inspection Officers</b>	<u>10,400</u>	<u>10,400</u>	<u>9,100</u>	<u>1,300</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>9,512,437</u>	<u>9,512,437</u>	<u>9,339,231</u>	<u>173,206</u>
<b>PUBLIC WORKS</b>				
<b>Highway Department</b>				
Salaries-DPW/Code	677,823	677,823	577,685	100,138
Overtime-DPW/Code	45,000	45,000	63,295	(18,295)
Longevity pay-DPW/Code	19,500	19,500	16,500	3,000
Clothing/tool allowance-DPW/Code	2,800	2,800	2,450	350
Social Security-DPW/Code	43,408	43,408	42,079	1,329
Medicare-DPW/Code	10,152	10,152	9,841	311
Municipal State Pension-DPW/Code	90,913	90,913	82,366	8,547
TIAA-Cref - DPW/Code	6,714	6,714	6,090	624
Medical Insurance-DPW/Code	97,592	97,592	80,552	17,040
Dental Insurance-DPW/Code	6,037	6,037	4,328	1,709
Other supplies-DPW/Code	15,000	15,000	16,981	(1,981)
Vehicle Fuel-DPW/Code	29,750	29,750	14,049	15,701
Non-capital equipment-DPW/Code	3,000	3,000	870	2,130
Winter road supplies-DPW/Code	20,000	20,000	15,700	4,300
General R & M-DPW/Code	20,000	20,000	41,027	(21,027)
Vehicle R & M-DPW/Code	65,000	65,000	94,355	(29,355)
Other Professional Services-DPW/Code	18,000	18,000	52,417	(34,417)
Road R & M-DPW/Code	30,000	30,000	69,515	(39,515)
Education & training-DPW/Code	5,000	5,000	4,931	69
Traffic Signal R & M-DPW/Code	6,000	6,000	2,880	3,120
Street Lights	--	--	1,900	(1,900)
Capital Expenditures-DPW/Code	130,000	130,000	146,513	(16,513)
<b>Total Highway Department</b>	<u>1,341,689</u>	<u>1,341,689</u>	<u>1,346,324</u>	<u>(4,635)</u>

# CITY OF CENTRAL FALLS

D-1

## GENERAL FUND SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL “BUDGETARY BASIS” (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Public Works</b>				
Solid waste removal/disposal	318,337	318,337	354,846	(36,509)
Trash Removal/Recycling	795,864	795,864	770,989	24,875
<b>Total Public Works</b>	<u>1,114,201</u>	<u>1,114,201</u>	<u>1,125,835</u>	<u>(11,634)</u>
<b>TOTAL PUBLIC WORKS</b>	<u>2,455,890</u>	<u>2,455,890</u>	<u>2,472,159</u>	<u>(16,269)</u>
<b>PUBLIC EDUCATION</b>				
<b>Library</b>				
City Contribution	118,825	118,825	118,825	--
State Library Grant-In-Aid	36,917	36,917	36,917	--
<b>TOTAL PUBLIC EDUCATION</b>	<u>155,742</u>	<u>155,742</u>	<u>155,742</u>	<u>--</u>
<b>PUBLIC RECREATION</b>				
<b>Parks, Recreation And Community Service</b>				
Salaries	112,700	112,700	112,687	13
Temporary Employee Salaries	27,541	27,541	16,569	10,972
Street Beautification Workers	39,246	39,246	21,766	17,480
Social Security	10,834	10,834	10,744	90
Medicare	2,534	2,534	2,513	21
Municipal State Pension	15,260	15,260	17,338	(2,078)
TIAA-Cref- Parks/Recreation	1,127	1,127	1,281	(154)
Medical Insurance	5,505	5,505	5,505	--
Dental Insurance	239	239	223	16
Other supplies	5,000	5,000	10,058	(5,058)
General R & M	34,000	34,000	55,104	(21,104)
Basketball Program	8,000	8,000	5,041	2,959
Public events & activities	50,150	50,150	67,076	(16,926)
Education/Training	1,000	1,000	1,942	(942)
Afterschool Programming	5,000	5,000	4,721	279
Capital Expenditures- Parks	--	--	7,489	(7,489)
Elderly Program- Parks & Recreation	17,000	17,000	21,796	(4,796)
Miscellaneous Recreation	30,888	30,888	23,709	7,179
<b>Total Parks, Recreation and Community Service</b>	<u>366,024</u>	<u>366,024</u>	<u>385,562</u>	<u>(19,538)</u>
<b>Planning</b>				
Salaries	261,792	261,792	250,787	11,005
Social Security	16,231	16,231	15,302	929
Medicare	3,796	3,796	3,579	217
Municipal State Pension	35,447	35,447	33,956	1,491
TIAA-Cref- Planning	2,618	2,618	2,508	110
Medical Insurance	24,408	24,408	23,391	1,017
Dental Insurance	1,204	1,204	1,067	137
Other Supplies - Planning	2,000	2,000	2,333	(333)
Other Professional Services [Planning]	10,000	10,000	5,612	4,388
Education/Training	5,000	5,000	1,218	3,782
<b>Total Planning</b>	<u>362,496</u>	<u>362,496</u>	<u>339,753</u>	<u>22,743</u>
<b>TOTAL PUBLIC RECREATION</b>	<u>728,520</u>	<u>728,520</u>	<u>725,315</u>	<u>3,205</u>

**CITY OF CENTRAL FALLS**

D-1

**GENERAL FUND  
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET  
AND ACTUAL “BUDGETARY BASIS” (CONTINUED)**

**FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>CITY DEBT SERVICE</b>				
Bond principal	862,000	862,000	923,053	(61,053)
Bond interest	144,855	144,855	143,980	875
Other debt fees	6,358	6,358	6,008	350
<b>TOTAL CITY DEBT SERVICE</b>	<u>1,013,213</u>	<u>1,013,213</u>	<u>1,073,041</u>	<u>(59,828)</u>
<b>OTHER CITY GOVERNMENT</b>				
Compensated absences	30,000	30,000	31,413	(1,413)
Unemployment compensation	15,000	15,000	18,309	(3,309)
HRA - Health Reimbursement	110,000	110,000	119,547	(9,547)
Group Life Insurance	15,000	15,000	15,599	(599)
OPEB	75,000	75,000	75,000	--
Medical insurance - Retirees	100,000	100,000	104,275	(4,275)
Issue Advocacy	--	--	5,426	(5,426)
School Department - City Share (3-4%)	100,000	100,000	389,494	(289,494)
<b>TOTAL OTHER CITY GOVERNMENT</b>	<u>445,000</u>	<u>445,000</u>	<u>759,063</u>	<u>(314,063)</u>
<b>RESERVE</b>				
Reserve - Other City Gov	50,000	50,000	--	50,000
<b>TOTAL RESERVE</b>	<u>50,000</u>	<u>50,000</u>	<u>--</u>	<u>50,000</u>
<b>RETIREMENT</b>				
Pension MERS Police & Fire	2,539,949	2,539,949	2,258,058	281,891
<b>TOTAL RETIREMENT</b>	<u>2,539,949</u>	<u>2,539,949</u>	<u>2,258,058</u>	<u>281,891</u>
<b>TOTAL EXPENDITURES</b>	<u>20,449,904</u>	<u>20,449,904</u>	<u>20,297,832</u>	<u>152,072</u>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES</b>				
<b>OTHER USES - BUDGETARY BASIS</b>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,239,925</u>	<u>\$ 1,239,925</u>

The General Fund’s reconciliation between the budgetary basis and modified accrual (GAAP) basis of accounting is as follows:

<b>Total budgetary revenues and other financing sources</b>	\$21,537,757
Expenses and transfers of various special revenue funds combined with General Fund per GASB 54 requirements:	393,749
<b>Total GAAP revenues and other financing sources</b>	<u>\$21,931,506</u>
<b>Total budgetary expenditures and other financing uses</b>	\$20,297,832
Expenses and transfers of various special revenue funds combined with General Fund per GASB 54 requirements:	100,006
<b>Total GAAP expenditures and other financing uses</b>	<u>\$20,397,838</u>

# CITY OF CENTRAL FALLS

## SCHEDULE OF CHANGES IN THE CITY OF CENTRAL FALLS

### NET PENSION LIABILITY AND RELATED RATIOS MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM – GENERAL EMPLOYEES

#### FOR THE LAST TEN FISCAL YEARS

	<i>Fiscal Year 2024</i>	<i>Fiscal Year 2023</i>	<i>Fiscal Year 2022</i>	<i>Fiscal Year 2021</i>	<i>Fiscal Year 2020</i>	<i>Fiscal Year 2019</i>	<i>Fiscal Year 2018</i>	<i>Fiscal Year 2017</i>	<i>Fiscal Year 2016</i>	<i>Fiscal Year 2015</i>
	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017	Year Ended June 30, 2016	Year Ended June 30, 2015	Year Ended June 30, 2014
<b>A. Total pension liability</b>										
1. Service Cost	\$ 149,630	\$ 149,166	\$ 134,000	\$ 129,484	\$ 125,414	\$ 137,303	\$ 127,458	\$ 116,360	\$ 105,194	\$ 112,984
2. Interest on the Total Pension Liability	554,006	552,136	547,267	531,866	530,401	540,961	505,170	500,546	514,938	510,493
3. Changes of benefit terms	--	--	--	--	--	--	--	--	(12,537)	--
4. Difference between expected and actual experience of the Total Pension Liability	276,549	(130,708)	(97,962)	101,452	(149,167)	(363,438)	491,539	(2,161)	(254,173)	--
5. Changes of assumptions	(32,131)	--	--	(35,587)	--	--	344,688	--	--	(24,723)
6. Benefit payments, including refunds of employee contributions	<u>(564,498)</u>	<u>(523,722)</u>	<u>(518,938)</u>	<u>(499,970)</u>	<u>(475,542)</u>	<u>(443,944)</u>	<u>(518,780)</u>	<u>(598,500)</u>	<u>(503,299)</u>	<u>(567,898)</u>
7. Net change in total pension liability	383,556	46,872	64,367	227,245	31,106	(129,118)	950,075	16,245	(149,877)	30,856
8. Total pension liability – beginning	<u>8,121,807</u>	<u>8,074,935</u>	<u>8,010,568</u>	<u>7,783,323</u>	<u>7,752,217</u>	<u>7,881,335</u>	<u>6,931,260</u>	<u>6,915,015</u>	<u>7,064,892</u>	<u>7,034,036</u>
9. Total pension liability – ending (a)	<u>\$ 8,505,363</u>	<u>\$ 8,121,807</u>	<u>\$ 8,074,935</u>	<u>\$ 8,010,568</u>	<u>\$ 7,783,323</u>	<u>\$ 7,752,217</u>	<u>\$ 7,881,335</u>	<u>\$ 6,931,260</u>	<u>\$ 6,915,015</u>	<u>\$ 7,064,892</u>
<b>B. Plan fiduciary net position</b>										
1. Contributions – employer	\$ 374,957	\$ 357,899	\$ 275,290	\$ 280,306	\$ 294,806	\$ 275,704	\$ 287,795	\$ 269,399	\$ 266,285	\$ 162,612
2. Contributions – employee	32,925	35,076	32,703	32,673	36,423	39,609	39,027	35,604	18,326	16,471
3. Net investment income	529,628	(176,820)	1,433,646	191,079	328,815	381,632	515,888	(1,594)	114,533	665,429
4. Benefit payments, including refunds of employee contributions	(564,498)	(523,722)	(518,938)	(499,970)	(475,542)	(443,944)	(518,780)	(598,500)	(503,299)	(567,898)
5. Pension Plan Administrative Expense	(5,701)	(6,028)	(5,462)	(5,265)	(5,140)	(5,080)	(53,622)	(4,288)	(4,621)	(4,167)
6. Other	<u>(6,064)</u>	<u>(107)</u>	<u>177,325</u>	<u>(29,299)</u>	<u>(15,105)</u>	<u>(5,655)</u>	<u>(4,874)</u>	<u>4,596</u>	<u>(146)</u>	<u>(28,883)</u>
7. Net change in plan fiduciary net position	361,247	(313,702)	1,394,564	(30,476)	164,257	242,266	265,434	(294,783)	(108,922)	243,564
8. Plan fiduciary net position – beginning	<u>6,314,770</u>	<u>6,628,472</u>	<u>5,233,908</u>	<u>5,264,384</u>	<u>5,100,127</u>	<u>4,857,861</u>	<u>4,592,427</u>	<u>4,887,210</u>	<u>4,996,132</u>	<u>4,752,568</u>
9. Plan fiduciary net position – ending (b)	<u>\$ 6,676,017</u>	<u>\$ 6,314,770</u>	<u>\$ 6,628,472</u>	<u>\$ 5,233,908</u>	<u>\$ 5,264,384</u>	<u>\$ 5,100,127</u>	<u>\$ 4,857,861</u>	<u>\$ 4,592,427</u>	<u>\$ 4,887,210</u>	<u>\$ 4,996,132</u>
<b>C. Net pension liability - ending (a) - (b)</b>	<u>\$ 1,829,346</u>	<u>\$ 1,807,037</u>	<u>\$ 1,446,463</u>	<u>\$ 2,776,660</u>	<u>\$ 2,518,939</u>	<u>\$ 2,652,090</u>	<u>\$ 3,023,474</u>	<u>\$ 2,338,833</u>	<u>\$ 2,027,805</u>	<u>\$ 2,068,760</u>
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	78.49%	77.75%	82.09%	65.34%	67.64%	65.79%	61.64%	66.26%	70.68%	70.72%
<b>E. Covered employee payroll</b>	<u>\$ 2,523,266</u>	<u>\$ 2,481,967</u>	<u>\$ 2,144,007</u>	<u>\$ 2,133,185</u>	<u>\$ 2,055,974</u>	<u>\$ 2,189,847</u>	<u>\$ 2,134,978</u>	<u>\$ 1,972,211</u>	<u>\$ 1,832,653</u>	<u>\$ 1,647,003</u>
<b>F. Net pension liability as a percentage of covered payroll</b>	72.50%	72.81%	67.47%	130.16%	122.52%	121.11%	141.62%	118.59%	110.65%	125.61%

CITY OF CENTRAL FALLS

D-3

SCHEDULE OF CHANGES IN CITY OF CENTRAL FALLS

NET PENSION LIABILITY AND RELATED RATIOS  
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM – POLICE & FIRE

FOR THE LAST FOUR FISCAL YEARS

	<i>Fiscal Year 2024</i> Year Ended June 30, 2023	<i>Fiscal Year 2023</i> Year Ended June 30, 2022	<i>Fiscal Year 2022</i> Year Ended June 30, 2021	<i>Fiscal Year 2021</i> Year Ended June 30, 2020
<b>A. Total pension liability</b>				
1. Service Cost	\$ 205,465	\$ 151,498	\$ 110,870	\$ 38,611
2. Interest on the Total Pension Liability	28,297	16,331	6,678	1,351
3. Difference between expected and actual experience of the Total Pension Liability	35,507	(18,930)	--	--
4. Changes of assumptions	(2,882)	--	42	--
5. Benefit payments, including refunds of employee contributions	(9,879)	--	--	--
6. Net change in total pension liability	256,508	148,899	117,590	39,962
7. Total pension liability – beginning	306,451	157,552	39,962	--
8. Total pension liability – ending (a)	\$ 562,959	\$ 306,451	\$ 157,552	\$ 39,962
<b>B. Plan fiduciary net position</b>				
1. Contributions – employer	\$ 98,290	\$ 87,723	\$ 62,368	\$ 18,895
2. Contributions – employee	109,699	82,291	58,507	17,725
3. Net investment income	51,248	(11,117)	43,791	1,386
4. Benefit payments, including refunds of employee contributions	(9,879)	--	--	--
5. Pension Plan Administrative Expense	(552)	(379)	(167)	(38)
6. Other	--	36,028	--	(1)
7. Net change in plan fiduciary net position	248,806	194,546	164,499	37,967
8. Plan fiduciary net position – beginning	397,012	202,466	37,967	--
9. Plan fiduciary net position – ending (b)	\$ 645,818	\$ 397,012	\$ 202,466	\$ 37,967
<b>C. Net pension (asset) / liability - ending (a) - (b)</b>	\$ (82,859)	\$ (90,561)	\$ (44,914)	\$ 1,995
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	114.72%	129.55%	128.51%	95.01%
<b>E. Covered employee payroll</b>	\$ 1,096,982	\$ 822,909	\$ 585,066	\$ 177,249
<b>F. Net pension (asset) / liability as a percentage of covered payroll</b>	-7.55%	-11.00%	-7.68%	1.13%

This schedule is presented as required by accounting principles generally accepted in the United States of America, however, until a full 10-year trend is compiled, information is presented for those years available.

CITY OF CENTRAL FALLS

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SCHEDULE OF CHANGES IN CITY OF CENTRAL FALLS

NET PENSION LIABILITY AND RELATED RATIOS  
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM – POLICE & FIRE (LEGACY)

FOR THE LAST FOUR FISCAL YEARS

	<i>Fiscal Year 2024</i> Year Ended June 30, 2023	<i>Fiscal Year 2023</i> Year Ended June 30, 2022	<i>Fiscal Year 2022</i> Year Ended June 30, 2021	<i>Fiscal Year 2021</i> Year Ended June 30, 2020
<b>A. Total pension liability</b>				
1. Service Cost	\$ 795,784	\$ 912,868	\$ 916,818	\$ 856,801
2. Interest on the Total Pension Liability	2,965,063	2,902,788	2,828,026	2,749,832
3. Difference between expected and actual experience of the Total Pension Liability	283,808	(63,721)	--	1,610,790
4. Changes of assumptions	(110,348)	--	--	1,831,059
5. Benefit payments, including refunds of employee contributions	<u>(2,880,746)</u>	<u>(2,726,766)</u>	<u>(2,622,920)</u>	<u>(2,416,234)</u>
6. Net change in total pension liability	1,053,561	1,025,169	1,121,924	4,632,248
7. Total pension liability – beginning	<u>43,400,521</u>	<u>42,375,352</u>	<u>41,253,428</u>	<u>36,621,180</u>
8. Total pension liability – ending (a)	<u>\$ 44,454,082</u>	<u>\$ 43,400,521</u>	<u>\$ 42,375,352</u>	<u>\$ 41,253,428</u>
<b>B. Plan fiduciary net position</b>				
1. Contributions – employer	\$ 2,698,126	\$ 2,961,184	\$ 3,010,213	\$ 2,558,734
2. Contributions – employee	467,874	535,097	542,581	528,883
3. Net investment income	1,607,616	(514,885)	3,938,312	1,301,848
4. Benefit payments, including refunds of employee contributions	(2,880,746)	(2,726,766)	(2,622,920)	(2,416,234)
5. Pension Plan Administrative Expense	(17,304)	(17,552)	(15,006)	(74,411)
6. Other	<u>--</u>	<u>(57,873)</u>	<u>(2)</u>	<u>(17,995)</u>
7. Net change in plan fiduciary net position	1,875,566	179,205	4,853,178	1,880,825
8. Plan fiduciary net position – beginning	<u>18,388,008</u>	<u>18,208,803</u>	<u>13,355,625</u>	<u>11,474,800</u>
9. Plan fiduciary net position – ending (b)	<u>\$ 20,263,574</u>	<u>\$ 18,388,008</u>	<u>\$ 18,208,803</u>	<u>\$ 13,355,625</u>
<b>C. Net pension liability - ending (a) - (b)</b>	<u>\$ 24,190,508</u>	<u>\$ 25,012,513</u>	<u>\$ 24,166,549</u>	<u>\$ 27,897,803</u>
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	45.58%	42.37%	42.97%	32.37%
<b>E. Covered employee payroll</b>	<u>\$ 3,998,917</u>	<u>\$ 4,573,485</u>	<u>\$ 4,637,419</u>	<u>\$ 4,333,844</u>
<b>F. Net pension liability as a percentage of covered payroll</b>	604.93%	546.90%	521.12%	643.72%

This schedule is presented as required by accounting principles generally accepted in the United States of America, however, until a full 10-year trend is compiled, information is presented for those years available.

CITY OF CENTRAL FALLS

SCHEDULE OF CITY OF CENTRAL FALLS CONTRIBUTIONS

MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM – GENERAL EMPLOYEES

FOR THE LAST TEN FISCAL YEARS

	<i>Fiscal Year 2024</i>	<i>Fiscal Year 2023</i>	<i>Fiscal Year 2022</i>	<i>Fiscal Year 2021</i>	<i>Fiscal Year 2020</i>	<i>Fiscal Year 2019</i>	<i>Fiscal Year 2018</i>	<i>Fiscal Year 2017</i>	<i>Fiscal Year 2016</i>	<i>Fiscal Year 2015</i>
	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017	Year Ended June 30, 2016	Year Ended June 30, 2015	Year Ended June 30, 2014
Actuarially determined contribution	\$ 374,957	\$ 357,899	\$ 275,290	\$ 280,306	\$ 294,806	\$ 275,704	\$ 287,795	\$ 269,399	\$ 266,285	\$ 162,612
Contributions in relation to the actuarially determined contribution	<u>374,957</u>	<u>357,899</u>	<u>275,290</u>	<u>280,306</u>	<u>294,806</u>	<u>275,704</u>	<u>287,795</u>	<u>269,399</u>	<u>266,285</u>	<u>162,612</u>
Contribution deficiency (excess)	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
Covered-employee payroll	<u>\$ 2,523,266</u>	<u>\$ 2,481,967</u>	<u>\$ 2,144,007</u>	<u>\$ 2,133,185</u>	<u>\$ 2,055,974</u>	<u>\$ 2,189,847</u>	<u>\$ 2,134,978</u>	<u>\$ 1,972,211</u>	<u>\$ 1,832,653</u>	<u>\$ 1,647,003</u>
Contributions as a percentage of covered-employee payroll	14.86%	14.42%	12.84%	13.14%	14.34%	12.59%	13.48%	13.66%	14.53%	9.87%

*Note: Employers participating in the Municipal Employees' Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.*

**CITY OF CENTRAL FALLS**

**SCHEDULE OF CITY OF CENTRAL FALLS CONTRIBUTIONS**

**MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM – POLICE & FIRE**

**FOR THE LAST FOUR FISCAL YEARS**

	<i>Fiscal Year 2024</i> Fiscal 2023	<i>Fiscal Year 2023</i> Fiscal 2022	<i>Fiscal Year 2022</i> Fiscal 2021	<i>Fiscal Year 2021</i> Fiscal 2020
Actuarially determined contribution	\$ 98,290	\$ 87,723	\$ 62,368	\$ 18,895
Contributions in relation to the actuarially determined contribution	<u>98,290</u>	<u>87,723</u>	<u>62,368</u>	<u>18,895</u>
Contribution deficiency (excess)	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
Covered-employee payroll	<u>\$ 1,096,982</u>	<u>\$ 822,909</u>	<u>\$ 585,066</u>	<u>\$ 177,249</u>
Contributions as a percentage of covered-employee payroll	8.96%	10.66%	10.66%	10.66%

**Notes:**

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

**CITY OF CENTRAL FALLS**

**SCHEDULE OF CITY OF CENTRAL FALLS CONTRIBUTIONS**

**MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM – POLICE & FIRE (LEGACY)**

**FOR THE LAST FOUR FISCAL YEARS**

	<i>Fiscal Year 2024</i> Fiscal 2023	<i>Fiscal Year 2023</i> Fiscal 2022	<i>Fiscal Year 2022</i> Fiscal 2021	<i>Fiscal Year 2021</i> Fiscal 2020
Actuarially determined contribution	\$ 2,698,126	\$ 2,961,184	\$ 3,010,213	\$ 2,558,734
Contributions in relation to the actuarially determined contribution	<u>2,698,126</u>	<u>2,961,184</u>	<u>3,010,213</u>	<u>2,558,734</u>
Contribution deficiency (excess)	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
Covered-employee payroll	<u>\$ 3,998,917</u>	<u>\$ 4,573,485</u>	<u>\$ 4,637,419</u>	<u>\$ 4,333,844</u>
Contributions as a percentage of covered-employee payroll	67.47%	64.75%	64.91%	59.04%

**Notes:**

1) *Employers participating in the Municipal Employees' Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.*

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

# CITY OF CENTRAL FALLS

## SCHEDULE OF CHANGES IN THE CITY OF CENTRAL FALLS NET OPEB LIABILITY AND RELATED RATIOS CITY PLAN

### FOR THE LAST EIGHT FISCAL YEARS

	Year Ended June 30, 2024	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017
<b>A. Total OPEB liability</b>								
1. Service Cost	\$ 81,742	\$ 91,150	\$ 87,226	\$ 83,470	\$ 66,451	\$ 755,714	\$ 62,911	\$ 60,202
2. Interest on Liability and Service Cost	196,913	252,418	236,209	239,591	225,808	365,321	298,293	286,327
3. Experience (Gain) and Loss	--	(974,590)	--	(250,146)	--	(2,163,172)	--	--
4. Benefit Payments	<u>(101,867)</u>	<u>(97,480)</u>	<u>(124,497)</u>	<u>(119,136)</u>	<u>(131,661)</u>	<u>(125,991)</u>	<u>(193,377)</u>	<u>(186,131)</u>
5. Net change in total OPEB liability	176,788	(728,502)	198,938	(46,221)	160,598	(1,168,128)	167,827	160,398
6. Total OPEB liability – beginning	<u>2,593,780</u>	<u>3,322,282</u>	<u>3,123,344</u>	<u>3,169,565</u>	<u>3,008,967</u>	<u>4,177,095</u>	<u>4,009,268</u>	<u>3,848,869</u>
7. Total OPEB liability – ending (a)	<u>\$ 2,770,568</u>	<u>\$ 2,593,780</u>	<u>\$ 3,322,282</u>	<u>\$ 3,123,344</u>	<u>\$ 3,169,565</u>	<u>\$ 3,008,967</u>	<u>\$ 4,177,095</u>	<u>\$ 4,009,267</u>
<b>B. Plan fiduciary net position</b>								
1. Contributions – employer	\$ 176,867	\$ 157,480	\$ 184,497	\$ 179,136	\$ 231,661	\$ 325,991	\$ 193,377	\$ 293,377
2. Benefit Payments	(101,867)	(97,480)	(124,497)	(119,136)	(131,661)	(125,991)	(193,377)	(193,377)
3. Expenses	(3,003)	(2,547)	(2,559)	(1,209)	(1,209)	(869)	(285)	(285)
4. Investment Income	<u>130,332</u>	<u>83,123</u>	<u>(118,965)</u>	<u>186,197</u>	<u>22,985</u>	<u>38,207</u>	<u>19,053</u>	<u>13,683</u>
5. Net change in plan fiduciary net position	202,329	140,576	(61,524)	244,988	121,776	237,338	18,768	113,398
6. Plan fiduciary net position – beginning	<u>923,481</u>	<u>782,905</u>	<u>844,429</u>	<u>599,441</u>	<u>477,665</u>	<u>240,327</u>	<u>221,559</u>	<u>108,160</u>
7. Plan fiduciary net position – ending (b)	<u>\$ 1,125,810</u>	<u>\$ 923,481</u>	<u>\$ 782,905</u>	<u>\$ 844,429</u>	<u>\$ 599,441</u>	<u>\$ 477,665</u>	<u>\$ 240,327</u>	<u>\$ 221,558</u>
<b>C. Net OPEB liability - ending (a) - (b)</b>	<u>\$ 1,644,758</u>	<u>\$ 1,670,299</u>	<u>\$ 2,539,377</u>	<u>\$ 2,278,915</u>	<u>\$ 2,570,124</u>	<u>\$ 2,531,302</u>	<u>\$ 3,936,768</u>	<u>\$ 3,787,709</u>
<b>D. Plan fiduciary net position as a percentage of the total OPEB liability</b>	40.63%	35.60%	23.57%	27.04%	18.91%	15.87%	5.75%	5.53%
<b>E. Covered employee payroll</b>	<u>\$ 8,455,260</u>	<u>\$ 8,208,990</u>	<u>\$ 7,934,949</u>	<u>\$ 7,703,834</u>	<u>\$ 7,761,579</u>	<u>\$ 7,535,514</u>	<u>\$ 7,025,436</u>	<u>\$ 6,787,861</u>
<b>F. Net OPEB liability as a percentage of covered payroll</b>	19.45%	20.35%	32.00%	29.58%	33.11%	33.59%	56.04%	55.80%

This schedule is presented as required by accounting principles generally accepted in the United States of America, however, until a full 10-year trend is compiled, information is presented for those years available.

**CITY OF CENTRAL FALLS**

**SCHEDULE OF CITY OF CENTRAL FALLS CONTRIBUTIONS  
OTHER POST EMPLOYMENT BENEFITS**

**FOR THE LAST EIGHT FISCAL YEARS**

	Fiscal 2024	Fiscal 2023	Fiscal 2022	Fiscal 2021	Fiscal 2020	Fiscal 2019	Fiscal 2018	Fiscal 2017
Actuarially determined contribution	\$ 175,300	\$ 186,162	\$ 228,885	\$ 208,280	\$ 100,000	\$ 75,000	\$ 100,000	\$ 284,360
Contributions in relation to the actuarially determined contribution	<u>176,867</u>	<u>157,480</u>	<u>184,497</u>	<u>179,136</u>	<u>231,661</u>	<u>325,991</u>	<u>193,377</u>	<u>293,377</u>
Contribution deficiency (excess)	<u>\$ (1,567)</u>	<u>\$ 28,682</u>	<u>\$ 44,388</u>	<u>\$ 29,144</u>	<u>\$ (131,661)</u>	<u>\$ (250,991)</u>	<u>\$ (93,377)</u>	<u>\$ (9,017)</u>
Covered-employee payroll	<u>\$ 8,455,260</u>	<u>\$ 8,208,990</u>	<u>\$ 7,934,949</u>	<u>\$ 7,703,834</u>	<u>\$ 7,761,579</u>	<u>\$ 7,535,514</u>	<u>\$ 7,025,436</u>	<u>\$ 6,787,861</u>
Contributions as a percentage of covered-employee payroll	2.09%	1.92%	2.33%	2.33%	2.98%	4.33%	2.75%	4.32%

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

# CITY OF CENTRAL FALLS

## NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

FOR THE YEAR ENDED JUNE 30, 2024

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### **Municipal Employees Retirement Plan**

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

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

The schedules are intended to show information for 10 years – additional years will be displayed as they become available.

Employers participating in the Municipal Employees' Retirement System are required by RI General Laws, Section 45-21-42, to contribute an actuarially determined contribution rate each year.

#### ***June 30, 2023 measurement date –***

As part of the 2023 Actuarial Experience Study for the six-year period ending June 30, 2022 as approved by the System Board on May 17, 2023, certain assumptions were modified and reflected in the determination of net pension liability (asset) at the June 30, 2023 measurement date. The following summarizes the more significant changes in assumptions:

- Decreased individual salary increases and projected payroll growth for most groups. These two items mainly offset each other in calculating contribution requirements, especially as dollar amounts, but create a much lower projected annual growth rate in the dollar amounts of contributions.
- Updated the mortality projection scales to the ultimate rates of the most recently published ones, this had no material impact to the liabilities or contributions.
- Modestly increased turnover rates.
- Slight modifications to the retirement rates.
- Modified slightly the rates of disability.

#### ***June 30, 2022 measurement date –***

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2022 measurement date compared to the June 30, 2021 measurement date.

#### ***June 30, 2021 measurement date –***

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2021 measurement date compared to the June 30, 2020 measurement date.

# CITY OF CENTRAL FALLS

## NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

### FOR THE YEAR ENDED JUNE 30, 2024

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#### **Municipal Employees Retirement Plan (Continued)**

#### **Schedule of Proportionate Share of the Net Pension Liability (Asset) (Continued)**

##### *June 30, 2020 measurement date –*

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

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

##### *June 30, 2019 measurement date –*

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

##### *June 30, 2018 measurement date –*

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

##### *June 30, 2017 measurement date –*

As part of the 2017 Actuarial Experience Investigation Study for the six-year period ending June 30, 2016 as approved by the System Board on May 15, 2017, certain assumptions were modified and reflected in the determination of the net pension liability (asset) at the June 30, 2017 measurement date.

The following summarizes the more significant changes in assumptions:

- Decreased the general inflation assumption from 2.75% to 2.50%;
- Decreased the nominal investment return assumption from 7.50% to 7.00%;
- Decreased the general wage growth assumption from 3.25% to 3.00%;
- Decreased salary increase assumptions; and

# CITY OF CENTRAL FALLS

## NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

FOR THE YEAR ENDED JUNE 30, 2024

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### **Municipal Employees Retirement Plan (Continued)**

#### **Schedule of Proportionate Share of the Net Pension Liability (Asset) (Continued)**

##### *June 30, 2017 measurement date (Continued) –*

Updated the post-retirement mortality tables to variants of the RP-2014 table. For the improvement scale, update to the ultimate rates of the MP-2016 projection scale.

##### *June 30, 2016 measurement date –*

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2016 measurement date compared to the June 30, 2015 measurement date.

##### *June 30, 2015 measurement date –*

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2015 measurement date compared to the June 30, 2014 measurement date.

The June 30, 2015 measurement date determination of the net pension liability for the ERS and MERS plans reflects changes in benefit changes resulting from the settlement of litigation challenging the various pension reform measures enacted in previous years by the General Assembly. The final settlement approved by the Court on July 8, 2015 also included enactment of the pension settlement provisions by the General Assembly. These amended benefit provisions, are summarized below:

- Employees with more than 20 years of service at July 1, 2012 will increase their employee contribution rates to 11% for state employees and municipal general employees will contribute 8.25% (9.25% for units with a COLA provision) and participate solely in the defined benefit plan going forward – service credit accruals will increase from 1% to 2% per year.
- Members are eligible to retire upon the attainment of: age 65 with 30 years of service, 64 with 31 years of service, 63 with 32 years of service, or 62 with 33 years of service. Members may retire earlier if their RIRSA date is earlier or are eligible under a transition rule.
- MERS public safety employees may retire at age 50 with 25 years of service, or any age with 27 years of service. MERS public safety employees will contribute 9.00% (10.00% for units with a COLA provision).
- Employees with more than 10 but less than 20 years of service at July 1, 2012 will receive an increased employer contribution to the defined contribution plan. Also, members who earn less than \$35,000 per year will not be required to pay the administrative fees to the defined contribution plan.

# CITY OF CENTRAL FALLS

## NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

FOR THE YEAR ENDED JUNE 30, 2024

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### Municipal Employees Retirement Plan (Continued)

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

##### *June 30, 2015 measurement date (Continued) –*

- Members who retired from a COLA eligible plan before July 1, 2012 will receive a one-time cost of living adjustment of 2% of the first \$25,000 paid as soon as administratively possible.
- Retirees as of June 30, 2015 will receive two \$500 stipends; the interim cost of living increases will occur at 4-year rather than 5-year intervals.
- The COLA formula was adjusted to: 50% of the COLA is calculated by taking the previous 5-year average investment return, less 5.5% (5yr Return - 5.5%, with a max of 4%) and 50% calculated using previous year's CPI-U (max of 3%) for a total max COLA of 3.5%. This COLA is calculated on the first \$25,855, effective 01/01/16, and indexed as of that date as well. (The indexing formula is run annually regardless of funding level each year).
- Minor adjustments were made to the actuarial reduction for employees choosing to retire early.

## **SUPPLEMENTARY INFORMATION**

**CITY OF CENTRAL FALLS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**

E-1

**JUNE 30, 2024**

	<b>CDBG Revolving</b>	<b>CDBG 2018</b>	<b>CDBG 2019</b>	<b>RIDOT Municipal Road &amp; Bridge</b>	<b>FEMA Hazard Mitigation</b>	<b>Fire Department Grants</b>	<b>Police Department Grants</b>	<b>City Clerk Department Grants</b>	<b>Community Garden</b>	<b>Target Police Justice Grant</b>
<b>Assets</b>										
Cash and cash equivalents	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Due from federal and state governments	--	--	156,445	--	--	--	--	--	--	--
Other receivables, net	--	--	--	--	--	--	--	--	--	--
Due from other funds	7,500	--	--	246	--	--	--	--	3,674	--
<b>Total Assets</b>	<u>7,500</u>	<u>--</u>	<u>156,445</u>	<u>246</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,674</u>	<u>--</u>
<b>Liabilities</b>										
Deposits held for others	--	--	--	--	--	--	--	--	--	--
Due to other funds	--	--	--	--	--	--	1,980	--	--	--
Unearned revenue	--	--	156,445	--	--	--	--	--	--	--
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>156,445</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,980</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balance</b>										
Restricted	7,500	--	--	246	--	--	--	--	3,674	--
Unassigned	--	--	--	--	--	--	(1,980)	--	--	--
<b>Total Fund Balance</b>	<u>\$ 7,500</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 246</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ (1,980)</u>	<u>\$ --</u>	<u>\$ 3,674</u>	<u>\$ --</u>

**CITY OF CENTRAL FALLS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**

E-1

**JUNE 30, 2024**

	Body Worn Cameras	Recreation Food Program	El Centro	City Clerk Historical Trust	Senior Home Deliveries Program	Afterschool Program	Rhode Island Department of Health	River Island Park	Health Department Funding	Yip Soccer Field Improvement
<b>Assets</b>										
Cash and cash equivalents	\$ --	\$ --	\$ --	\$ 94,543	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Due from federal and state governments	--	--	--	--	--	--	--	--	--	--
Other receivables, net	--	--	--	--	--	--	--	--	--	34,367
Due from other funds	--	--	47,050	780	26	--	71,086	--	135,350	--
<b>Total Assets</b>	<u>--</u>	<u>--</u>	<u>47,050</u>	<u>95,323</u>	<u>26</u>	<u>--</u>	<u>71,086</u>	<u>--</u>	<u>135,350</u>	<u>34,367</u>
<b>Liabilities</b>										
Deposits held for others	--	--	--	--	--	--	--	--	--	--
Due to other funds	4,317	--	--	--	--	--	--	13,594	--	46,246
Unearned revenue	--	--	--	--	--	--	--	--	--	--
<b>Total Liabilities</b>	<u>4,317</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>13,594</u>	<u>--</u>	<u>46,246</u>
<b>Fund Balance</b>										
Restricted	--	--	47,050	95,323	26	--	71,086	--	135,350	--
Unassigned	(4,317)	--	--	--	--	--	--	(13,594)	--	(11,879)
<b>Total Fund Balance</b>	<u>\$ (4,317)</u>	<u>\$ --</u>	<u>\$ 47,050</u>	<u>\$ 95,323</u>	<u>\$ 26</u>	<u>\$ --</u>	<u>\$ 71,086</u>	<u>\$ (13,594)</u>	<u>\$ 135,350</u>	<u>\$ (11,879)</u>

**CITY OF CENTRAL FALLS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**

E-1

**JUNE 30, 2024**

	Cogswell Tower	School Building Capital	Education Strategy	School Revolving	Emergency Equipment Replacement	Sustainability Officer	Arbor Day Green Space	Sacred Heart Tennis Courts	COPS Grant
<b>Assets</b>									
Cash and cash equivalents	\$ --	\$ --	\$ --	\$ 407,292	\$ --	\$ --	\$ --	\$ --	\$ --
Due from federal and state governments	--	--	--	--	--	--	--	--	--
Other receivables, net	--	--	--	--	--	--	--	100,000	--
Due from other funds	<u>3,660</u>	<u>100,334</u>	<u>85,091</u>	<u>--</u>	<u>--</u>	<u>17,414</u>	<u>--</u>	<u>--</u>	<u>81,532</u>
<b>Total Assets</b>	<u>3,660</u>	<u>100,334</u>	<u>85,091</u>	<u>407,292</u>	<u>--</u>	<u>17,414</u>	<u>--</u>	<u>100,000</u>	<u>81,532</u>
<b>Liabilities</b>									
Deposits held for others	--	--	--	--	--	--	--	--	--
Due to other funds	--	--	--	209,043	--	--	--	100,000	--
Unearned revenue	--	--	--	--	--	--	--	--	--
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>209,043</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>100,000</u>	<u>--</u>
<b>Fund Balance</b>									
Restricted	3,660	100,334	85,091	198,249	--	17,414	--	--	81,532
Unassigned	--	--	--	--	--	--	--	--	--
<b>Total Fund Balance</b>	<u>\$ 3,660</u>	<u>\$ 100,334</u>	<u>\$ 85,091</u>	<u>\$ 198,249</u>	<u>\$ --</u>	<u>\$ 17,414</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 81,532</u>

**CITY OF CENTRAL FALLS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**

E-1

**JUNE 30, 2024**

	Jenks Park DEM Historical Grants	Water Chestnut Management	Macomber Stadium	CF Redevelopment Agency	Mayors Office	Learn 365	RI Housing Leadsafe	Police Federal Forfeiture	Police State Forfeiture	Police Seizures Escrow
<b>Assets</b>										
Cash and cash equivalents	\$ --	\$ --	\$ --	\$ 690,729	\$ --	\$ --	\$ --	\$ 10,903	\$ 39,893	\$ 233,855
Due from federal and state governments	--	--	--	--	--	--	--	--	--	--
Other receivables, net	--	--	--	--	--	--	--	--	--	--
Due from other funds	--	8,270	9,728	--	--	--	16,877	--	--	--
<b>Total Assets</b>	<u>--</u>	<u>8,270</u>	<u>9,728</u>	<u>690,729</u>	<u>--</u>	<u>--</u>	<u>16,877</u>	<u>10,903</u>	<u>39,893</u>	<u>233,855</u>
<b>Liabilities</b>										
Deposits held for others	--	--	--	--	--	--	--	--	--	78,317
Due to other funds	--	--	--	103,345	--	--	--	16,685	46,133	146,915
Unearned revenue	--	--	--	--	--	--	--	--	--	--
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>103,345</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>16,685</u>	<u>46,133</u>	<u>225,232</u>
<b>Fund Balance</b>										
Restricted	--	8,270	9,728	587,384	--	--	16,877	--	--	8,623
Unassigned	--	--	--	--	--	--	--	(5,782)	(6,240)	--
<b>Total Fund Balance</b>	<u>\$ --</u>	<u>\$ 8,270</u>	<u>\$ 9,728</u>	<u>\$ 587,384</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 16,877</u>	<u>\$ (5,782)</u>	<u>\$ (6,240)</u>	<u>\$ 8,623</u>

**CITY OF CENTRAL FALLS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**

E-1

**JUNE 30, 2024**

	JAG Grant	The Landing	Rhode Island Infrastructure Bank 2019	Property Development	Redevelopment Agency	Med Pods	Osram Vision Plan	Turf Field	DPW Grants	Dexter Plaza	TOTALS
<b>Assets</b>											
Cash and cash equivalents	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 1,477,215
Due from federal and state governments	--	--	--	--	--	--	61,915	--	--	--	218,360
Other receivables, net	--	--	--	--	--	--	--	--	--	--	134,367
Due from other funds	--	--	--	--	207,901	25,756	--	--	--	--	822,275
<b>Total Assets</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>207,901</u>	<u>25,756</u>	<u>61,915</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,652,217</u>
<b>Liabilities</b>											
Deposits held for others	--	--	--	--	--	--	--	--	--	--	78,317
Due to other funds	903	--	--	--	--	--	20,000	11,500	--	2,689	723,350
Unearned revenue	--	--	--	--	--	--	61,915	--	--	--	218,360
<b>Total Liabilities</b>	<u>903</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>81,915</u>	<u>11,500</u>	<u>--</u>	<u>2,689</u>	<u>1,020,027</u>
<b>Fund Balance</b>											
Restricted	--	--	--	--	207,901	25,756	--	--	--	--	1,711,074
Unassigned	(903)	--	--	--	--	--	(20,000)	(11,500)	--	(2,689)	(78,884)
<b>Total Fund Balance</b>	<u>\$ (903)</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 207,901</u>	<u>\$ 25,756</u>	<u>\$ (20,000)</u>	<u>\$ (11,500)</u>	<u>\$ --</u>	<u>\$ (2,689)</u>	<u>\$ 1,632,190</u>

CITY OF CENTRAL FALLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2024

	CDBG Revolving	CDBG 2018	CDBG 2019	RIDOT Municipal Road & Bridge	FEMA Hazard Mitigation	Fire Department Grants	Police Department Grants	City Clerk Department Grants	Community Garden	Target Police Justice Grant
<b>Revenues</b>										
Interest and investment income	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	31,997	609,339	10,270	--	223,406	--	--	--	--
Other revenues	--	--	--	--	26,020	--	--	--	--	--
<b>Total Revenues</b>	--	31,997	609,339	10,270	26,020	223,406	--	--	--	--
<b>Expenditures</b>										
General government	--	--	--	--	26,020	4,963	--	6,000	20,607	18,000
Capital outlays	--	25,738	572,739	20,405	--	216,720	--	--	--	--
<b>Total Expenditures</b>	--	25,738	572,739	20,405	26,020	221,683	--	6,000	20,607	18,000
<b>Excess of Revenue Over (Under)</b>										
<b>Expenditures Before Other Financing Sources (Uses)</b>	--	6,259	36,600	(10,135)	--	1,723	--	(6,000)	(20,607)	(18,000)
<b>Other Financing Sources (Uses)</b>										
Transfers in	--	--	--	10,381	--	1,537	--	--	--	4,292
Transfers out	--	(6,259)	(36,600)	--	--	--	--	(1,792)	--	--
<b>Net Other Financing Sources (Uses)</b>	--	(6,259)	(36,600)	10,381	--	1,537	--	(1,792)	--	4,292
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	--	--	--	246	--	3,260	--	(7,792)	(20,607)	(13,708)
<b>Fund Balance - Beginning of Year</b>	\$ 7,500	\$ --	\$ --	\$ --	\$ --	\$ (3,260)	\$ (1,980)	\$ 7,792	\$ 24,281	\$ 13,708
<b>Fund Balance - End of Year</b>	\$ 7,500	\$ --	\$ --	\$ 246	\$ --	\$ --	\$ (1,980)	\$ --	\$ 3,674	\$ --

CITY OF CENTRAL FALLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2024

	Body Worn Cameras	Recreation Food Program	El Centro	City Clerk Historical Trust	Senior Home Deliveries Program	Afterschool Program	Rhode Island Department of Health	River Island Park	Health Department Funding	Yip Soccer Field Improvement
<b>Revenues</b>										
Interest and investment income	\$ --	\$ --	\$ --	\$ 2,170	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental	52,128	21,198	--	--	10,560	16,985	--	10,523	40,407	34,367
Other revenues	--	--	50,000	6,248	--	--	--	--	--	--
<b>Total Revenues</b>	<u>52,128</u>	<u>21,198</u>	<u>50,000</u>	<u>8,418</u>	<u>10,560</u>	<u>16,985</u>	<u>--</u>	<u>10,523</u>	<u>40,407</u>	<u>34,367</u>
<b>Expenditures</b>										
General government	--	37,644	--	--	10,560	16,985	2,159	12,656	1,720	42,158
Capital outlays	56,445	--	--	--	--	--	--	497	--	800
<b>Total Expenditures</b>	<u>56,445</u>	<u>37,644</u>	<u>--</u>	<u>--</u>	<u>10,560</u>	<u>16,985</u>	<u>2,159</u>	<u>13,153</u>	<u>1,720</u>	<u>42,958</u>
<b>Excess of Revenue Over (Under)</b>										
<b>Expenditures Before Other Financing Sources (Uses)</b>	<u>(4,317)</u>	<u>(16,446)</u>	<u>50,000</u>	<u>8,418</u>	<u>--</u>	<u>--</u>	<u>(2,159)</u>	<u>(2,630)</u>	<u>38,687</u>	<u>(8,591)</u>
<b>Other Financing Sources (Uses)</b>										
Transfers in	--	16,446	--	--	--	--	--	--	--	--
Transfers out	--	--	(126,519)	--	--	--	--	--	--	--
<b>Net Other Financing Sources (Uses)</b>	<u>--</u>	<u>16,446</u>	<u>(126,519)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>										
	<u>(4,317)</u>	<u>--</u>	<u>(76,519)</u>	<u>8,418</u>	<u>--</u>	<u>--</u>	<u>(2,159)</u>	<u>(2,630)</u>	<u>38,687</u>	<u>(8,591)</u>
<b>Fund Balance - Beginning of Year</b>	\$ --	\$ --	\$ 123,569	\$ 86,905	\$ 26	\$ --	\$ 73,245	\$ (10,964)	\$ 96,663	\$ (3,288)
<b>Fund Balance - End of Year</b>	<u>\$ (4,317)</u>	<u>\$ --</u>	<u>\$ 47,050</u>	<u>\$ 95,323</u>	<u>\$ 26</u>	<u>\$ --</u>	<u>\$ 71,086</u>	<u>\$ (13,594)</u>	<u>\$ 135,350</u>	<u>\$ (11,879)</u>

**CITY OF CENTRAL FALLS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS**

**FOR THE YEAR ENDED JUNE 30, 2024**

	Cogswell Tower	School Building Capital	Education Strategy	School Revolving	Emergency Equipment Replacement	Sustainability Officer	Arbor Day Green Space	Sacred Heart Tennis Courts	COPS Grant
<b>Revenues</b>									
Interest and investment income	\$ --	\$ --	\$ --	\$ 7,292	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	2,056,578	398,124	200,000	--	--	--	--	81,532
Other revenues	--	--	--	--	--	--	--	190,000	--
<b>Total Revenues</b>	<u>--</u>	<u>2,056,578</u>	<u>398,124</u>	<u>207,292</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>190,000</u>	<u>81,532</u>
<b>Expenditures</b>									
General government	--	--	313,033	--	--	--	--	226,525	--
Capital outlays	--	2,056,578	--	209,043	--	--	--	--	--
<b>Total Expenditures</b>	<u>--</u>	<u>2,056,578</u>	<u>313,033</u>	<u>209,043</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>226,525</u>	<u>--</u>
<b>Excess of Revenue Over (Under)</b>									
<b>Expenditures Before Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>85,091</u>	<u>(1,751)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(36,525)</u>	<u>81,532</u>
<b>Other Financing Sources (Uses)</b>									
Transfers in	--	--	--	200,000	--	--	--	3,525	--
Transfers out	--	--	--	--	(590)	--	(10)	--	--
<b>Net Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>200,000</u>	<u>(590)</u>	<u>--</u>	<u>(10)</u>	<u>3,525</u>	<u>--</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>									
	<u>--</u>	<u>--</u>	<u>85,091</u>	<u>198,249</u>	<u>(590)</u>	<u>--</u>	<u>(10)</u>	<u>(33,000)</u>	<u>81,532</u>
<b>Fund Balance - Beginning of Year</b>	<u>\$ 3,660</u>	<u>\$ 100,334</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 590</u>	<u>\$ 17,414</u>	<u>\$ 10</u>	<u>\$ 33,000</u>	<u>\$ --</u>
<b>Fund Balance - End of Year</b>	<u><u>\$ 3,660</u></u>	<u><u>\$ 100,334</u></u>	<u><u>\$ 85,091</u></u>	<u><u>\$ 198,249</u></u>	<u><u>\$ --</u></u>	<u><u>\$ 17,414</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ 81,532</u></u>

CITY OF CENTRAL FALLS

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2024

	Jenks Park DEM Historical Grants	Water Chestnut Management	Macomber Stadium	CF Redevelopment Agency	Mayors Office	Learn 365	RI Housing Leadsafe	Police Federal Forfeiture	Police State Forfeiture	Police Seizures Escrow
<b>Revenues</b>										
Interest and investment income	\$ --	\$ --	\$ --	\$ 649	\$ --	\$ --	\$ --	\$ 256	\$ 827	\$ 5,164
Intergovernmental	365,741	63,650	--	--	--	116,349	--	6,331	33,344	--
Other revenues	--	--	--	690,080	10,200	--	71,728	--	11,943	--
<b>Total Revenues</b>	<u>365,741</u>	<u>63,650</u>	<u>--</u>	<u>690,729</u>	<u>10,200</u>	<u>116,349</u>	<u>71,728</u>	<u>6,587</u>	<u>46,114</u>	<u>5,164</u>
<b>Expenditures</b>										
General government	--	55,380	--	--	10,038	119,550	104,851	5,700	14,945	--
Capital outlays	365,741	--	--	103,345	--	--	--	--	7,757	--
<b>Total Expenditures</b>	<u>365,741</u>	<u>55,380</u>	<u>--</u>	<u>103,345</u>	<u>10,038</u>	<u>119,550</u>	<u>104,851</u>	<u>5,700</u>	<u>22,702</u>	<u>--</u>
<b>Excess of Revenue Over (Under)</b>										
<b>Expenditures Before Other</b>										
<b>Financing Sources (Uses)</b>	<u>--</u>	<u>8,270</u>	<u>--</u>	<u>587,384</u>	<u>162</u>	<u>(3,201)</u>	<u>(33,123)</u>	<u>887</u>	<u>23,412</u>	<u>5,164</u>
<b>Other Financing Sources (Uses)</b>										
Transfers in	--	--	--	--	--	3,201	--	--	--	--
Transfers out	--	--	--	--	(5,662)	--	--	--	--	--
<b>Net Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(5,662)</u>	<u>3,201</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Excess (Deficiency) of Revenues and</b>										
<b>Other Financing Sources Over (Under)</b>										
<b>Expenditures and Other Financing Uses</b>	<u>--</u>	<u>8,270</u>	<u>--</u>	<u>587,384</u>	<u>(5,500)</u>	<u>--</u>	<u>(33,123)</u>	<u>887</u>	<u>23,412</u>	<u>5,164</u>
<b>Fund Balance - Beginning of Year</b>	\$ --	\$ --	\$ 9,728	\$ --	\$ 5,500	\$ --	\$ 50,000	\$ (6,669)	\$ (29,652)	\$ 3,459
<b>Fund Balance - End of Year</b>	<u>\$ --</u>	<u>\$ 8,270</u>	<u>\$ 9,728</u>	<u>\$ 587,384</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 16,877</u>	<u>\$ (5,782)</u>	<u>\$ (6,240)</u>	<u>\$ 8,623</u>

# CITY OF CENTRAL FALLS

## COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2024

	JAG Grant	The Landing	Rhode Island Infrastructure Bank 2019	Property Development	Redevelopment Agency	Med Pods	Osram Vision Plan	Turf Field	DPW Grants	Dexter Plaza	TOTALS
<b>Revenues</b>											
Interest and investment income	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 16,358
Intergovernmental	21,393	--	--	--	--	--	--	--	108,069	--	4,512,291
Other revenues	--	--	--	--	--	--	--	--	--	--	1,056,219
<b>Total Revenues</b>	<u>21,393</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>108,069</u>	<u>--</u>	<u>5,584,868</u>
<b>Expenditures</b>											
General government	21,393	1,369	--	--	--	7,323	--	--	--	2,689	1,082,268
Capital outlays	--	--	--	--	--	870	--	11,500	108,069	--	3,756,247
<b>Total Expenditures</b>	<u>21,393</u>	<u>1,369</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>8,193</u>	<u>--</u>	<u>11,500</u>	<u>108,069</u>	<u>2,689</u>	<u>4,838,515</u>
<b>Excess of Revenue Over (Under)</b>											
<b>Expenditures Before Other</b>											
<b>Financing Sources (Uses)</b>	--	(1,369)	--	--	--	(8,193)	--	(11,500)	--	(2,689)	746,353
<b>Other Financing Sources (Uses)</b>											
Transfers in	--	--	--	--	--	--	--	--	--	--	239,382
Transfers out	--	(3,338)	(10,380)	(155,925)	--	--	--	--	--	--	(347,075)
<b>Net Other Financing Sources (Uses)</b>	<u>--</u>	<u>(3,338)</u>	<u>(10,380)</u>	<u>(155,925)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(107,693)</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under)</b>											
<b>Expenditures and Other Financing Uses</b>	--	(4,707)	(10,380)	(155,925)	--	(8,193)	--	(11,500)	--	(2,689)	638,660
<b>Fund Balance - Beginning of Year</b>	\$ (903)	\$ 4,707	\$ 10,380	\$ 155,925	\$ 207,901	\$ 33,949	\$ (20,000)	\$ --	\$ --	\$ --	\$ 993,530
<b>Fund Balance - End of Year</b>	<u>\$ (903)</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 207,901</u>	<u>\$ 25,756</u>	<u>\$ (20,000)</u>	<u>\$ (11,500)</u>	<u>\$ --</u>	<u>\$ (2,689)</u>	<u>\$ 1,632,190</u>

**CITY OF CENTRAL FALLS**  
**TAX COLLECTOR'S ANNUAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**FY 2024 Cash Collections Summary**

July - August 2023 Collections Subject to 60- day FY 23 Accrual	September - June 2024 Collections	Total FY 2024 Cash Collections	July - August 2024 (FY 24) Cash Collections Subject to 60-day FY 24 Accrual
\$ --	\$ 15,312,760	\$ 15,312,760	\$ 125,368
361,982	376,696	738,678	1,778
68,836	9,265	78,101	975
1,238	4,516	5,754	128
521	3,252	3,773	750
1,078	5,226	6,304	348
511	3,245	3,756	488
469	3,171	3,640	134
669	2,421	3,090	23
184	37,879	38,063	197
64	2,150	2,214	311
--	28,977	28,977	--
<b>\$ 435,552</b>	<b>\$ 15,789,558</b>	<b>\$ 16,225,110</b>	<b>\$ 130,500</b>

Fiscal Year	Balance - July 1, 2023	Current Year Assessment	Additions	Abatements	Refunds / Adjustments	Amount to be Collected	FY 2024 Collections	Balance - June 30, 2024
2024	\$ --	\$ 15,787,991	\$ 306,636	\$ (32,991)	\$ (121,062)	\$ 15,940,574	15,312,760	\$ 627,814
2023	826,229	--	--	(5,468)	3,540	824,301	738,678	85,623
2022	172,866	--	--	--	1,604	174,470	78,101	96,369
2021	74,895	--	--	--	(88)	74,807	5,754	69,053
2020	78,075	--	259	--	--	78,334	3,773	74,561
2019	111,664	--	259	--	--	111,923	6,304	105,619
2018	104,246	--	--	(794)	--	103,452	3,756	99,696
2017	95,820	--	--	--	--	95,820	3,640	92,180
2016	96,735	--	--	--	--	96,735	3,090	93,645
2015	146,501	--	--	--	(3,677)	142,824	38,063	104,761
2014	121,063	--	--	--	--	121,063	2,214	118,849
2013 and prior	582,007	--	--	--	--	582,007	28,977	553,030
	<b>\$ 2,410,101</b>	<b>\$ 15,787,991</b>	<b>\$ 307,154</b>	<b>\$ (39,253)</b>	<b>\$ (119,683)</b>	<b>\$ 18,346,310</b>	<b>\$ 16,225,110</b>	<b>\$ 2,121,200</b>
<i>Allowance for Uncollectible Accounts</i>	(866,461)							(910,558)
<i>Net Property Tax Receivable</i>	<b>\$ 1,543,640</b>							<b>\$ 1,210,642</b>

**Schedule of Net Assessed Property, Value by Category**

Description of Property	Valuations December 31, 2022	Levy July 1, 2023
Real Property	\$ 891,178,407	\$ 14,825,144
Tangible	30,767,236	962,847
<b>Total</b>	<b>\$ 921,945,643</b>	<b>\$ 15,787,991</b>
Exemptions	(64,387,416)	--
<b>Net Assessed Value</b>	<b>\$ 857,558,227</b>	<b>\$ 15,787,991</b>

**Reconciliation of Current Year Property Tax Revenue**

Current Year Collections	\$ 16,225,110
July - August 2023 Collections Subject to 60-day FY 23 Accrual	130,500
	<b>\$ 16,355,610</b>
July - August 2022 Collections Subject to 60-day FY 22 Accrual	(435,552)
Current Year Property Tax Revenue	<b>\$ 15,920,058</b>

# CITY OF CENTRAL FALLS

## ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)

### FOR THE YEAR ENDED JUNE 30, 2024

REVENUE	Municipal
Current Year Levy Tax Collection	\$ 15,438,128
Last Year's Levy Tax Collection	378,474
Prior Years Property Tax Collection	103,457
Interest & Penalty	297,755
PILOT & Tax Treaty (excluded from levy) Collection	97,142
Other Local Property Taxes	-
Licenses and Permits	503,477
Fines and Forfeitures	708,071
Investment Income	200,480
Departmental	160,550
Rescue Run Revenue	466,325
Police & Fire Detail	80,987
Other Local Non-Property Tax Revenues	-
Tuition	-
Impact Aid	-
Medicaid	-
Federal Stabilization Funds	-
Federal Food Service Reimbursement	-
CDBG	235,026
COPS Grants	81,532
SAFER Grants	-
Other Federal Aid Funds	-
COVID - ESSER	-
COVID - CRF	-
COVID - CDBG	-
COVID - FEMA	-
COVID - Other	-
COVID - ARPA	2,029,538
MV Excise Tax Reimbursement	2,077,974
State PILOT Program	-
Distressed Community Relief Fund	263,947
Library Resource Aid	36,917
Library Construction Aid	-
Public Service Corporation Tax	294,118
Meals & Beverage Tax / Hotel Tax	287,432
LEA Aid	-
Group Home	-
Housing Aid Capital Projects	-
Housing Aid Bonded Debt	98,393
State Food Service Revenue	-
Incentive Aid	-
Property Revaluation Reimbursement	-
Other State Revenue	13,015,826
Motor Vehicle Phase Out	-
Other Revenue	942,036
Local Appropriation for Education	-
Regional Appropriation for Education	-
Supplemental Appropriation for Education	-
Regional Supplemental Appropriation for Education	-
Other Education Appropriation	-
Rounding	-
<b>Total Revenue</b>	<b>\$ 37,797,585</b>
Financing Sources: Transfer from Capital Funds	\$ -
Financing Sources: Transfer from Other Funds	157,987
Financing Sources: Debt Proceeds	3,181,157
Financing Sources: Other	-
Rounding	-
<b>Total Other Financing Sources</b>	<b>\$ 3,339,144</b>

# CITY OF CENTRAL FALLS

## ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)

### FOR THE YEAR ENDED JUNE 30, 2024

EXPENDITURES	General Government	Finance	Social Services	Centralized IT	Planning	Libraries	Public Works	Parks and Rec	Police Department
Compensation- Group A	\$ 972,694	\$ 386,018	\$ -	\$ -	\$ 250,787	\$ -	\$ 577,685	\$ 129,256	\$ 2,780,539
Compensation - Group B	-	-	-	-	-	-	-	-	383,734
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	63,295	-	478,343
Overtime - Group B	-	-	-	-	-	-	-	-	78,156
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	-
Active Medical Insurance - Group A	284,720	17,813	-	-	23,391	-	80,522	5,505	269,979
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	54,952
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental insurance- Group A	4,828	1,801	-	-	1,067	-	4,328	223	13,893
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	2,311
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	64,233	29,438	-	-	18,881	-	51,920	13,257	94,542
Life Insurance	1,118	895	-	-	447	-	1,174	671	5,703
State Defined Contribution- Group A	8,784	3,290	-	-	2,508	-	6,090	1,281	23,658
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	3,305
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	18,309	3,697	-	-	-	-	18,950	-	65,687
Other Benefits- Group B	-	-	-	-	-	-	-	-	2,450
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	116,157	44,551	-	-	33,956	-	82,366	17,338	1,129,029
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	51,828
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	712,461	161,056	-	73,537	5,612	-	52,417	70,049	58,322
Materials/Supplies	45,745	34,078	-	-	2,333	-	31,900	20,003	101,626
Software Licenses	-	22,440	-	-	-	-	-	-	72,371
Capital Outlays	12,522,149	-	-	-	-	-	2,203,091	234,014	185,207
Insurance	356,303	-	-	-	-	-	-	-	-
Maintenance	183,252	-	-	-	-	-	113,422	55,104	22,220
Vehicle Operations	-	-	-	-	-	-	94,355	-	46,343
Utilities	486,359	-	-	-	-	-	23,598	-	31,080
Contingency	130,713	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	1,900	-	-
Revaluation	-	-	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	15,700	-	-
Trash Removal & Recycling	-	-	-	-	-	-	770,989	-	-
Claims & Settlements	34,085	-	-	-	-	-	-	-	-
Community Support	79,705	-	-	-	-	-	-	-	-
Other Operation Expenditures	1,000,191	7,449	-	-	236,244	155,742	4,931	128,074	81,421
Tipping Fees	-	-	-	-	-	-	354,846	-	-
Local Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	-	-	-	-	-
Municipal Debt- Interest	-	-	-	-	-	-	-	-	-
School Debt- Principal	-	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 17,021,806</b>	<b>\$ 712,526</b>	<b>\$ -</b>	<b>\$ 73,537</b>	<b>\$ 575,226</b>	<b>\$ 155,742</b>	<b>\$ 4,553,479</b>	<b>\$ 674,775</b>	<b>\$ 6,036,699</b>

# CITY OF CENTRAL FALLS

## ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)

### FOR THE YEAR ENDED JUNE 30, 2024

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal
Compensation- Group A	\$ 2,966,714	\$ 193,532	\$ -	\$ -	\$ -	\$ -	\$ 8,217,225
Compensation - Group B	-	-	-	-	-	-	383,734
Compensation - Group C	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-
Overtime- Group A	304,554	2,002	-	-	-	-	848,194
Overtime - Group B	-	-	-	-	-	-	78,156
Overtime - Group C	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-
Active Medical Insurance - Group A	343,061	26,483	-	-	-	-	1,051,474
Active Medical Insurance- Group B	-	-	-	-	-	-	54,952
Active Medical Insurance- Group C	-	-	-	-	-	-	-
Active Dental insurance- Group A	16,150	1,374	-	-	-	-	43,664
Active Dental Insurance- Group B	-	-	-	-	-	-	2,311
Active Dental Insurance- Group C	-	-	-	-	-	-	-
Payroll Taxes	60,678	8,458	-	-	-	-	341,407
Life Insurance	5,367	224	-	-	-	-	15,599
State Defined Contribution- Group A	26,351	1,286	-	-	-	-	73,248
State Defined Contribution - Group B	-	-	-	-	-	-	3,305
State Defined Contribution - Group C	-	-	-	-	-	-	-
Other Benefits- Group A	45,078	-	-	-	-	-	151,721
Other Benefits- Group B	-	-	-	-	-	-	2,450
Other Benefits- Group C	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	1,134,680	15,643	-	-	-	-	2,573,720
State Defined Benefit Pension - Group B	-	-	-	-	-	-	51,828
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-
Purchased Services	92,348	18,458	-	-	-	-	1,244,260
Materials/Supplies	71,843	3,952	-	-	-	-	311,480
Software Licenses	-	-	-	-	-	-	94,811
Capital Outlays	172,708	-	-	-	-	-	15,317,169
Insurance	-	-	-	-	-	-	356,303
Maintenance	5,749	-	-	-	-	-	379,747
Vehicle Operations	83,215	-	-	-	-	-	223,913
Utilities	34,535	-	-	-	-	-	575,572
Contingency	-	-	-	-	-	-	130,713
Street Lighting	-	-	-	-	-	-	1,900
Revaluation	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	15,700
Trash Removal & Recycling	-	-	-	-	-	-	770,989
Claims & Settlements	-	-	-	-	-	-	34,083
Community Support	-	-	-	-	-	-	79,705
Other Operation Expenditures	30,327	9,100	-	-	-	-	1,653,479
Tipping Fees	-	-	-	-	-	-	354,846
Local Appropriation for Education	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	862,000	-	862,000
Municipal Debt- Interest	-	-	-	-	143,960	-	143,960
School Debt- Principal	-	-	-	-	61,073	-	61,073
School Debt- Interest	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	75,000	75,000
Rounding	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 5,393,358</b>	<b>\$ 240,512</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,067,033</b>	<b>\$ 75,000</b>	<b>\$ 36,579,693</b>

Financing Uses: Transfer to Capital Funds	\$ -
Financing Uses: Transfer to Other Funds	76,520
Financing Uses: Payment to Bond Escrow Agent	-
Financing Uses: Other	-
<b>Total Other Financing Uses</b>	<b>\$ 76,520</b>
<b>Net Change in Fund Balance<sup>1</sup></b>	<b>4,480,516</b>
<b>Fund Balance<sup>1</sup>- beginning of year</b>	<b>\$2,416,605</b>
Funds removed from Reportable Government Services (RGS)	-
Funds added to Reportable Government Services (RGS)	33,000
Prior period adjustments	-
Misc. Adjustment	-
<b>Fund Balance<sup>1</sup> - beginning of year adjusted</b>	<b>2,449,605</b>
Rounding	-
<b>Fund Balance<sup>1</sup> - end of year</b>	<b>\$ 6,930,121</b>

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

# CITY OF CENTRAL FALLS

## COMBINING SCHEDULE OF REPORTABLE GOVERNMENTAL SERVICES WITH RECONCILIATION TO MTP2 MUNICIPAL

### FOR THE YEAR ENDED JUNE 30, 2024

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance <sup>1</sup>	Beginning Fund Fund Balance <sup>1</sup> (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance <sup>1</sup> (Deficit)	Ending Fund Balance <sup>1</sup> (Deficit)
Fund Balance <sup>1</sup> - per MTP-2 at June 30, 2023						\$ 2,416,605	-	\$ 2,416,605	
<i>No funds removed from RGS for fiscal 2023</i>							-		
<i>Funds added to RGS for Fiscal 2023</i>						33,000	-	33,000	
<i>No misc. adjustments made for fiscal 2023</i>							-		
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2024 adjusted</b>						<u>\$ 2,449,605</u>	<u>\$ -</u>	<u>\$ 2,449,605</u>	
General Fund	\$ 21,931,506	\$ 148,348	\$ 20,397,838	\$ 76,520	\$ 1,605,496	\$ 2,237,319	-	\$ 2,237,319	\$ 3,842,815
CDBG 2018 - 2018	31,997	-	25,738	6,259	-	-	-	-	-
CDBG 2019 - 2019	609,339	-	572,739	36,600	-	-	-	-	-
CDBG 2021 - 2021	1,305,705	-	1,291,570	14,135	-	-	-	-	-
CDBG Revolving 2000	-	-	-	-	-	7,500	-	7,500	7,500
American Rescue Plan - 8129, 8141, 8142, 8125	2,029,538	50,000	2,079,538	-	-	1,000	-	1,000	1,000
RIDOH - 7070	-	-	2,159	-	(2,159)	73,245	-	73,245	71,086
Recreation Summer Lunch Program - 2510	21,198	16,446	37,644	-	-	-	-	-	-
New High School Bond - 2815	10,854,083	3,181,157	11,286,977	-	2,748,263	-	-	-	2,748,263
COPS Grant - 2037	81,532	-	-	-	81,532	-	-	-	81,532
Education Strategy - 2820	398,124	-	313,033	-	85,091	-	-	-	85,091
Sacred Heart Tennis Courts - 8127	190,000	3,525	226,525	-	(33,000)	33,000	-	33,000	-
School Building Capital Fund - 2810	2,056,578	-	2,056,578	-	-	100,334	-	100,334	100,334
The Landing - 8108	-	-	1,369	3,338	(4,707)	4,707	-	4,707	-
<b>Totals per audited financial statements</b>	<u>\$ 39,509,600</u>	<u>\$ 3,399,476</u>	<u>\$ 38,291,708</u>	<u>\$ 136,852</u>	<u>\$ 4,480,516</u>	<u>\$ 2,457,105</u>	<u>\$ -</u>	<u>\$ 2,457,105</u>	<u>\$ 6,937,621</u>
<b>Reconciliation from financial statements to MTP2</b>									
Program activity in CDBG funds that are not reported on the MTP2 because they are for program revenues & expenses and not for operations and administrative offsets.	\$ (1,712,015)	\$ -	\$ (1,712,015)	\$ -	\$ -	\$ (7,500)	\$ -	\$ (7,500)	\$ (7,500)
Eliminate transfer between funds reported on MTP2	-	(60,332)	-	(60,332)	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
<b>Totals Per MTP2</b>	<u>\$ 37,797,585</u>	<u>\$ 3,339,144</u>	<u>\$ 36,579,693</u>	<u>\$ 76,520</u>	<u>\$ 4,480,516</u>	<u>\$ 2,449,605</u>	<u>\$ -</u>	<u>\$ 2,449,605</u>	<u>\$ 6,930,121</u>

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

# CITY OF CENTRAL FALLS

## NOTES TO THE SUPPLEMENTARY INFORMATION – ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)

FOR THE YEAR ENDED JUNE 30, 2024

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### NOTE 1 - BASIS OF PRESENTATION

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

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

### NOTE 2 - REPORTABLE GOVERNMENT SERVICES

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

### NOTE 3 - ALLOCATIONS

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

### NOTE 4 - EMPLOYEE GROUPS – COMPENSATION AND BENEFIT COSTS

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

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

# CITY OF CENTRAL FALLS

## NOTES TO THE SUPPLEMENTARY INFORMATION – ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)

FOR THE YEAR ENDED JUNE 30, 2024

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### NOTE 4 - EMPLOYEE GROUPS – COMPENSATION AND BENEFIT COSTS (CONTINUED)

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

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

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

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

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

### NOTE 5 - EDUCATION REVENUE AND EXPENDITURES

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

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

**INDEPENDENT AUDITORS' 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***

The Honorable President and Members of the City Council  
**City of Central Falls, RI**

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Central Falls as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Central Falls' basic financial statements and have issued our report thereon dated December 23, 2024.

***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the City of Central Falls' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Central Falls' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Central Falls' 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 City of Central Falls' 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 or significant deficiencies may exist that have not been identified.

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the City of Central Falls' 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### ***Purpose of This Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Central Falls' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Central Falls' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Marcum LLP*

Providence, RI  
December 23, 2024

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE;  
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
REQUIRED BY THE UNIFORM GUIDANCE**

The Honorable President and Members of the City Council  
City of Central Falls, RI

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the City of Central Falls' compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the City of Central Falls' major federal program for the year ended June 30, 2024. The City of Central Falls' major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Central Falls complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2024.

***Basis for Opinion on Each Major Federal Program***

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Central Falls and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Central Falls' compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of Central Falls' federal programs.

### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Central Falls' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of Central Falls' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City of Central Falls' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Central Falls' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the City of Central Falls' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### ***Report on 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 a 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

#### ***Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance***

We have audited the financial statements of the City of Central Falls as of and for the year ended June 30, 2024, and have issued our report thereon dated December 23, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

*Marcum LLP*

Providence, RI  
December 23, 2024

# CITY OF CENTRAL FALLS, RHODE ISLAND

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**FOR THE YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/Program Title	Federal ALN Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Expenditures Incurred
<b>U.S. Department of Housing and Urban Development</b>				
<b>Governor's Office of Housing &amp; Energy &amp; Intergovernmental Relations</b>				
<i>Passed through State of Rhode Island, Division of Planning,</i>				
<i>Office of Housing and Community Development</i>				
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	B-14-DC-44-0001	\$ --	\$ 31,997
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	B-14-DC-44-0001	--	609,339
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	B-14-DC-44-0001	--	1,305,704
<b>Subtotal</b>			--	1,947,040
Lead Hazard Reduction Grant Program	14.900	N/A	--	54,852
<b>Total U.S. Department of Housing and Urban Development</b>			--	2,001,892
<b>U.S. Department of Justice</b>				
<i>Direct Programs</i>				
Edward Byrne Memorial JAG	16.738	15PBJA-23-GG-03734-JAGX	--	21,393
Police Federal Forfeiture	16.922	N/A	--	5,700
Body Worn Camera Policy and Implementation	16.835	15PBJA-21-GG-04421-BWCX	--	56,444
Public Safety Partnership and Community Policing Grant	16.710	2013-UMWX-0216	--	93,986
<b>Total U.S. Department of Justice</b>			--	177,523
<b>U.S. Department of Homeland Security</b>				
<i>Direct Programs</i>				
Assistance to Firefighters Grant	97.044	EMW-2020-FG-19270	--	3,426
<b>Subtotal</b>			--	3,426
<i>Passed through State of Rhode Island Department of Emergency Management Agency</i>				
Hazard Mitigation Grant	97.047	EMB-2021-BR-014-0007	--	26,020
<b>Total U.S. Department of Homeland Security</b>			--	29,446
<b>U.S. Department of Treasury</b>				
<i>Passed through Rhode Island Department of Revenue</i>				
Coronavirus Local Fiscal Recovery Fund	21.027		--	2,029,537
<i>Passed through Rhode Island Department of Revenue</i>				
Municipal Road & Bridge Program	21.027		--	10,025
<b>Total U.S. Department of Treasury</b>			--	2,039,562
<b>U.S. Department of Agriculture</b>				
<i>Direct Programs</i>				
<i>Community Facilities Loans and Grants Cluster:</i>				
Community Facilities Loans and Grants	10.766	N/A	--	324,789
<b>Subtotal</b>			--	324,789
<i>Passed through State of Rhode Island Department of Education</i>				
<i>Child Nutrition Cluster:</i>				
Summer Food Service Program for Children	10.559	RISF-04810	--	21,198
<b>Total U.S. Department of Agriculture</b>			--	345,987
<b>Total Schedule of Expenditures of Federal Awards</b>			\$ --	\$ 4,594,410

*See notes to schedule of expenditures of federal awards.*

# CITY OF CENTRAL FALLS, RHODE ISLAND

## NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

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### NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the “schedule”) includes the federal award activity of the City of Central Falls, Rhode Island under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the 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). Because the schedule presents only a selected portion of the operations of the City of Central Falls, Rhode Island, it is not intended to and does not present the financial position, changes in net position/fund balance, or cash flows of the City of Central Falls, 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 the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

### NOTE 3 - INDIRECT COST RATE

City of Central Falls, Rhode Island has elected not to use the 10-percent de Minimis indirect cost rate.

### NOTE 4 - DISASTER GRANTS – PUBLIC ASSISTANCE (PRESIDENTIALLY DECLARED DISASTERS) (ALN 97.036)

After a presidentially declared disaster, FEMA provides Disaster Grants – Public Assistance (Presidentially Declared Disasters) (ALN 97.036) to reimburse eligible costs associated with repair, replacement or restoration of disaster-damaged facilities. The federal government makes reimbursements in the form of cost-shared grants that require state matching funds.

**CITY OF CENTRAL FALLS, RHODE ISLAND**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**Financial Statements**

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP: *Unmodified Opinion*

Internal control over financial reporting:

Material weakness(es) identified? \_\_\_\_\_ Yes X No

Significant deficiency(ies) identified not considered to be material weaknesses? \_\_\_\_\_ Yes X None Reported

Non-compliance material to financial statements noted? \_\_\_\_\_ Yes X No

**Federal Awards**

Internal control over major federal award programs:

Material weakness(es) identified? \_\_\_\_\_ Yes X No

Significant deficiency(ies) identified not considered to be material weakness(es)? \_\_\_\_\_ Yes X None reported

Type of auditors' report issued on compliance for major federal award programs: *Unmodified Opinion*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? \_\_\_\_\_ Yes X No

Identification of Major Federal Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus Local Fiscal Recovery Fund

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low risk auditee? X Yes \_\_\_\_\_ No

**CITY OF CENTRAL FALLS, RHODE ISLAND**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**

**FOR THE YEAR ENDED JUNE 30, 2024**

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**SECTION II FINDINGS - RELATED TO AUDIT OF FINANCIAL STATEMENTS**

*CURRENT YEAR FINDINGS:*

No matters were reported.

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

*CURRENT YEAR FINDINGS:*

No matters were reported.

**CITY OF CENTRAL FALLS, RHODE ISLAND**  
**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**SECTION II - FINANCIAL STATEMENT FINDINGS**

***PRIOR YEAR FINDINGS:***

None reported.

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

***PRIOR YEAR FINDINGS:***

None reported.