

City of Pawtucket Rhode Island



Pawtucket

— JOIN THE EVOLUTION —

**Basic Financial Statements
And Required Supplementary Information
Fiscal Year Ended June 30, 2017**

**Including the Auditors' Report of
Independent Certified Public Accountants**

**Donald R. Grebien
Mayor**



**Joanna L'Heureux
Finance Director**

Prepared by Finance Department

CITY OF PAWTUCKET, RHODE ISLAND

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CITY OF PAWTUCKET, RHODE ISLAND

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INTRODUCTORY SECTION

This Section Contains the Following Subsections

**LIST OF CITY OFFICIALS
ORGANIZATIONAL CHART**

CITY OF PAWTUCKET, RHODE ISLAND

LIST OF CITY OFFICIALS

JUNE 30, 2017

CITY COUNCIL

DAVID P. MORAN, PRESIDENT

ALBERT J. VITALI, JR.

SANDRA C. CANO

JOHN J. BARRY III

TERENCE E. MERCER

TIMOTHY P. RUDD, JR.

LORENZO C. TETREAULT

MEGHAN E. KALLMAN

MARK J. WILDENHAIN

MAYOR

DONALD R. GREBIEN

DIRECTOR OF ADMINISTRATION

JAMES VARTANIAN

FINANCE DEPARTMENT

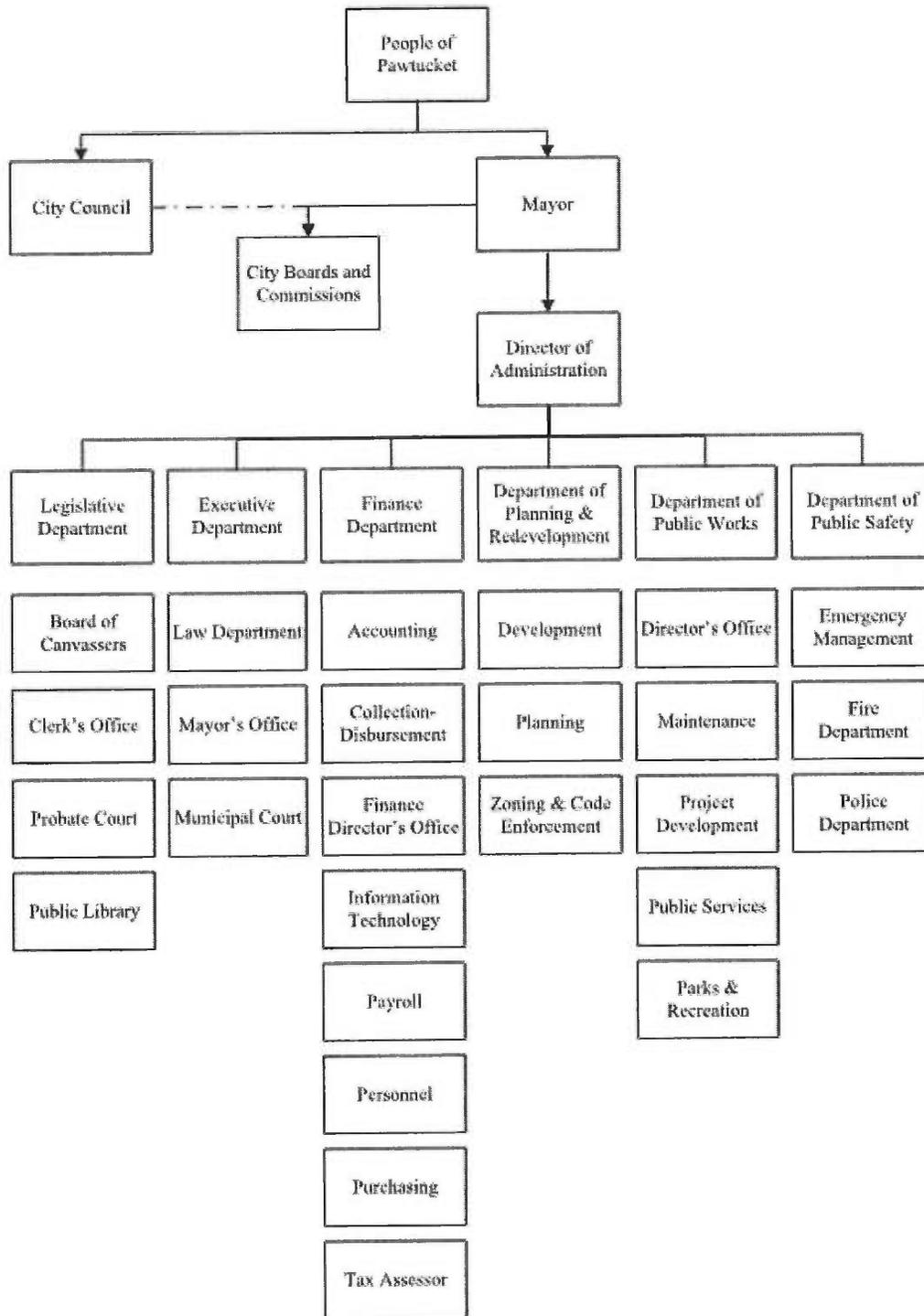
JOANNA L'HEUREUX, FINANCE DIRECTOR

JEANNINE BOURSKE, DEPUTY FINANCE DIRECTOR

SHAUN STROBEL, TREASURER / TAX COLLECTOR

ROBERT W. BURNS, TAX ASSESSOR

DAVID CLEMENTE, PURCHASING DIRECTOR



FINANCIAL SECTION

This Section Contains the Following Subsections

INDEPENDENT AUDITORS' REPORT
MANAGEMENT'S DISCUSSION AND ANALYSIS
BASIC FINANCIAL STATEMENTS
NOTES TO BASIC FINANCIAL STATEMENTS
REQUIRED SUPPLEMENTARY INFORMATION
OTHER SUPPLEMENTARY INFORMATION

INDEPENDENT AUDITORS' REPORT

To the Honorable President and
Members of City Council
City of Pawtucket, Rhode Island

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Pawtucket, Rhode Island (the City) as of and for the fiscal year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Pawtucket Business Development Corporation (PBDC), which represents less than one percent, of the assets, net position, and revenues of the City. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for PBDC, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Pawtucket, Rhode Island, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 17 and budgetary comparison schedules, budgetary to GAAP basis reconciliation, schedule of changes to net pension liability and related ratios, schedule of changes to pension liability, schedule of employer contributions, schedule of investment returns, schedule of funding progress for the other postemployment benefit obligations, and schedule of the employer contributions to the other postemployment benefit obligations on pages 90 through 109, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Pawtucket, Rhode Island's basic financial statements. The combining and individual nonmajor fund financial statements, Annual Supplemental Transparency Report and accompanying notes, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2018, on our consideration of the City of Pawtucket, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Pawtucket, Rhode Island's internal control over financial reporting and compliance.

Marcum LLP

Providence, RI
January 31, 2018

**MANAGEMENT'S DISCUSSION AND
ANALYSIS**

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Our discussion and analysis of the City of Pawtucket, Rhode Island's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2017. This discussion and analysis should be read in conjunction with the City's financial statements that follow this section.

Financial Highlights

- ❖ The City's total net position decreased by \$514,781 as a result of this year's operations. On a government-wide basis, the City's liabilities and deferred inflows of resources for the City exceeded its assets and deferred outflows at the close of the most recent fiscal year by \$147,219,904.
- ❖ Net position of business activities increased by \$5,654,504, or 6.9%, while net position of governmental activities decreased by \$6,169,285 or 2.7%.
- ❖ The City's government-wide (governmental and business activities) operating expenses were \$294,386,836, a 1.83% decrease from the prior year, while revenues collected were \$293,872,055 a 1.68% increase from the prior year.
- ❖ As of the close of the fiscal year, the City's governmental funds reported combined ending fund balances of \$26,851,636. Approximately 32% of this amount, \$8,484,481 is unassigned and available for use at the government's discretion.
- ❖ The remaining fund balance of \$18,367,155 includes \$1,559,054 in non-spendable funds, \$13,561,874 in restricted funds, \$2,234,226 in committed funds and \$1,012,001 in assigned funds.

New Significant Accounting Standards

For the fiscal year ended June 30, 2017, the City adopted new statements of financial accounting standards issued by the Governmental Accounting Standards Board (GASB):

- GASB Statement No. 77, "*Tax Abatement Disclosures*"
- GASB Statement No. 80 – "*Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14*", effective for the City's fiscal year ending June 30, 2017. There has been no effect on these financial statements due to the adoption of this statement.
- GASB Statement No. 82, "*Pension Issues – an Amendment of GASB Statement No. 67, No 68, and No. 73*"

GASB Statement No. 77 added Tax Abatement Agreements to footnote disclosures. Please refer to Note 16 for more information.

GASB Statement No 82 required the City to disclose the summary of changes in Net Pension Liability for the "Old Plan" for the Police and Fire Pension Plan. Please see Note 11A for more information.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Overview of the Financial Statements

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

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

In addition to the basic financial statements, this report also contains other supplementary information.

The City's basic financial statements and other supplementary financial information provide information about all of the City's activities. They provide both a short-term and a long-term view of the City's financial health as well as information about activities for which the City acts solely as a trustee for the benefit of those outside of the City's government.

Government-wide financial statements - are designed to provide readers with a broad overview of the City's finances in a manner which is similar to a private-sector business. They are presented on the accrual basis of accounting where revenues and expenses are recognized on the date they occurred rather than on the date they were collected or paid.

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

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

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Overview of the Financial Statements (Continued)

Both of the government-wide financial statements distinguish functions of the City, which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The City's governmental activities include legislative, judicial and general administrative, financial administration, planning, engineering and inspection, public safety, public works, education and interest on long-term debt. The City's business activities include the Pawtucket Water Supply Board and School Lunch Program.

The government-wide financial statements are reported on pages 18 through 19.

Fund financial statements – A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories - governmental funds, proprietary funds, and fiduciary funds.

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

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

The City maintains individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for three funds, the General Fund, School Unrestricted Fund, and the School \$32,000,000 Capital Project Fund, which are considered to be major funds. Data from the other funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The governmental funds financial statements are presented on pages 20 through 23.

The City adopts an annual budget for its General Fund and for its School Unrestricted Fund. Budgetary comparison statements have been provided for these funds to demonstrate compliance with this budget.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Overview of the Financial Statements (Continued)

Proprietary Funds - The City's proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City has two enterprise funds. The Pawtucket Water Supply Board, which accounts for the City's water system; and the School Lunch Program, which accounts for School Lunch operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for health & dental benefits. Because these services predominately benefit governmental rather than business type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Pawtucket Water Supply Board and the School Lunch Fund since they are considered to be major funds of the City. The internal service fund financial statements provides information for health & dental plan benefits.

The basic proprietary fund financial statements are presented on pages 24 through 27.

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

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

Notes to Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are presented on pages 30 through 89.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the City's operations. Required Supplementary information is presented on pages 90 through 109.

The combining statements referred to earlier in connection with non-major governmental funds, are presented on pages 110 through 177.

The Agency funds are presented on page 178.

The annual supplementary transparency reports (MTP2) are presented on pages 179 through 185.

Government-wide Financial Analysis

Analysis of the City of Pawtucket's Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. The City of Pawtucket, governmental activities liabilities and deferred inflows exceeded assets and deferred outflows by \$234,352,444 as of June 30, 2017. This is an increase of \$6,169,285 from the previous year which is a result of the capital project spending not being permanently financed with bond proceeds yet and an increase in the pension liability.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Listed below is a comparison of the City's net position for the current and prior fiscal years.

| | City of Pawtucket Net Position | | | | | |
|-------------------------------|-----------------------------------|-----------------------------|-------------------------|----------------------------|-----------------------------|-------------------------|
| | 2017 | | | 2016 | | |
| | Governmental Activities | Business-Type Activities | Total | Governmental Activities | Business-Type Activities | Total |
| Current and other assets | \$ 71,808,640 | \$ 5,414,406 | \$ 77,223,046 | \$ 70,713,568 | \$ 4,646,344 | \$ 75,359,912 |
| Capital assets | 179,432,046 | 185,086,726 | 364,518,772 | 162,117,398 | 181,662,467 | 343,779,865 |
| Total assets | <u>251,240,686</u> | <u>190,501,132</u> | <u>441,741,818</u> | <u>232,830,966</u> | <u>186,308,811</u> | <u>419,139,777</u> |
| Deferred outflows | 43,958,945 | 1,405,444 | 45,364,389 | 34,258,332 | 911,656 | 35,169,988 |
| Current and other liabilities | 41,073,298 | 9,378,405 | 50,451,703 | 46,317,554 | 8,033,184 | 54,350,738 |
| Long-term liabilities | 472,824,744 | 94,695,832 | 567,520,576 | 435,661,227 | 97,121,385 | 532,782,612 |
| Total liabilities | <u>513,898,042</u> | <u>104,074,237</u> | <u>617,972,279</u> | <u>481,978,781</u> | <u>105,154,569</u> | <u>587,133,350</u> |
| Deferred inflows | 15,654,033 | 699,799 | 16,353,832 | 13,293,676 | 587,862 | 13,881,538 |
| Net position: | | | | | | |
| Net investment in | | | | | | |
| capital assets | 78,861,025 | 64,493,402 | 143,354,427 | 82,864,780 | 60,946,336 | 143,811,116 |
| Restricted | 15,120,928 | 24,071,325 | 39,192,253 | 10,560,122 | 22,853,684 | 33,413,806 |
| Unrestricted as restated | | | | | | |
| Unrestricted | <u>(328,334,397)</u> | <u>(1,432,187)</u> | <u>(329,766,584)</u> | <u>(321,608,061)</u> | <u>(2,321,984)</u> | <u>(323,930,045)</u> |
| Total net position | <u>\$ (234,352,444)</u> | <u>\$ 87,132,540</u> | <u>\$ (147,219,904)</u> | <u>\$ (228,183,159)</u> | <u>\$ 81,478,036</u> | <u>\$ (146,705,123)</u> |

As discussed in Note 15 to the financial statements the City restated its 2016 net position to reflect a correction of tax sale revenue account.

The largest portion of the City's net position, \$143,354,427 consists of its net investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure, less any debt used to acquire these assets, which is still outstanding. The City uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the City's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are unlikely to be used to liquidate these liabilities. An additional portion of the City's net position, \$39,192,253 represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to its citizens and creditors. As of June 30, 2017 the City of Pawtucket reports a negative balance in net position for the government as a whole.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Analysis of the City's Operations

Governmental activities decreased the City's net position by \$6,169,285 for the current period, while business-type activities increased by \$5,654,504 for the current period. Due to the correction of the tax sale revenue account, to restate the FY2016 net position ending balance resulted in the new opening net position of (\$228,183,159) for the governmental activities (Note 15).

Amounts reported for governmental activities in the statement of activities are different from the amounts reported as fund expenditures. See page 23 for the Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities for a detailed explanation of these differences.

The following schedule presents the Changes in Net Position for the current and prior years' activity.

| | City of Pawtucket Changes in Net Position | | | | | |
|----------------------------------|--|-----------------------------|-------------------------|----------------------------|-----------------------------|-------------------------|
| | 2017 | | | 2016 | | |
| | Governmental Activities | Business-Type Activities | Total | Governmental Activities | Business-Type Activities | Total |
| Revenues: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | \$ 41,054,978 | \$ 21,099,228 | \$ 62,154,206 | \$ 41,459,010 | \$ 20,413,010 | \$ 61,872,020 |
| Operating Grants & Contributions | 13,909,049 | 4,278,116 | 18,187,165 | 15,563,571 | 4,334,734 | 19,898,305 |
| Capital Grants & Contributions | 3,912,326 | | 3,912,326 | 2,597,904 | | 2,597,904 |
| General Revenues: | | | | | | |
| Property Tax | 103,712,404 | | 103,712,404 | 101,904,870 | | 101,904,870 |
| State aid, unrestricted | 97,909,983 | | 97,909,983 | 94,621,456 | | 94,621,456 |
| State aid, Teachers' pension | 5,404,333 | | 5,404,333 | 4,553,389 | | 4,553,389 |
| Investment earnings | 1,177,899 | 300,398 | 1,478,297 | 1,003,949 | 252,411 | 1,256,360 |
| Other Revenues | 1,035,803 | 77,538 | 1,113,341 | 2,079,419 | 81,166 | 2,160,585 |
| Transfer (in) out | (50,000) | 50,000 | - | | | |
| Total revenues | <u>268,066,775</u> | <u>25,805,280</u> | <u>293,872,055</u> | <u>263,783,568</u> | <u>25,081,321</u> | <u>288,864,889</u> |
| Expenses: | | | | | | |
| Legislative & Executive | 38,298,673 | | 38,298,673 | 39,985,829 | | 39,985,829 |
| Finance | 2,933,886 | | 2,933,886 | 2,843,533 | | 2,843,533 |
| Public Safety | 57,458,425 | | 57,458,425 | 60,624,773 | | 60,624,773 |
| Public Works | 15,623,761 | | 15,623,761 | 15,022,625 | | 15,022,625 |
| Planning | 3,297,073 | | 3,297,073 | 5,045,282 | | 5,045,282 |
| Education | 141,552,310 | | 141,552,310 | 140,180,048 | | 140,180,048 |
| Interest Expense | 2,321,263 | | 2,321,263 | 1,922,288 | | 1,922,288 |
| Other | 12,750,669 | | 12,750,669 | 12,883,788 | | 12,883,788 |
| Water Supply Board | | 15,380,972 | 15,380,972 | | 16,649,745 | 16,649,745 |
| School Lunch Fund | | 4,769,804 | 4,769,804 | | 4,707,883 | 4,707,883 |
| Total Expense | <u>274,236,060</u> | <u>20,150,776</u> | <u>294,386,836</u> | <u>278,508,166</u> | <u>21,357,628</u> | <u>299,865,794</u> |
| Change in net position | <u>(6,169,285)</u> | <u>5,654,504</u> | <u>(514,781)</u> | <u>(14,724,598)</u> | <u>3,723,693</u> | <u>(11,000,905)</u> |
| Net position, | | | | | | |
| Beginning of the year: | | | | | | |
| As originally reported | (228,021,783) | 81,478,036 | (146,543,747) | (213,458,561) | 77,754,343 | (135,704,218) |
| Correction of tax sale account | (161,376) | - | (161,376) | - | - | - |
| As restated | <u>(228,183,159)</u> | <u>81,478,036</u> | <u>(146,705,123)</u> | <u>(213,458,561)</u> | <u>77,754,343</u> | <u>(135,704,218)</u> |
| Net position, end of year | <u>\$ (234,352,444)</u> | <u>\$ 87,132,540</u> | <u>\$ (147,219,904)</u> | <u>\$ (228,183,159)</u> | <u>\$ 81,478,036</u> | <u>\$ (146,705,123)</u> |

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Financial Analysis of the City of Pawtucket's Funds

Governmental Funds - The focus of the City of Pawtucket's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balance of \$26,851,636. Of this amount, \$8,484,481 constitutes unassigned fund balance. The remainder of the fund balance is classified in Note 6 on page 53 as follows:

Non-Spendable:

| | |
|--|----------------------------|
| Perpetual care and endowment permant funds | \$ 1,363,355 |
| School department prepaid items | 188,482 |
| City special revenue funds | <u>7,217</u> |
| Total Non-Spendable fund balance | <u>\$ 1,559,054</u> |

Restricted:

| | |
|--|-----------------------------|
| Restricted for City special revenue funds | \$ 2,683,319 |
| Restricted for School Capital projects funds | 500,000 |
| Restricted for general School purposes | 219,487 |
| Restricted for HUD special revenue funds | 338,120 |
| Restricted for School special revenue funds | 218,585 |
| Restricted for Capital projects funds | <u>9,602,363</u> |
| Total Restricted fund balance | <u>\$ 13,561,874</u> |

Committed:

| | |
|--|----------------------------|
| Committed for Charter Reserve | \$ 700,000 |
| Committed for Street Lighting | 89,518 |
| Committed for City special revenue funds | <u>1,444,708</u> |
| Total Committed fund balance | <u>\$ 2,234,226</u> |

Assigned

| | |
|------------------------------------|----------------------------|
| Assigned for OPEB | \$ 200,000 |
| Assigned for snow removal | 150,000 |
| Assigned for revaluation | <u>662,001</u> |
| Total Assigned fund balance | <u>\$ 1,012,001</u> |

Total **\$ 18,367,155**

Proprietary Funds - The City of Pawtucket's proprietary fund statements provide the same type of information as presented in the government-wide financial statements, but in more detail.

Total unrestricted net position of the proprietary funds is reported at (\$1,432,187).

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

General Fund Budgeting Highlights for the Fiscal Year Ending
June 30, 2017 and June 30, 2016

REVENUE:

Real Estate, Tangible and Auto Taxes – were under budget by \$2,031,703. Prior year taxes came in lower than budgeted by \$1,173,438 in total. Current year taxes came in lower than anticipated. Real Estate tax was under budget by \$333,717 of the variance. Motor Vehicle tax was under budget by \$586,333. Tangible tax was over budget by \$61,785. In prior year comparison, we were over last year by \$1,014,283 due to an increase in values.

Current Other Revenues – exceeded the budget by \$259,088 and over last year by \$199,491 primarily due to the higher payment of state realty transfer tax due to continued change in the market.

License and Permit Revenue – exceeded the budget by \$126,460 and over last year by \$136,639. The variance for both years is mainly the result of Building and Electrical permits coming in higher due to the continued change in the market.

Intergovernmental Revenue – exceeded the budget by \$379,443 and was slightly under last year by \$14,539. The variance for this year was mainly due to an increase in Distressed Community Aid and Meals Tax coming in higher than expected. The variance for last year is due to the decrease in FIP Incentive Aid which is no longer available. We also recorded Federal CDBG revenues in the General Fund this year which had been recorded in a separate fund last year.

Charges for Services – were under budget by \$1,115,870 and under last year by \$1,100,275. Both variances were mainly due to Employee medical copays being changed from a charge for service revenue in FY2016 to now being recorded as a contra expense in each department per the new State Transparency Portal reporting requirements.

Fines and Forfeitures – were under budget by \$88,349 and under last year by \$37,778. The variance for this year and last year was mainly due to lower ticket revenue.

Interest Revenue – exceeded the budget by \$114,672 and over last year by \$45,127. The variance for both years is mainly due to a CD maturing this fiscal year and also more interest collected on prior year taxes this year.

Donations – exceeded the budget by \$1,935 and was over last year by \$8,085. This line was added this year and used to be reported in a separate fund for our Senior Center. We have combined the Senior Center into the General Fund budget in FY2017 for the first time.

Other Financing Sources – was under budget by \$159,294 and over last year by \$291,813. The variance for this year is mainly due to budgeting for CDBG income in this department, but recording it under Intergovernmental instead. The variance for last year is due to recording the transfers this year that were budgeted in FY2017 and not in FY2016.

Total Revenue – was under budget by \$2,512,618 mainly due to Real Estate, Tangible, and Auto Taxes coming in lower than budgeted and changing how we recorded employee medical copays from a revenue to a contra expense. We are over last year \$541,077 mainly due to the increase in values for current year taxes.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

EXPENSES:

Legislative – The Legislative Department was under budget by \$199,217 and over last year by \$61,531.

Board of Canvassers Division – was over budget by \$6,124 and over last year by \$111,618. The variances are mostly due to a few elections held during this fiscal year and last fiscal year did not have just one election.

Library Division – was under budget by \$156,885 and under last year \$23,778. The variances are mostly due to charging network fees to a grant this year.

There were no material variances in the **City Council, City Clerk's, and Probate Court Divisions.**

Executive – The Executive Department was over budget by \$99,796 and over last year by \$21,692.

Law Department – was over budget by \$103,713 and over last year by \$49,756. The variances are mostly due to an increase in outside legal fees this fiscal year.

There were no material variances in the **Mayor's Office and Municipal Court Division.**

Finance - The Finance Department was under budget by \$242,387 and over last year by \$83,551.

Tax Assessors Division - was under budget by \$44,776 and over last year by \$84,457. The variance is mostly due to a tangible revaluation done during FY2017.

Tax Collections Division – was under budget by \$73,088 and under last year by \$8,050. The variance is mostly due to the tax bill consultant being lower than budgeted.

Information Technology Division – was under budget \$51,591 and over last year by \$93,048. This was due to a savings in IS Hard/Software Maintenance lines and Telephone Maintenance.

There were no other material variances in the **Finance Director, Accounting, Personnel, Purchasing or Payroll Divisions.**

Planning - The Planning Department was under budget by \$266,309 and under last year by \$88,935.

Planning Department – was under budget by \$175,681 and over last year by \$16,227. This was mainly due to a budgeted position being unfilled for the entire year.

Zoning & Code Enforcement Division – was under budget by \$86,027 and under last year by \$43,371. The variances were mostly due to a new employee having different benefits from what was budgeted and a significant decrease in the Demo/Clearing line item in FY2017.

There was no significant variance in the Development Division.

Public Safety – The Public Safety Department consists of the Police Department, Fire Department, Emergency Management Agency and the PS Communication Division.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Police – The Police Department was under budget by \$1,018,435 and under last year by \$644,816.

Uniform Police Division - was under budget by \$945,386 and under last year \$626,844. This year uniform salaries were under budget \$450,135 mainly due to a lag in hiring this year and there was a retro payment from an arbitration award during FY16. The health benefits line was also under budget \$674,256 due to the lag in hiring as well as recording employee medical copays as a contra expense per the new State Transparency Portal reporting requirements.

Civilian Police Division - was under budget by \$74,446 and under last year by \$30,163. The variances were mostly due to an increase in the number of recruits in the academy this year over last year.

There was no significant variance in the Animal Shelter Division.

Fire –The Fire Department was under budget by \$486,958 and under last year by \$310,436.

Uniform Fire Division – was under budget by \$394,303 and under last year \$291,665. This year uniform salaries were under budget \$975,672 mainly due to a lag in hiring this year and more retirements than usual. Fire overtime was over budget by \$1,081,717 due to minimum manning. The health benefits line was also under budget \$681,447 due to the lag in hiring as well as recording employee medical copays as a contra expense per the State Transparency Portal reporting requirements. Medical IOD was over budget by \$67,073 due to more injuries suffered on the job.

Civilian Fire Division – was under budget by \$59,652 and under last year by \$3,728. This was mostly due to lag in hiring for dispatchers.

Fire Prevention Division – was under budget by \$33,003 and under last year by \$15,043. The variance was mainly due to a lag in hiring and the recording of employee medical copays as a contra expense per the new State Transparency Portal reporting requirements.

Emergency Management Agency – was under budget by \$109,317 and over last year by \$7,541. This was mainly due to not filling positions budgeted in this fiscal year.

PS Communication Division – was under budget by \$70,024 and over last year by \$298,232. This is a new department that was set up this fiscal year. The variances are mainly due to this and a lag in hiring.

There was no material differences in the Crossing Guard Division.

Public Works – The Public Works Department was under budget by \$574,508 and under last year by \$85,381.

Public Works Director Division – was under budget by \$96,419 and under last year by \$30,664. The variance is mainly due to a lag in hiring.

Engineering Division – was under budget by \$34,449 and under last year by \$3,074. The variance is mainly due to a lag in hiring in the current year.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Equipment Maintenance – was under budget by \$105,689 and under last year by \$46,535. This was mainly due to a lag in hiring as well as recording employee medical copays under health benefits as a contra expense per the new State Transparency Portal reporting requirements. We also budgeted \$30,000 for GPS Equipment and did not purchase it.

Public Building Maintenance Division – was under budget \$53,612 and under last year by \$12,026. The variance is mainly due to recording employee medical copays under health benefits as a contra expense per the new State Transparency Portal reporting requirements and new contracts for our HVAC Maintenance.

City Hall Maintenance Division – was under budget by \$45,540 and under last year \$8,880. The variance is mainly due to recording employee medical copays under health benefits as a contra expense per the new State Transparency Portal reporting requirements and a savings in Heating due to a milder winter.

Transfer Station Division – was over budget by \$193,122 and over last year \$156,180. The variance is due to paying higher tipping fees this year due to rejected recycling loads.

Street, Bridges, and Cemetery Division – was under budget \$178,488 and under last year \$81,401. The variance is mainly due to a reimbursement from RICWFA that was not budgeted.

Traffic Division – was under budget \$78,956 and under last year by \$123,988. The variances are due to a lag in hiring and recording employee medical copays under health benefits as a contra expense per the new State Transparency Portal reporting requirements.

Parks Division – was under budget by \$133,379 and under last year \$88,937. The variance is mainly due to a lag in hiring and recording employee medical copays under health benefits as a contra expense per the new State Transparency Portal reporting requirements.

There were no other material variances in the **Sewer, Beautification, Street Cleaning/Snow Removal, Recreation, and Daggett Farm Divisions.**

Senior Services – was under budget \$14,107 and over last year by \$513,375. The variances are due to this being the first year that this is included in the General Fund as it used to be a separate Special Revenue fund.

Fixed Charges (Non-Departmental Costs) – The Fixed Charges Section were over budget by \$208,328 and over last year by \$981,615.

Debt Service – was under budget by \$257,215 and over last year by \$552,540. The current year variance is because we budgeted additional bond principal but did not have to make any additional payments because the bond was in June. We were over last year's budget because of increased debt service payments from last year.

Operating Insurance – was over budget by \$156,501 and over last year by \$81,305. Both variances are mainly due to an increase in claims and judgements in the current year.

Interdepartmental Contributions – was right on budget for this year and over last year by \$254,174. The main reason for the variance last year is due to a reduction of funding for the senior center as it is now a department included in the General Fund.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

Other Employee Benefits – was over budget by \$122,551 and over last year by \$553,480. The major variance for this year was the decrease in workers compensation and also we recorded actual monthly expenses for retiree health and dental benefits for the first time per the new State Transparency Portal reporting requirements.

Fixed Charges – was over budget by \$413,646 and under last year by \$403,428. The main reason is we budgeted for a savings in lag in hiring of \$300,000 and the savings are shown in each department. Accrued hours payoff was under last year \$325,289 due to less retirements overall. We were also over budget on Street Lighting due to the fact that we expected to purchase our street lights during the year and convert them to LED lights.

Total Expenses – were under budget by \$2,646,997 and over last year by \$862,536. This year's variance is due to some retirements, lag in hiring, and recording all copays within each department as a contra expense per the State Transparency Portal as explained above.

The City of Pawtucket's Capital Assets

The City of Pawtucket's investment in capital assets for its governmental and business-type activities amounts to \$339,310,867 net of accumulated depreciation at June 30, 2017. Included are land, building and improvements, construction in progress, motor vehicles, furniture and equipment and infrastructure. Additional information on the City of Pawtucket's capital assets is located in Note 5 to the financial statements and can be found on page 51.

City of Pawtucket
Capital Assets (Net of Accumulated Depreciation)

| | 2017 | | | 2016 | | |
|-------------------------------------|----------------------------|-----------------------------|-----------------------|----------------------------|-----------------------------|-----------------------|
| | Governmental Activities | Business-Type Activities | Total | Governmental Activities | Business-Type Activities | Total |
| Land and improvements | \$ 22,077,850 | \$ 5,915,052 | \$ 27,992,902 | \$ 22,077,850 | \$ 5,871,100 | \$ 27,948,950 |
| Construction in progress | 16,209,770 | 7,514,747 | 23,724,517 | 3,921,593 | 3,928,197 | 7,849,790 |
| Buildings and improvements | 69,669,030 | | 69,669,030 | 61,940,373 | | 61,940,373 |
| Distribution and collection systems | | 89,409,238 | 89,409,238 | | 89,745,428 | 89,745,428 |
| Motor Vehicles | 4,760,756 | | 4,760,756 | 5,435,986 | | 5,435,986 |
| Machinery, equipment & furniture | 1,022,787 | 631,176 | 1,653,963 | 1,236,877 | 456,899 | 1,693,776 |
| Infrastructure | 65,691,853 | 56,408,608 | 122,100,461 | 67,504,719 | 57,656,254 | 125,160,973 |
| | <u>\$ 179,432,046</u> | <u>\$ 159,878,821</u> | <u>\$ 339,310,867</u> | <u>\$ 162,117,398</u> | <u>\$ 157,657,878</u> | <u>\$ 319,775,276</u> |

Constructions in process for governmental activities relate to the district-wide school building renovations, Max Read Field, and Main Street Garage renovations. These projects will be funded by a combination of grant monies and bond debt expected to be issued in the upcoming years. Construction in process for business-type activities relate to Pawtucket Water Supply Board annual water main replacement contracts to be funded from bond proceeds available from bonds issued in fiscal year 2016, and rate revenue restricted for infrastructure improvements. The water transmission and distribution system capital improvements, which will benefit the rate payers for many years, are paid from debt financing on an as needed basis.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

The City of Pawtucket's Capital Assets (Continued)

The City has the following commitments related to construction project contracts at June 30, 2017:
City:

| | |
|-----------------------------|--------------------|
| School Building Renovations | \$2,919,017 |
| Max Read Field | 587,919 |
| Main St. Parking Garage | 1,837 |
| Floating Dock | 29,643 |
| Fallon Playground | 298,566 |
| Broadway 2-way conversion | <u>19,977</u> |
| | \$3,856,959 |

PWSB:

| | |
|---------------------------------|-------------------------------|
| Main Replacement Contract MR-10 | \$ 167,675 |
| Clean Lining Contract CL-6 | <u>1,044,903</u> |
| | \$1,212,578 |
| | <u>\$5,069,537</u> |

The City of Pawtucket's Debt Administration

At the end of the current fiscal year, the City of Pawtucket's Governmental Activities had a total bonded debt of \$70,673,781. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the City's long-term liabilities:

The following is a summary of the City's long-term debt:

City of Pawtucket
General Obligation Bonds and Notes Payable

| | 2017 | | | 2016 | | |
|---|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
| | Governmental Activities | Business-Type Activities | Total | Governmental Activities | Business-Type Activities | Total |
| General obligation bonds and loans payable | \$ 71,140,581 | | \$ 71,140,581 | \$ 51,298,202 | | \$ 51,298,202 |
| Bond premiums and capital leases | 9,180,440 | 1,237,600 | 10,418,040 | 8,348,225 | 1,304,126 | 9,652,351 |
| Water and clean water bonds | | 92,351,372 | 92,351,372 | | 94,445,921 | 94,445,921 |
| Total bonds and loans payable, bond premium and capital leases | <u>80,321,021</u> | <u>93,588,972</u> | <u>173,909,993</u> | <u>59,646,427</u> | <u>95,750,047</u> | <u>155,396,474</u> |
| Other Liabilities | | | | | | |
| Compensated absences | 7,667,345 | 729,390 | 8,396,735 | 8,091,413 | 737,518 | 8,828,931 |
| Net OPEB obligations | 106,545,744 | 1,581,910 | 108,127,654 | 99,929,218 | 1,605,267 | 101,534,485 |
| Pension liability | 2,379,232 | - | 2,379,232 | 2,462,384 | - | 2,462,384 |
| Net pension liability | 282,971,134 | 4,106,539 | 287,077,673 | 271,734,735 | 3,732,680 | 275,467,415 |
| Total Other Liabilities | <u>399,563,455</u> | <u>6,417,839</u> | <u>405,981,294</u> | <u>382,217,750</u> | <u>6,075,465</u> | <u>388,293,215</u> |
| | <u>\$ 479,884,476</u> | <u>\$ 100,006,811</u> | <u>\$ 579,891,287</u> | <u>\$ 441,864,177</u> | <u>\$ 101,825,512</u> | <u>\$ 543,689,689</u> |

Additional information on the City's long-term liabilities can be found in Note 9 of the Notes to the Financial Statements and on pages 55 through 57.

CITY OF PAWTUCKET, RHODE ISLAND
Management's Discussion and Analysis

The City of Pawtucket's Debt Administration (Continued)

The City maintains a "A3" rating from Moody's and an "A-" from Fitch for general obligation debt. The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable City property on the general obligation debt that a municipality can issue. The City of Pawtucket's limit is \$109,058,320 at fiscal year-end. The City's outstanding general obligation debt that is applicable to the debt limit is \$3,538,800 at year-end, which is \$105,519,520 under the State imposed limitation.

Economic Factors and Next Year's Budgets and Rates

The City of Pawtucket's total general fund budget for fiscal year 2018 amounts to \$246,352,715, which reflects an increase of \$10,150,768, or 4.30% more than the fiscal 2017 budget of \$236,201,947. Of the City's 2018 budget \$122,283,790 or 49.64%, is budgeted for educational purposes and \$124,068,925 or 50.36% is budgeted for other purposes.

The City's tax rate for fiscal year 2018 is \$34.88 per thousand for commercial real property, \$22.72s per thousand for residential real property, \$53.30 per thousand for motor vehicles and \$52.09 per thousand for tangible personal property. Taxes for retail/wholesale inventory have been completely phased out.

Request for Information

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the City's finances and to show the City's accountability for the tax dollars received. Questions concerning this report, or requests for additional information, should be directed to Ms. Joanna L'Heureux, Finance Director, Pawtucket City Hall, 137 Roosevelt Avenue, Pawtucket, RI 02860, Telephone (401)728-0500.

Joanna L'Heureux
Finance Director

BASIC FINANCIAL STATEMENTS

CITY OF PAWTUCKET, RHODE ISLAND

A-1

STATEMENT OF NET POSITION

JUNE 30, 2017

| | Primary Government | | | Component Unit Pawtucket Business Development Corporation |
|--|----------------------------|-----------------------------|-------------------------|---|
| | Governmental Activities | Business-type Activities | Total | |
| Assets | | | | |
| Current assets | | | | |
| Cash and cash equivalents | \$ 41,946,719 | \$ 5,706,458 | \$ 47,653,177 | \$ 193,472 |
| Investments | 927,794 | -- | 927,794 | -- |
| Real estate and personal property taxes receivable | 7,303,947 | -- | 7,303,947 | -- |
| Water user fees receivable | -- | 3,533,416 | 3,533,416 | -- |
| Due from federal and state government | 4,013,909 | 816,813 | 4,830,722 | -- |
| Due from RICWFA | 6,838,345 | -- | 6,838,345 | -- |
| Internal balances | 5,128,478 | (5,128,478) | -- | -- |
| Other receivables | 5,310,966 | -- | 5,310,966 | 1,295 |
| Prepaid items | 188,482 | 85,699 | 274,181 | 324,555 |
| Inventories | -- | 400,498 | 400,498 | -- |
| Notes receivable | 150,000 | -- | 150,000 | -- |
| Total current assets | 71,808,640 | 5,414,406 | 77,223,046 | 519,322 |
| Noncurrent assets | | | | |
| Restricted assets: | | | | |
| Cash and cash equivalents | -- | 19,754,397 | 19,754,397 | -- |
| Investments | -- | 5,453,508 | 5,453,508 | -- |
| Capital assets: | | | | |
| Capital assets not being depreciated | 38,287,620 | 13,429,799 | 51,717,419 | -- |
| Capital assets being depreciated | 141,144,426 | 146,449,022 | 287,593,448 | -- |
| Total noncurrent assets | 179,432,046 | 185,086,726 | 364,518,772 | -- |
| Total assets | 251,240,686 | 190,501,132 | 441,741,818 | 519,322 |
| Deferred outflows of resources | | | | |
| Pension | 43,958,945 | 1,405,444 | 45,364,389 | -- |
| Total deferred outflows of resources | 43,958,945 | 1,405,444 | 45,364,389 | -- |
| Liabilities | | | | |
| Current liabilities | | | | |
| Accounts payable and accrued liabilities | 12,683,242 | 2,710,783 | 15,394,025 | 2,540 |
| Accrued interest payable | 578,680 | 1,136,582 | 1,715,262 | -- |
| Unearned revenue | 351,644 | -- | 351,644 | -- |
| Bond anticipation note | 20,400,000 | -- | 20,400,000 | -- |
| Deposits | -- | 10,855 | 10,855 | -- |
| Long-term liabilities due within one year | 7,059,732 | 5,520,185 | 12,579,917 | -- |
| Total current liabilities | 41,073,298 | 9,378,405 | 50,451,703 | 2,540 |
| Noncurrent liabilities | | | | |
| Other noncurrent liabilities | -- | 209,206 | 209,206 | -- |
| Long-term liabilities | 472,824,744 | 94,486,626 | 567,311,370 | -- |
| Total noncurrent liabilities | 472,824,744 | 94,695,832 | 567,520,576 | -- |
| Total liabilities | 513,898,042 | 104,074,237 | 617,972,279 | 2,540 |
| Deferred inflows of resources | | | | |
| Pension | 15,654,033 | 699,799 | 16,353,832 | -- |
| Total deferred inflows of resources | 15,654,033 | 699,799 | 16,353,832 | -- |
| Net position | | | | |
| Net investment in capital assets | 78,861,025 | 64,493,402 | 143,354,427 | -- |
| Restricted for: | | | | |
| Trust agreements | -- | 17,520,955 | 17,520,955 | -- |
| Public utilities commission order | -- | 6,550,370 | 6,550,370 | -- |
| Capital projects | 4,838,093 | -- | 4,838,093 | -- |
| Education | 1,177,436 | -- | 1,177,436 | -- |
| Housing services | 324,836 | -- | 324,836 | -- |
| Other purposes | 8,780,563 | -- | 8,780,563 | 515,591 |
| Unrestricted | (328,334,397) | (1,432,187) | (329,766,584) | 1,191 |
| Total net position | \$ (234,352,444) | \$ 87,132,540 | \$ (147,219,904) | \$ 516,782 |

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

CITY OF PAWTUCKET, RHODE ISLAND

A-2

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | | Component Unit Pawtucket Business Development Corporation |
|--|-----------------------|-------------------------|--|--|---|-----------------------------|-------------------------|---|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | | |
| | | | | | Governmental Activities | Business-type Activities | Total | |
| Governmental Activities: | | | | | | | | |
| Legislative, judicial and general administrative | \$ 38,298,673 | \$ 34,271,593 | \$ -- | \$ 105,488 | \$ (3,921,592) | \$ -- | \$ (3,921,592) | \$ -- |
| Financial administration | 2,933,886 | -- | -- | -- | (2,933,886) | -- | (2,933,886) | -- |
| Public safety | 57,458,425 | 3,973,706 | 2,009,751 | -- | (51,474,968) | -- | (51,474,968) | -- |
| Public works | 15,623,761 | 2,047,648 | -- | 3,806,838 | (9,769,275) | -- | (9,769,275) | -- |
| Planning, engineering and inspection | 3,297,073 | 3,783 | 1,504,268 | -- | (1,789,022) | -- | (1,789,022) | -- |
| Other | 12,750,669 | -- | -- | -- | (12,750,669) | -- | (12,750,669) | -- |
| Education | 141,552,310 | 758,248 | 10,395,030 | -- | (130,399,032) | -- | (130,399,032) | -- |
| Interest on long-term debt | 2,321,263 | -- | -- | -- | (2,321,263) | -- | (2,321,263) | -- |
| Total Governmental Activities | <u>274,236,060</u> | <u>41,054,978</u> | <u>13,909,049</u> | <u>3,912,326</u> | <u>(215,359,707)</u> | <u>--</u> | <u>(215,359,707)</u> | <u>--</u> |
| Business-Type Activity: | | | | | | | | |
| School lunch fund | 4,769,804 | 488,311 | 4,199,010 | -- | -- | (82,483) | (82,483) | -- |
| Water Supply Board | 15,380,972 | 20,610,917 | 79,106 | -- | -- | 5,309,051 | 5,309,051 | -- |
| Total Business-Type Activity | <u>20,150,776</u> | <u>21,099,228</u> | <u>4,278,116</u> | <u>--</u> | <u>--</u> | <u>5,226,568</u> | <u>5,226,568</u> | <u>--</u> |
| Total Primary Government | <u>\$ 294,386,836</u> | <u>\$ 62,154,206</u> | <u>\$ 18,187,165</u> | <u>\$ 3,912,326</u> | <u>(215,359,707)</u> | <u>5,226,568</u> | <u>(210,133,139)</u> | <u>--</u> |
| Component Unit | | | | | | | | |
| Pawtucket Business Development Corp | \$ 20,217 | \$ -- | \$ 5,000 | \$ -- | | | | (15,217) |
| General Revenues: | | | | | | | | |
| Taxes: | | | | | | | | |
| Property taxes levied for general purposes | | | | | 103,712,403 | | 103,712,403 | |
| State aid, unrestricted | | | | | 97,909,983 | | 97,909,983 | |
| State aid, teachers' pension plan | | | | | 5,404,333 | | 5,404,333 | |
| Investment and interest income | | | | | 1,177,899 | 300,398 | 1,478,297 | 15,493 |
| Other revenues | | | | | 1,035,804 | 77,538 | 1,113,342 | |
| Transfer (in) out | | | | | (50,000) | 50,000 | -- | 1,353 |
| Total General Revenues | | | | | <u>209,190,422</u> | <u>427,936</u> | <u>209,618,358</u> | <u>16,846</u> |
| Change in Net Position | | | | | (6,169,285) | 5,654,504 | (514,781) | 1,629 |
| Net Position - Beginning of Year, as restated | | | | | (228,183,159) | 81,478,036 | (146,705,123) | 515,153 |
| Net Position - End of Year | | | | | <u>\$ (234,352,444)</u> | <u>\$ 87,132,540</u> | <u>\$ (147,219,904)</u> | <u>\$ 516,782</u> |

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

FUND FINANCIAL STATEMENTS

CITY OF PAWTUCKET, RHODE ISLAND

B-1

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2017

| | General Fund | School Unrestricted Fund | School \$32,000,000 Capital Projects Fund | Other Non-Major Governmental Funds | Total Governmental Funds |
|---|----------------------|--------------------------------|--|---|--------------------------------|
| Assets | | | | | |
| Cash and cash equivalents | \$ 6,786,994 | \$ 2,355,859 | \$ 15,403,176 | \$ 11,465,387 | \$ 36,011,416 |
| Investments | -- | -- | -- | 927,794 | 927,794 |
| Real estate and personal property tax receivable | 7,303,947 | -- | -- | -- | 7,303,947 |
| Due from federal and state governments | 2,002,559 | 571,745 | -- | 1,439,605 | 4,013,909 |
| Due from RICWFA | -- | -- | -- | 6,838,345 | 6,838,345 |
| Due from other funds | 7,247,711 | -- | -- | -- | 7,247,711 |
| Other receivables | -- | 85,416 | -- | 3,704,467 | 3,789,883 |
| Prepaid items | -- | 188,482 | -- | -- | 188,482 |
| Notes receivable | -- | -- | -- | 150,000 | 150,000 |
| Total Assets | <u>\$ 23,341,211</u> | <u>\$ 3,201,502</u> | <u>\$ 15,403,176</u> | <u>\$ 24,525,598</u> | <u>\$ 66,471,487</u> |
| Liabilities, deferred inflows and fund balances | | | | | |
| Liabilities | | | | | |
| Accounts payable and accrued liabilities | \$ 2,383,090 | \$ 2,293,533 | \$ 2,212,805 | \$ 3,320,625 | \$ 10,210,053 |
| Due to other funds | -- | -- | -- | 2,119,233 | 2,119,233 |
| Unearned revenue | 351,644 | -- | -- | -- | 351,644 |
| Bond anticipation note | -- | -- | 12,300,000 | 8,100,000 | 20,400,000 |
| Total liabilities | <u>2,734,734</u> | <u>2,293,533</u> | <u>14,512,805</u> | <u>13,539,858</u> | <u>33,080,930</u> |
| Deferred inflows of resources | | | | | |
| Unavailable revenue - property taxes | <u>6,538,921</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>6,538,921</u> |
| Total deferred inflows of resources | <u>6,538,921</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>6,538,921</u> |
| Fund balances | | | | | |
| Non-spendable | -- | 188,482 | -- | 1,370,572 | 1,559,054 |
| Restricted | -- | 719,487 | -- | 12,842,387 | 13,561,874 |
| Committed | 789,518 | -- | -- | 1,444,708 | 2,234,226 |
| Assigned | 1,012,001 | -- | -- | -- | 1,012,001 |
| Unassigned | <u>12,266,037</u> | <u>--</u> | <u>890,371</u> | <u>(4,671,927)</u> | <u>8,484,481</u> |
| Total fund balances | <u>14,067,556</u> | <u>907,969</u> | <u>890,371</u> | <u>10,985,740</u> | <u>26,851,636</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 23,341,211</u> | <u>\$ 3,201,502</u> | <u>\$ 15,403,176</u> | <u>\$ 24,525,598</u> | <u>\$ 66,471,487</u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

B-2

**RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS (B-1) TO THE STATEMENT OF NET POSITION (A-1)
JUNE 30, 2017**

Amounts Reported for Governmental Activities in the Statement of Net Position Differ Because:

| | |
|--|-------------------------|
| Total Net Position (B-1) | \$ 26,851,636 |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 179,432,046 |
| Deferred outflows relating to pensions are recorded in the statement of net position | 43,958,945 |
| Deferred inflows relating to pensions are recorded in the statement of net position | (15,654,033) |
| Long-term liabilities and related items are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds. Long-term liabilities (net of premiums) at year-end consist of: | |
| Bonds and loans payable | (71,140,581) |
| Bond premium | (3,284,016) |
| Capital leases | (5,896,424) |
| Compensated absences | (7,667,345) |
| Claims payable | |
| Accrual for net pension liability | (282,971,134) |
| Accrual for net OPEB obligation | (106,545,744) |
| Accrual for pension liability | (2,379,232) |
| Accrued interest payable is recorded in government activities, but is not recorded in the funds. | (578,680) |
| Internal service funds are recorded as proprietary funds in the fund financial statements but are recorded as governmental activities on the government-wide statement of net position | 4,983,197 |
| Unavailable tax revenues (net of an allowance for uncollectible) are recorded in the funds, but are not deferred under the measurement focus employed in the statement of net position. | <u>6,538,921</u> |
| Total Net Position (A-1) | <u>\$ (234,352,444)</u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

B-3

**STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | General Fund | School Unrestricted Fund | School \$32,000,000 Capital Projects Fund | Other Non-Major Governmental Funds | Total Governmental Funds |
|---|----------------------|--------------------------------|--|---|--------------------------------|
| Revenues | | | | | |
| General property taxes and payments in lieu of taxes | \$ 103,273,022 | \$ -- | \$ -- | \$ -- | \$ 103,273,022 |
| Intergovernmental and departmental | 6,916,543 | 85,162,831 | -- | -- | 92,079,374 |
| Licenses | 238,967 | -- | -- | -- | 238,967 |
| Permits | 720,482 | -- | -- | -- | 720,482 |
| Fines and forfeitures | 296,591 | -- | -- | -- | 296,591 |
| Charges for service | 3,677,115 | 595,780 | -- | 2,213,899 | 6,486,794 |
| Operating grants and contributions | -- | -- | -- | 13,909,049 | 13,909,049 |
| Capital grants and contributions | -- | -- | -- | 3,912,326 | 3,912,326 |
| Investment income | 999,672 | -- | -- | 178,227 | 1,177,899 |
| On behalf pension contribution | -- | 5,404,333 | -- | -- | 5,404,333 |
| Other revenues | 830,923 | -- | -- | -- | 830,923 |
| Total revenues | <u>116,953,315</u> | <u>91,162,944</u> | <u>--</u> | <u>20,213,501</u> | <u>228,329,760</u> |
| Expenditures | | | | | |
| Legislative and executive | 4,008,317 | -- | -- | 1,224,224 | 5,232,541 |
| Finance | 2,909,603 | -- | -- | -- | 2,909,603 |
| Planning | 1,475,847 | -- | -- | 1,784,190 | 3,260,037 |
| Public safety | 47,379,765 | -- | -- | 2,700,962 | 50,080,727 |
| Public works | 10,662,948 | -- | -- | 7,460,906 | 18,123,854 |
| Senior Center | 513,375 | -- | -- | -- | 513,375 |
| Other fixed and general charges | 12,297,789 | -- | -- | -- | 12,297,789 |
| Education | -- | 114,821,200 | 12,572,379 | 15,170,667 | 142,564,246 |
| Debt service principal | 5,199,819 | 107,407 | -- | 35,200 | 5,342,426 |
| Debt service interest | 2,136,804 | 29,302 | -- | 5,137 | 2,171,243 |
| On behalf pension contribution | -- | 5,404,333 | -- | -- | 5,404,333 |
| Total expenditures | <u>86,584,267</u> | <u>120,362,242</u> | <u>12,572,379</u> | <u>28,381,286</u> | <u>247,900,174</u> |
| Excess of revenues over (under) expenditures | | | | | |
| before other financing sources (uses) | <u>30,369,048</u> | <u>(29,199,298)</u> | <u>(12,572,379)</u> | <u>(8,167,785)</u> | <u>(19,570,414)</u> |
| Other financing sources (uses) | | | | | |
| Transfers from other funds | 292,813 | 30,911,623 | -- | 5,374,125 | 36,578,561 |
| Transfers to other funds | (30,800,724) | (2,181,371) | -- | (3,646,466) | (36,628,561) |
| Bond proceeds | 5,115,000 | -- | 17,000,000 | 8,415,000 | 30,530,000 |
| Payments to refunding bond escrow agent | (7,290,162) | -- | -- | -- | (7,290,162) |
| Bond premium | 2,448,404 | -- | -- | -- | 2,448,404 |
| Total other financing sources (uses) | <u>(30,234,669)</u> | <u>28,730,252</u> | <u>17,000,000</u> | <u>10,142,659</u> | <u>25,638,242</u> |
| Net change in fund balances | 134,379 | (469,046) | 4,427,621 | 1,974,874 | 6,067,828 |
| Fund balances (deficit) - beginning of year, as restated | 13,933,177 | 1,377,015 | (3,537,250) | 9,010,866 | 20,783,808 |
| Fund balances - end of year | <u>\$ 14,067,556</u> | <u>\$ 907,969</u> | <u>\$ 890,371</u> | <u>\$ 10,985,740</u> | <u>\$ 26,851,636</u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

B-4

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS (B-2) TO THE STATEMENT OF ACTIVITIES (A-2)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | |
|--|-----------------------|
| Net Change in Fund Balances - Total Governmental Funds (B-3) | \$ 6,067,828 |
| <p>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 and amortization expense. The capital outlays are as follows:</p> | |
| Capital asset additions | 26,644,315 |
| Less net book value of disposed assets | <u>(2,246,341)</u> |
| Net capital outlays reported as expenditures | 24,397,974 |
| Depreciation expense | (7,083,326) |
| Proceeds from issuance of long-term debt | (32,978,404) |
| Change in accrued interest | 178,758 |
| Change in liability for compensated absences | 424,068 |
| Change in unearned tax revenues that are recorded in the funds, but are not deferred under the measurement focus employed | 439,381 |
| Principal payments made on long-term obligations | 12,303,810 |
| Excess of internal service funds' revenues over expenses, reported as governmental activities in government-wide statement of activities | 510,143 |
| Accrual for OPEB obligation | (6,616,526) |
| Change in pension liability | 83,152 |
| Change in net pension liability | (11,236,399) |
| Change in deferred inflows of resources | (2,360,357) |
| Change in deferred outflows of resources | <u>9,700,613</u> |
| Change in Net Position of Governmental Activities (A-2) | <u>\$ (6,169,285)</u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

C-1

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

| | Business-Type Activities Enterprise Funds | | | Governmental Activities |
|---|--|----------------------|----------------------|----------------------------|
| | School Lunch | Water | Total | Internal Service Fund |
| | Fund | Supply Board | | |
| Assets | | | | |
| Current assets | | | | |
| Cash and cash equivalents | \$ 1,389,938 | \$ 4,316,520 | \$ 5,706,458 | \$ 5,935,303 |
| Water user fees receivable | -- | 3,533,416 | 3,533,416 | -- |
| Due from federal and state government | 807,313 | 9,500 | 816,813 | -- |
| Inventories | -- | 400,498 | 400,498 | -- |
| Other receivables | -- | -- | -- | 1,521,083 |
| Prepaid items | -- | 85,699 | 85,699 | -- |
| Total current assets | 2,197,251 | 8,345,633 | 10,542,884 | 7,456,386 |
| Noncurrent assets | | | | |
| Restricted cash and cash equivalents | -- | 19,754,397 | 19,754,397 | -- |
| Investments | -- | 5,453,508 | 5,453,508 | -- |
| Capital assets: | | | | |
| Land | -- | 5,915,052 | 5,915,052 | -- |
| Non-depreciable assets | -- | 7,514,747 | 7,514,747 | -- |
| Depreciable assets, net | -- | 146,449,022 | 146,449,022 | -- |
| Total noncurrent assets | -- | 185,086,726 | 185,086,726 | -- |
| Total assets | 2,197,251 | 193,432,359 | 195,629,610 | 7,456,386 |
| Deferred outflows of resources | | | | |
| Pension | -- | 1,405,444 | 1,405,444 | -- |
| Total deferred outflows of resources | -- | 1,405,444 | 1,405,444 | -- |
| Liabilities | | | | |
| Current liabilities | | | | |
| Accounts payable and accrued expenses | 433,847 | 480,490 | 914,337 | 2,473,189 |
| Accounts payable from restricted assets | -- | 1,796,446 | 1,796,446 | -- |
| Accrued interest payable | -- | 1,136,582 | 1,136,582 | -- |
| Deposits | -- | 10,855 | 10,855 | -- |
| Due to General Fund | 1,741,946 | 3,386,532 | 5,128,478 | -- |
| Long-term debt due within one year | -- | 5,520,185 | 5,520,185 | -- |
| Total current liabilities | 2,175,793 | 12,331,090 | 14,506,883 | 2,473,189 |
| Noncurrent liabilities | | | | |
| Accrued expenses | -- | 209,206 | 209,206 | -- |
| Net pension liability | -- | 4,106,539 | 4,106,539 | -- |
| Accrued compensated absences and vacation | -- | 656,451 | 656,451 | -- |
| Net OPEB obligation | -- | 1,581,910 | 1,581,910 | -- |
| Bonds, loans and notes payable | -- | 88,141,726 | 88,141,726 | -- |
| Total noncurrent liabilities | -- | 94,695,832 | 94,695,832 | -- |
| Total liabilities | 2,175,793 | 107,026,922 | 109,202,715 | 2,473,189 |
| Deferred inflows of resources | | | | |
| Pension | -- | 699,799 | 699,799 | -- |
| Total deferred inflows of resources | -- | 699,799 | 699,799 | -- |
| Net position | | | | |
| Net investment in capital assets | -- | 64,493,402 | 64,493,402 | -- |
| Restricted for: | | | | |
| Trust agreement | -- | 17,520,955 | 17,520,955 | -- |
| Public utilities commission order | -- | 6,550,370 | 6,550,370 | -- |
| Other purposes | -- | -- | -- | 4,983,197 |
| Unrestricted | 21,458 | (1,453,645) | (1,432,187) | -- |
| Total net position | \$ 21,458 | \$ 87,111,082 | \$ 87,132,540 | \$ 4,983,197 |

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

CITY OF PAWTUCKET, RHODE ISLAND

C-2

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | Business-Type Activities | | | Governmental |
|--|--------------------------|----------------------|----------------------|---------------------|
| | Enterprise Funds | | | Activities |
| | School Lunch | Water | Total | Internal Service |
| | Fund | Supply Board | | Fund |
| Operating revenues | | | | |
| Charges for services | \$ 488,311 | \$ 20,111,488 | \$ 20,599,799 | \$ 33,312,144 |
| Other income | -- | 499,429 | 499,429 | 204,881 |
| Total operating revenues | <u>488,311</u> | <u>20,610,917</u> | <u>21,099,228</u> | <u>33,517,025</u> |
| Operating expenses | | | | |
| General and administrative | -- | 2,048,876 | 2,048,876 | 33,006,882 |
| Customer service | -- | 480,394 | 480,394 | -- |
| Source of supply | -- | 1,090,543 | 1,090,543 | -- |
| Purification | -- | 2,766,758 | 2,766,758 | -- |
| Transmission and distribution | -- | 1,735,630 | 1,735,630 | -- |
| Engineering | -- | 467,255 | 467,255 | -- |
| Meters | -- | 400,314 | 400,314 | -- |
| Depreciation and amortization | -- | 2,972,397 | 2,972,397 | -- |
| School lunch program | 4,769,804 | -- | 4,769,804 | -- |
| Total operating expenses | <u>4,769,804</u> | <u>11,962,167</u> | <u>16,731,971</u> | <u>33,006,882</u> |
| Income (loss) from operations | <u>(4,281,493)</u> | <u>8,648,750</u> | <u>4,367,257</u> | <u>510,143</u> |
| Non-operating revenues (expenses) | | | | |
| Rental income, net | -- | 26,542 | 26,542 | -- |
| Intergovernmental income | -- | 79,106 | 79,106 | -- |
| Federal grants | 4,129,281 | -- | 4,129,281 | -- |
| State matching funds | 69,729 | -- | 69,729 | -- |
| Miscellaneous non-operating income | -- | 50,996 | 50,996 | -- |
| Interest income | -- | 300,398 | 300,398 | -- |
| Debt issuance cost | -- | (13,570) | (13,570) | -- |
| Disposition cost of assets | -- | (96,440) | (96,440) | -- |
| Interest expense | -- | (3,308,795) | (3,308,795) | -- |
| Total non-operating revenues (expenses) | <u>4,199,010</u> | <u>(2,961,763)</u> | <u>1,237,247</u> | <u>--</u> |
| Transfers | | | | |
| Transfers from other funds | 50,000 | -- | 50,000 | -- |
| Total transfers | <u>50,000</u> | <u>--</u> | <u>50,000</u> | <u>--</u> |
| Change in net position | <u>(32,483)</u> | <u>5,686,987</u> | <u>5,654,504</u> | <u>510,143</u> |
| Net Position - beginning of year | <u>53,941</u> | <u>81,424,095</u> | <u>81,478,036</u> | <u>4,473,054</u> |
| Net position - end of year | <u>\$ 21,458</u> | <u>\$ 87,111,082</u> | <u>\$ 87,132,540</u> | <u>\$ 4,983,197</u> |

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

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | Business-Type Activities | | | Governmental |
|---|--------------------------|-----------------------|----------------------|--------------------------|
| | Enterprise Funds | | | Activities |
| | School Lunch Fund | Water Supply Board | Total | Internal Service Fund |
| Cash flows from operating activities: | | | | |
| Cash received from customers | \$ 488,311 | \$ 20,974,509 | \$ 21,462,820 | \$ 33,516,942 |
| Cash payments to suppliers for goods and services | (6,015,635) | (5,861,787) | (11,877,422) | -- |
| Cash payments to employees for services | (128,021) | (2,333,952) | (2,461,973) | -- |
| Cash payments of administrative expenses | -- | -- | -- | (33,226,008) |
| Net cash (used in) provided by operating activities | <u>(5,655,345)</u> | <u>12,778,770</u> | <u>7,123,425</u> | <u>290,934</u> |
| Cash flows from non-capital financing activities: | | | | |
| Transfers from other funds | 50,000 | -- | 50,000 | -- |
| Rental income received | -- | 26,542 | 26,542 | -- |
| Intergovernmental revenue | 4,199,010 | 79,106 | 4,278,116 | -- |
| Miscellaneous non-operating revenue received | -- | 50,996 | 50,996 | -- |
| Interfund borrowings | <u>1,741,946</u> | <u>377,692</u> | <u>2,119,638</u> | <u>--</u> |
| Net cash provided by non-capital financing activities | <u>5,990,956</u> | <u>534,336</u> | <u>6,525,292</u> | <u>--</u> |
| Cash flows from capital and related financing activities: | | | | |
| Principal paid on bonds, notes and loans | -- | (4,839,579) | (4,839,579) | -- |
| Proceeds from bond issuance | -- | 2,745,030 | 2,745,030 | -- |
| Additions to capital assets | -- | (5,193,341) | (5,193,341) | -- |
| Debt issuance cost | -- | (13,570) | (13,570) | -- |
| Disposition cost of assets | -- | (96,440) | (96,440) | -- |
| Interest paid on bonds, notes and loans | <u>--</u> | <u>(3,389,644)</u> | <u>(3,389,644)</u> | <u>--</u> |
| Net cash used in capital-related financing activities | <u>--</u> | <u>(10,787,544)</u> | <u>(10,787,544)</u> | <u>--</u> |
| Cash flows from investing activities: | | | | |
| Purchase/sale of investments, net | -- | 11,754 | 11,754 | -- |
| Investment income | <u>--</u> | <u>300,398</u> | <u>300,398</u> | <u>--</u> |
| Net cash provided by investing activities | <u>--</u> | <u>312,152</u> | <u>312,152</u> | <u>--</u> |
| Net increase in cash and cash equivalents | 335,611 | 2,837,714 | 3,173,325 | 290,934 |
| Cash and cash equivalents - beginning of year | <u>1,054,327</u> | <u>21,233,203</u> | <u>22,287,530</u> | <u>5,644,369</u> |
| Cash and cash equivalents - end of year | <u>\$ 1,389,938</u> | <u>\$ 24,070,917</u> | <u>\$ 25,460,855</u> | <u>\$ 5,935,303</u> |
| Unrestricted cash and cash equivalents, per statement of net position | \$ 1,389,938 | \$ 4,316,520 | \$ 5,706,458 | \$ 5,935,303 |
| Restricted cash and cash equivalents, per statement of net position | <u>--</u> | <u>19,754,397</u> | <u>19,754,397</u> | <u>--</u> |
| Total cash and cash equivalents, per statement of net position | <u>\$ 1,389,938</u> | <u>\$ 24,070,917</u> | <u>\$ 25,460,855</u> | <u>\$ 5,935,303</u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

C-3

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Business-Type Activities Enterprise Funds | | | Governmental Activities |
|--|--|-----------------------|---------------------|----------------------------|
| | School Lunch Fund | Water Supply Board | Total | Internal Service Fund |
| Reconciliation of operating income to net cash | | | | |
| Provided by operating activities | | | | |
| Operating income (loss) | \$ (4,281,493) | \$ 8,648,750 | \$ 4,367,257 | \$ 510,143 |
| Adjustments to reconcile operating income to net | | | | |
| Cash provided by operating activities | | | | |
| Depreciation and amortization | -- | 2,972,397 | 2,972,397 | -- |
| Loss on retirement of capital assets | -- | -- | -- | -- |
| Changes in assets and liabilities: | | | | |
| (Increase) decrease in accounts receivable and accrued revenue | (487,553) | -- | (487,553) | (83) |
| (Increase) decrease in inventories | -- | 19,306 | 19,306 | -- |
| (Increase) decrease in prepaid items | -- | 65,462 | 65,462 | -- |
| (Increase) decrease in user charges receivable | -- | 365,867 | 365,867 | -- |
| (Increase) decrease in due from federal and state agencies | -- | 13,254 | 13,254 | -- |
| (Increase) decrease in deferred outflows | -- | (493,788) | (493,788) | -- |
| Increase (decrease) in accounts payable and accrued expenses | (886,299) | 735,483 | (150,816) | (219,126) |
| Increase (decrease) in accrued compensated absences and vacation | -- | (8,128) | (8,128) | -- |
| Increase (decrease) in net pension liability | -- | 373,859 | 373,859 | -- |
| Increase (decrease) in net OPEB obligation | -- | (23,357) | (23,357) | -- |
| Increase (decrease) in deferred inflows | -- | 111,937 | 111,937 | -- |
| Increase (decrease) in deposits | -- | (2,272) | (2,272) | -- |
| Total adjustments | <u>(1,373,852)</u> | <u>4,130,020</u> | <u>2,756,168</u> | <u>(219,209)</u> |
| Net cash (used in) provided by operating activities | <u>\$ (5,655,345)</u> | <u>\$ 12,778,770</u> | <u>\$ 7,123,425</u> | <u>\$ 290,934</u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

D-1

STATEMENT OF FIDUCIARY NET POSITION

JUNE 30, 2017

| | City Pension Trust Fund (New Plan) | Agency Funds |
|---|--|--------------------------|
| Assets | | |
| Cash equivalents | \$ 3,397,213 | \$ 308,310 |
| Investments, at Fair Value: | | |
| Common stock | 78,755,479 | -- |
| Equity Mutual Funds | 2,183,674 | |
| U.S. Government obligations | 15,767,377 | -- |
| U.S. Government agency obligations | 5,082,494 | -- |
| Domestic corporate bonds | 9,234,241 | -- |
| Total Investments | <u>111,023,265</u> | <u>--</u> |
| Receivables: | | |
| Interest and dividends | 363,174 | -- |
| Other | 448,343 | -- |
| Total Receivables | <u>811,517</u> | <u>--</u> |
| Total Assets | <u><u>\$ 115,231,995</u></u> | <u><u>\$ 308,310</u></u> |
| Liabilities | | |
| Amounts held for the benefit of others | \$ -- | \$ 308,310 |
| Accounts payable and accrued expenses | 365,084 | -- |
| Total Liabilities | <u>365,084</u> | <u>308,310</u> |
| Net Position | | |
| Net position held in trust for pension benefits | <u><u>\$ 114,866,911</u></u> | <u><u>\$ --</u></u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

D-2

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | City Pension Trust Fund (New Plan) |
|---|--|
| Additions | |
| Contributions: | |
| Employer and plan members | \$ 13,646,297 |
| Plan members | 1,955,294 |
| Total Contributions | <u>15,601,591</u> |
| Investment Income | |
| Net increase in fair value of investments | 9,190,091 |
| Interest and dividends | 2,228,673 |
| Other | 13,849 |
| Net Investment Earnings | <u>11,432,613</u> |
| Less: investment expenses | (628,730) |
| Total investment income (loss) | <u>10,803,883</u> |
| Total Additions | <u>26,405,474</u> |
| Deductions | |
| Benefits paid | 14,901,137 |
| Administrative and other expenses | 107,167 |
| Total Deductions | <u>15,008,304</u> |
| Change in Net Position | 11,397,170 |
| Net Position - Beginning of Year | <u>103,469,741</u> |
| Net Position - End of Year | <u>\$ 114,866,911</u> |

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

NOTES TO FINANCIAL STATEMENTS

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Pawtucket, Rhode Island (the City), have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The government's significant accounting policies are described below.

REPORTING ENTITY

The City of Pawtucket is a municipal corporation governed by a Council/Mayor form of government with a nine member City Council headed by a Council President. In some matters, including the issuance of short and long-term debt, the general laws of the State of Rhode Island govern the City. The City provides the following services: Public Safety (police, fire, traffic safety, inspections, zoning and building), Public Works (sanitation, highways and streets, engineering and building maintenance), Planning Engineering and Inspection, Education, Legislative, Judicial, and General Administrative Services.

The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary City's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the City, organizations for which the City is financially accountable and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the City.

Blended Component Unit

The Pawtucket Water Supply Board serves all the citizens of the City and is governed by a board that principally operates under the provisions of the Pawtucket City Charter. The rates for user charges is governed by the general laws of the State of Rhode Island and approval of the Rhode Island Public Utilities Commission. The bond issuance authorizations are approved by the City's council and the City is legally obligated to provide resources in case there are deficiencies in debt service payments and resources are not available from any other remedies. The Pawtucket Water Supply Board is reported as an enterprise fund and issues separate financial statements.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

REPORTING ENTITY (CONTINUED)

Discretely Presented Component Unit

The Pawtucket Business Development Corporation (Corporation) is a nonprofit corporation whose purpose is to promote the growth of business and industry in Pawtucket through loans to local businesses. The Corporation is governed by a volunteer board of directors, appointed by the Mayor of the City of Pawtucket. The board reviews and approves all loans. The Corporation is managed by employees of the City of Pawtucket Planning Department. No compensation is paid to the Planning Department employees or the City for these services. It is discretely presented as a component unit. Complete financial statements for the Pawtucket's Business Development Corporation may be obtained at their administrative office at 137 Roosevelt Ave, Pawtucket, RI 02860.

BASIS OF PRESENTATION

Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the City's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the City has a discretely presented component unit. While the Pawtucket Business Development Corporation is not considered to be a major component unit, it is nevertheless shown in a separate column in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the City's water and transit functions and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BASIS OF PRESENTATION (CONTINUED)

Fund Financial Statements

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

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

In addition to funds that meet the major fund criteria, any other governmental or enterprise fund that the government's officials believe is particularly important to financial statement users (for example, because of public interest or inconsistency) may be reported as a major fund.

General Fund

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

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally or administratively restricted, committed or assigned to expenditures for certain purposes for the City and School.

Capital Project Funds

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

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BASIS OF PRESENTATION (CONTINUED)

Fund Financial Statements (Continued)

Permanent Funds

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

Proprietary Funds

Proprietary funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. Operating revenues of the proprietary funds consist of customer/taxpayer charges for uses and services and certain other miscellaneous revenues. All other revenues of the proprietary funds are considered non-operating sources of revenue. Operating expenses for the enterprise funds includes costs of providing services, including administration and depreciation on capital assets. All other expense items not meeting the above criteria are reported as non-operating expenses.

Fiduciary Funds

Fiduciary Funds are used to report assets held in a trustee or agency capacity and, therefore, cannot be used to support the City's own programs. The following fiduciary funds are used by the City:

Agency Funds

Agency funds account for assets held by the City in a purely custodial capacity. The reporting entity includes five agency funds. Since agency funds are custodial in nature (i.e. assets equal liabilities), they do not involve the measurement of results of operations. The agency funds for the City are those funds relating to the Student Activity Funds.

Pension Funds

The Pension Trust Fund (New Plan) is an irrevocable trust used to account for funds that are to be used for the payment of retirement benefits to former police and fire employees.

The Pension Plan (Old Plan) is not part of an irrevocable trust, and therefore the assets are held in the City's general fund and used for payment of retirement benefits on a pay-as-you-go basis.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

MAJOR FUNDS

The funds further classified as major are as follows:

| <u>Fund</u> | <u>Brief Description</u> |
|---|--|
| <i>Governmental:</i> | |
| General Fund | This fund is the primary operating fund of the City. |
| School Unrestricted Fund | This fund is used to report all financial transactions of the Pawtucket School Department, except those legally or administratively required to be accounted for in other funds. |
| School \$32,000,000 Capital Project Fund | This fund is a capital project fund used to report the financial transactions of the \$32,000,000, 2014 authorization for the construction, renovation, and equipping of the school buildings. |
| <i>Proprietary:</i> | |
| School Lunch | Fund accounts for lunch operations at all the schools. |
| Water Supply Board | This fund accounts for the City's water system. |

MEASUREMENT FOCUS

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

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

- (a) All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and deferred outflows and liabilities and deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period. The City considers property taxes as available if they are collected within 60 days after year end.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

MEASUREMENT FOCUS (CONTINUED)

- (b) All proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position and cash flows. All assets and deferred outflows and liabilities and deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.
- (c) Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

BASIS OF ACCOUNTING

In the government-wide Statement of Net Position and Statement of Activities both governmental and business-like 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, deferred outflows and liabilities and deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

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

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

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE

Cash and Cash Equivalents

For purposes of the cash flow statement, the proprietary funds consider all investments with original maturities of three months or less when purchased to be cash equivalents.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Investments

The City's cash and cash equivalents consist of cash on hand, demand deposits, money market accounts and short-term investments with original maturities of three months or less from the date of acquisition.

The City's investments are reported at fair value. Fair value is 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.

Accounts Receivable

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include property taxes, other receivables and intergovernmental receivables. Business-type activities report service fees as its major receivables.

Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual basis of accounting, but not deferred in the government-wide financial statements in accordance with the accrual basis. Proprietary fund receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivables are based upon historical trends and the periodic aging of accounts receivable. The allowance for uncollectible taxes receivable accounts amounted to \$3,300,000 at June 30, 2017. Major receivable balances for the governmental activities include property taxes and intergovernmental receivables 25% and 26%, respectively, of total governmental receivables. Business-type activities report service fees as its major receivables.

Inventories

Inventories are stated at cost (using the average cost method) and are recorded as expenditures when consumed.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Capital Assets

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

In the government-wide financial statements, capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their acquisition value at the date of donation. Library collections, and capital assets that are not being depreciated, are placed into service using the replacement method of cost for any new assets and the expense is charged to depreciation expense in the year of acquisition. As of June 30, 2017, the City's infrastructure assets have been capitalized and reported within the financial statements.

The City defines capital assets as assets with an individual cost of more than \$10,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical costs (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1979) is included as part of the governmental capital assets reported in the government-wide statements. Donated assets are recorded at their acquisition value, which approximates estimated fair value at the date of donation.

The Pawtucket Water Supply Board's (PWSB in the Enterprise Funds) assets are used as collateral for water improvement revenue bonds.

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:

| | |
|---|--------|
| Autos and information processing equipment | 5 |
| Trucks | 8 |
| Equipment, furniture and fixtures..... | 10 |
| Heavy equipment..... | 25 |
| Buildings, infrastructure, water lines and fire hydrants..... | 39 1/2 |
| Sewer mains and certain water assets | 75-100 |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Open encumbrances at year-end are closed out and re-evaluated at the beginning of the following fiscal year.

Property Taxes

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

All property taxes for fund statement purposes are recognized in compliance with Section P70, "Property Taxes" of the Codification of Governmental Accounting and Financial Reporting Standards on the Fund statements.

The City's fiscal 2017 property taxes were levied in July of 2016 on assessed valuation as of December 31, 2015. Upon levy, taxes are billed quarterly and are due on July 15, October 15, January 15, and April 15. Failure to mail payments by due dates will result in lien on taxpayer's property. Assessed values are established by the Tax Assessor's Office and are currently calculated at 100% of assessed value for real estate and 100% of market value for motor vehicles. The most recent assessment of all real estate was completed as of December 31, 2015.

Compensated Absences

Under the terms of various contracts and agreements, City employees are granted vacation and sick leave in the varying amounts based on length of service. The City's policy is to recognize the cost of the vacation and sick leave in governmental funds when paid, and on the accrual basis in proprietary funds. For governmental fund types accrued compensated absences are presented as a current liability for those amounts expected to be paid with current financial resources. In governmental funds compensated absence expenditures are only reported when matured. For those compensated absences not to be paid with current financial resources the liability is recorded in the Statement of Net Position of the Government-wide Financial Statements. See Note 9 for amounts due and payable at June 30, 2017. For proprietary fund types accrued compensated absences are recorded as a liability within those funds. In past years and in future fiscal years the general fund has been used to liquidate the liability for compensated absences in governmental funds other than those which are liabilities on proprietary funds.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Judgments and Claims

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

Bond Issuance Costs

Bond issuance costs, except any portion related to prepaid insurance costs, are recognized as an expense in the period incurred.

Pensions

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

The pension liability related to the Old Plan of the PFERS, which is a pay-as-you-go plan with no assets, and which is paid out of the general fund, has been determined on the same basis as they are reported by PFERS.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet may 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. At June 30, 2017 the City reports deferred outflows related to pension items in the government-wide statement of net position. The City reports a total of \$45,364,389 for deferred outflow of resources related to pensions. This results from a) the portion of the employer's contributions made in the current fiscal year, but after the measurement date, but not to be expended until future years, b) differences between actual and expected experience, c) the net difference between projected and actual earnings on pension plan investments, and d) changes in proportion and differences between employer contributions and proportionate share of contributions.

In addition to liabilities, the statement of net position and/or balance sheet may 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, 2017 the City had two items qualifying as a deferred inflow of resources in the governmental funds balance sheet. Unavailable tax revenue represents taxes receivables which are assessed on December 31, 2015 and prior and is not collected within 60 days of June 30, 2017. Net unavailable tax revenue included in the fund financial statements was \$6,538,921 at June 30, 2017. 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 totaling \$16,353,832 related to pensions in the government-wide statement of net position. A deferred inflow of resources related to pension items results from differences between expected and actual experience, changes in assumptions or the net difference between projected and actual earnings on pension plan investments. These amounts are deferred and include in pension 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).

Self-Insurance

The City's self-insurance costs for health and general liabilities are accounted for in the City's internal service funds. Claims incurred but not paid, including those which have not been reported, are accounted for as expenses and accrued claims in those funds when a liability has been incurred.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Interfund Transactions

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. In proprietary funds, transfers are reported after nonoperating revenues and expenses.
- Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.
- Interfund transactions are accounted for as expenditures/expenses when they constitute reimbursements from one fund to another. These transactions are recorded as expenditures/expenses in the reimbursing fund and are recorded as reductions of expenditures/expenses in the fund receiving the reimbursement. All other interfund transactions are reported as transfers.

Net Position/Fund Balance Classifications:

Government-wide Statements

Net position is the result of assets and deferred outflows of resources, less liabilities and deferred inflows of resources, and is displayed in three components:

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

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Net Position/Fund Balance Classifications (Continued):

Fund Financial Statements

Governmental fund equity is classified as fund balance in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Fund balance is classified as non-spendable, restricted, committed, assigned or unassigned as described below:

- Non-Spendable – the amount of fund balance that cannot be spent because it is either not in spendable form or there is a legal or contractual requirement for the fund to remain intact.
- Restricted – the amount of fund balance that can only be spent on specific expenditures due to constraints on the spending because of legal restrictions, outside party creditors, and grantor/donor requirements. The City's restricted fund balance amounts are considered to have been spent when an expenditure has been incurred satisfying such restriction.
- Committed – the City Council, as the City's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by formal actions taken, such as an ordinance or resolution. These committed amounts cannot be used for any other purpose unless the City Council removes or changes the specific use through the same type of formal action taken to establish the commitment. This constraint must be imposed prior to the fiscal year end, but the specific amount may be determined at a later date.
- Assigned – the amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed, should be reported as assigned fund balance.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Net Position/Fund Balance Classifications (Continued):

Fund Financial Statements (Continued)

- Unassigned – the amount of fund balance that remains from residual positive net resources of the General Fund in excess of what can properly be classified in one of the other four categories, not subject to any constraints or intended use, no external or self-imposed limitations, no set spending plan and are available for any purposes. Unassigned fund balance is commonly used for emergency expenditures not previously considered. In addition, the resources classified as unassigned can be used to cover expenditures for revenues not yet received. At the end of each fiscal year, the Finance Director will report the portion of the unassigned fund balance. It is also used to report negative fund balances in other governmental funds.

Proprietary fund equity is classified the same as in the government-wide statements.

Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the City’s policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Fund Balance Flow Assumption

Sometimes the City will fund outlays for particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (CONTINUED)

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year.

RECENTLY ISSUED ACCOUNTING STANDARDS

The City has implemented the following governmental accounting standards during fiscal year ended June 30, 2017:

- ✓ GASB Statement No. 77 – *Tax Abatement Disclosures*, effective for the City’s fiscal year ending June 30, 2017.
- ✓ GASB Statement No. 80 – *Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14*, effective for the Authority’s fiscal year ending June 30, 2017. There has been no effect on these financial statements due to the adoption of this statement.
- ✓ GASB Statement No. 82 – *Pension Issues – an Amendment of GASB Statements No. 67, No. 68, and No. 73*, effective for the City’s fiscal year ending June 30, 2017.

The City will adopt the following new accounting pronouncements in future years, the expected impact of which has not been determined:

- ✓ GASB Statement No. 75 – *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* – The provisions in Statement 75 are effective for fiscal years beginning after June 15, 2018.
- ✓ GASB Statement No. 81 – *Irrevocable Split-Interest Agreements*, effective for the City’s fiscal year ending June 30, 2018.
- ✓ GASB Statement No. 83 – *Certain Asset Retirement Obligations* effective for the fiscal year ending June 30, 2019.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

RECENTLY ISSUED ACCOUNTING STANDARDS (CONTINUED)

- ✓ GASB Statement No. 85 – *Omnibus 2017*, effective for the fiscal year beginning after June 15, 2017. There has been no effect on these financial statements due to the adoption of this statement.
- ✓ GASB Statement No. 86 – *Certain Debt Extinguishment Issues* effective for the fiscal year beginning after June 15, 2017.
- ✓ GASB Statement No. 84 – *Fiduciary Activities* effective for the fiscal year beginning after December 15, 2018.
- ✓ GASB Statement No. 87 – *Leases* effective for the fiscal year beginning after December 15, 2019.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

LEGAL DEBT MARGIN

The City's legal debt margin as set forth by State Statute is limited to three percent of total assessed value which approximates \$3,783,443,039 based on the December 31, 2015 assessment. As of June 30, 2017, the City's debt is under the debt limit by \$105,519,520 subject to the Maximum Aggregate Indebtedness provision (3% Debt Limit) of the Rhode Island General Laws 45-12-2. All other City debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

DONOR RESTRICTED ENDOWMENTS

The City has received certain endowments of Library and Cemetery maintenance. The amounts are reflected in the net position and restricted for perpetual care and endowments. Investment income is approved for the expenditure by the various boards of the benefiting activities and is included in the nonspendable fund balance.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

FUND DEFICITS

Funds with deficit fund balances as of June 30, 2017 were as follows:

HUD Restricted Funds:

| | |
|----------------------|-----------|
| Visitors Center City | \$ 27,008 |
|----------------------|-----------|

Capital Projects Funds:

| | |
|--|----------------|
| CH137/112 PL2014 Streets and Sidewalks | 377,132 |
| CH 202/220 PL2014 Renovate & Improve Public Building | 1,402,883 |
| CH 165/158 PL2012 Renovate & Equip Recreation | 482,861 |
| CH132/114 PL2014 Renovate & Equip Recreation | 1,200,000 |
| CH133/113 PL2014 Sewer & Sanitary System | 300,000 |
| Ch276/230 PL2016 Sewers | 19,837 |
| Ch278/235 PL2016 School | 474,797 |
| CH138/115 PL2014 Road & Traffic | 3,100 |
| CH169/156 PL2012 Road & Traffic | 178,862 |
| CH136/116 PL2014 Bridges | 132,455 |
| CH166/154 PL2012 Highway | <u>100,000</u> |

| | |
|-------|---------------------|
| Total | <u>\$ 4,698,935</u> |
|-------|---------------------|

The above capital projects funds will be funded by bond debt expected to be issued in the coming year and specifically designated for these projects.

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS

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

Investments: Investments of all idle funds are made through national banks or trust companies, providing that the financial conditions and integrity of the institutions are verifiable and can be monitored. The investment of funds must be in direct obligations of the United States Government and “money market instruments” rated “A” or better. Investments in any one institution cannot exceed five (5) percent of that institutions capital and surplus as set forth in the institutions most recent audited financial statements.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investments are stated at fair value which is 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. The City follows the guidance for fair value measurements and disclosures in accordance with GASB Statement No. 72, “*Fair Value Measurement and Application*”.

In determining fair value, the City uses various valuation approaches, as appropriate in the circumstances. GASB Statement No. 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. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 – Unadjusted quoted priced 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.

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 following is a description of the valuation methodologies used for assets and liabilities measured at fair value:

Mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the City are open-ended mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the City are deemed to be actively traded.

Fixed income securities: Valued using market quotations or prices obtained from independent pricing sources which may employ various pricing methods to value the investments, including matrix pricing based on quoted prices for securities with similar coupons, ratings and maturities.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

The following table summarizes the investments of the City, including the City Pension Trust fund, at fair value as of June 30, 2017:

| Description | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) | Total |
|---|---|---|---|-----------------------|
| Government agency bonds | \$ 5,453,508 | \$ -- | \$ -- | \$ 5,453,508 |
| Fixed income mutual funds | 916,197 | -- | -- | 916,197 |
| Equity mutual funds | 11,597 | -- | -- | 11,597 |
| Treasury bonds | -- | 16,321,232 | -- | 16,321,232 |
| Government agency bonds | -- | 5,571,769 | -- | 5,571,769 |
| Domestic corporate bonds | -- | 8,191,111 | -- | 8,191,111 |
| Equity mutual funds | -- | 2,183,674 | -- | 2,183,674 |
| Common stock | 78,755,479 | -- | -- | 78,755,479 |
| | | | | |
| Total Level 1, 2, and 3 assets in the fair value hierarchy | <u>\$ 85,136,781</u> | <u>\$ 32,267,786</u> | <u>\$ --</u> | <u>\$ 117,404,567</u> |

Interest Rate Risk: The City and the Pension Trust Fund limits their exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations. This policy avoids the need to sell securities on the open market prior to maturity.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Concentrations: The City and the Pension Trust Fund’s investment policies are to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity.

| | Government-wide | Pension Trust Fund |
|---|-----------------|--------------------|
| Cash and Cash Equivalents | | |
| Deposits with financial institutions | \$ 47,846,649 | \$ 3,705,523 |
| Restricted deposits with financial institutions | 19,754,397 | -- |
| Total Cash and Cash Equivalents | 67,601,046 | 3,705,523 |
| Investments | | |
| U.S. Government agency bonds | 5,453,508 | 5,082,494 |
| U.S. Treasury bonds | -- | 15,767,377 |
| Domestic corporate bonds | -- | 9,234,241 |
| Fixed income mutual funds | 916,197 | -- |
| Common stocks | -- | 78,755,479 |
| Equity mutual funds | 11,597 | 2,183,674 |
| Total Investments | 6,381,302 | 111,023,265 |
| Total Cash and Investments | \$ 73,982,348 | \$ 114,728,788 |
| | Cash | Investments |
| Governmental funds | \$ 42,140,191 | \$ 927,794 |
| Enterprise funds | 25,460,855 | 5,453,508 |
| Fiduciary / Agency funds | 3,705,523 | 111,023,265 |
| Total Cash and Investments | \$ 71,306,569 | \$ 117,404,567 |

Custodial Credit Risk

At June 30, 2017, the carrying amount of the City and the Pension Trust Fund’s deposits was \$71,306,569, while the bank balance was \$80,895,669, all of which was covered by federal depository insurance or collateralized by the financial institutions and/or third parties in the name of the City and the Pension Trust Fund.

Interest Rate Risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The City has no investment policy that would limit its investment choices due to credit risk other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Rhode Island or political subdivision.

Information about the exposure of the City’s investments to interest rate and credit risk using the segment time distribution model is as follows:

| Type of Investment | Moody's Rating | Fair Value | Investment Maturities (in Years) | | |
|---------------------------|-------------------|---------------------|----------------------------------|--------------|-----------------|
| | | | Less Than 1 Year | 1-5 Years | Over 5 Years |
| Government agency bonds | Aaa | \$ 5,453,508 | \$ 5,453,508 | \$ -- | \$ -- |
| Fixed income mutual funds | Not Available | 916,197 | 916,197 | -- | -- |
| Equity mutual funds | Not Available | 11,597 | -- | -- | -- |
| Total | | <u>\$ 6,381,302</u> | <u>\$ 6,369,705</u> | <u>\$ --</u> | <u>\$ --</u> |

Information about the exposure of the Pension Trust Fund’s investments, held in the fiduciary trust, to interest rate and credit risk using the segment time distribution model is as follows:

| Type of Investment | Moody's Rating | Fair Value | Investment Maturities (in Years) | | |
|--------------------------|-------------------|-----------------------|----------------------------------|----------------------|----------------------|
| | | | Less Than 1 Year | 1-5 Years | Over 5 Years |
| Government agency bonds | Not Available | \$ 5,082,494 | \$ -- | \$ 1,178,657 | \$ 3,903,837 |
| U.S. Treasury bonds | Aaa | 15,767,377 | -- | 9,115,411 | 6,651,966 |
| Domestic corporate bonds | Not Available | 9,234,241 | -- | 1,617,997 | 7,616,244 |
| Equity mutual funds | Not Available | 2,183,674 | -- | -- | -- |
| Common stocks | Not Available | 78,755,479 | -- | -- | -- |
| Total | | <u>\$ 111,023,265</u> | <u>\$ --</u> | <u>\$ 11,912,065</u> | <u>\$ 18,172,047</u> |

NOTE 4 – PROPERTY TAXES

The City is permitted by state law to levy property taxes. Current tax collections for the City were approximately 97% of the total December 31, 2015 levy.

For year ended June 30, 2017, the City used a tax rate of \$33.61 per thousand for commercial real property, \$21.89 per thousand for residential real property, \$53.30 per thousand for motor vehicles, and \$52.09 per thousand for tangible personal property.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2017 was as follows:

| | Primary Government | | | Ending Balance |
|---|-----------------------|----------------------|---------------------|-----------------------|
| | Beginning Balance | Increases | Decreases | |
| Governmental Activities | | | | |
| Non-Depreciable Assets | | | | |
| Land | \$ 22,077,850 | \$ -- | \$ -- | \$ 22,077,850 |
| Construction in progress | 3,921,593 | 14,498,820 | 2,210,643 | 16,209,770 |
| Total Capital Assets not Being Depreciated | <u>25,999,443</u> | <u>14,498,820</u> | <u>2,210,643</u> | <u>38,287,620</u> |
| Depreciable Assets | | | | |
| Buildings and improvements | 107,554,940 | 11,648,875 | -- | 119,203,815 |
| Motor vehicles | 18,554,422 | 347,556 | 1,143,281 | 17,758,697 |
| Machinery, equipment and furniture | 8,733,290 | 149,064 | -- | 8,882,354 |
| Infrastructure | 121,999,193 | -- | -- | 121,999,193 |
| Total Depreciable Assets | <u>256,841,845</u> | <u>12,145,495</u> | <u>1,143,281</u> | <u>267,844,059</u> |
| Total Capital Assets | <u>282,841,288</u> | <u>26,644,315</u> | <u>3,353,924</u> | <u>306,131,679</u> |
| Less Accumulated Depreciation for: | | | | |
| Buildings and improvements | 45,614,567 | 3,920,218 | -- | 49,534,785 |
| Motor vehicles | 13,118,436 | 987,088 | 1,107,583 | 12,997,941 |
| Machinery, equipment and furniture | 7,496,413 | 363,154 | -- | 7,859,567 |
| Infrastructure | 54,494,474 | 1,812,866 | -- | 56,307,340 |
| Total Accumulated Depreciation | <u>120,723,890</u> | <u>7,083,326</u> | <u>1,107,583</u> | <u>126,699,633</u> |
| Governmental Activities Capital Assets, Net | <u>\$ 162,117,398</u> | <u>\$ 19,560,989</u> | <u>\$ 2,246,341</u> | <u>\$ 179,432,046</u> |

Depreciation Expense was Charged to Functions as Follows:

| | |
|--|---------------------|
| Governmental Activities | |
| Legislative | \$ 109,965 |
| Finance | 30,336 |
| Public Safety | 932,592 |
| Public Works | 3,475,466 |
| Planning | 417,502 |
| Education | 2,117,465 |
| Total Governmental Activities Depreciation Expense | <u>\$ 7,083,326</u> |

The City has the following commitments related to construction project contracts at June 30, 2017:

| | |
|-----------------------------|---------------------|
| School Building Renovations | \$ 2,919,017 |
| Max Read Field | 587,919 |
| Main Street Parking Garage | 1,837 |
| Floating Dock | 29,643 |
| Fallon Playground | 298,566 |
| Broadway 2-way conversion | 19,977 |
| Total Commitments | <u>\$ 3,856,959</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 5 – CAPITAL ASSETS (CONTINUED)

Capital asset activity for the fiscal year ended June 30, 2017 was as follows:

| | Primary Government | | | Ending Balance |
|---|----------------------|--------------|--------------|-------------------|
| | Beginning Balance | Increases | Decreases | |
| Business Type Activities | | | | |
| Non Depreciable Assets | | | | |
| Land | \$ 5,871,100 | \$ 43,952 | \$ -- | \$ 5,915,052 |
| Construction in progress | 3,928,198 | 4,722,604 | 1,136,055 | 7,514,747 |
| Total Non Depreciable Assets | 9,799,298 | 4,766,556 | 1,136,055 | 13,429,799 |
| Depreciable Assets | | | | |
| Structures and improvements | 73,418,194 | 61,447 | -- | 73,479,641 |
| Transmission and distribution | 110,346,847 | 1,160,215 | -- | 111,507,062 |
| Equipment | 5,633,036 | 341,177 | -- | 5,974,213 |
| Total depreciable assets | 189,398,077 | 1,562,839 | -- | 190,960,916 |
| Total Capital Assets | 199,197,375 | 6,329,395 | 1,136,055 | 204,390,715 |
| Less Accumulated Depreciation for: | | | | |
| Structures and improvements | 15,761,940 | 1,309,093 | -- | 17,071,033 |
| Transmission and distribution | 20,601,419 | 1,496,405 | -- | 22,097,824 |
| Equipment | 5,176,138 | 166,899 | -- | 5,343,037 |
| Total Accumulated Depreciation | 41,539,497 | 2,972,397 | -- | 44,511,894 |
| Business Type Capital Assets, Net | \$ 157,657,878 | \$ 3,356,998 | \$ 1,136,055 | \$ 159,878,821 |
| Business Activities Depreciation Expense | | | | |
| Water Supply Board | | \$ 2,972,397 | | |
| Total Business Activities Depreciation Expense | | \$ 2,972,397 | | |
| The PWSB has the following commitments related to the Construction Project Contracts at June 30, 2017: | | | | |
| Main Replacement Contract MR-10 | | \$ 167,675 | | |
| CL-6 Cleaning & Lining Contract | | 1,044,903 | | |
| Total Commitments | | \$ 1,212,578 | | |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 6 – FUND EQUITY

Fund Balance Classifications

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City has classified governmental fund balances at June 30, 2017 as follows:

Non-Spendable:

| | |
|--|-----------------------------------|
| Perpetual Care and Endowment permanent funds | \$ 1,363,355 |
| School department prepaid items | 188,482 |
| City special revenue funds | <u>7,217</u> |
| Total Non-Spendable fund balance | <u><u>\$ 1,559,054</u></u> |

Restricted:

| | |
|--|------------------------------------|
| Restricted for City special revenue funds | \$ 2,683,319 |
| Restricted for School Capital Projects funds | 500,000 |
| Restricted for general School purposes | 219,487 |
| Restricted for HUD special revenue funds | 338,120 |
| Restricted for School special revenue funds | 218,585 |
| Restricted for Capital project funds | <u>9,602,363</u> |
| Total Restricted fund balance | <u><u>\$ 13,561,874</u></u> |

Committed:

| | |
|--|-----------------------------------|
| Committed for Charter Reserve | \$ 700,000 |
| Committed for Street Lighting | 89,518 |
| Committed for City special revenue funds | <u>1,444,708</u> |
| Total Committed fund balance | <u><u>\$ 2,234,226</u></u> |

Assigned:

| | |
|------------------------------------|-----------------------------------|
| Assigned for OPEB | \$ 200,000 |
| Assigned for snow removal | 150,000 |
| Assigned for revaluation | <u>662,001</u> |
| Total Assigned fund balance | <u><u>\$ 1,012,001</u></u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 7 – INTERFUND TRANSFERS

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all costs with revenue generated by the fund. The composition of interfund transfers for the fiscal year ended June 30, 2017 is as follows:

| Fund/Department | Transfers From Other Funds | Transfers To Other Funds |
|---------------------------|-------------------------------|-----------------------------|
| General Fund | \$ 292,813 | \$ 30,800,724 |
| School Unrestricted Fund | 30,911,623 | 2,181,371 |
| Special Revenue Funds | 257,004 | 416,093 |
| HUD Special Revenue Funds | 5,247 | 5,247 |
| School Restricted Funds | -- | 203,991 |
| Capital Project Funds | 5,111,874 | 3,021,135 |
| School Lunch Fund | 50,000 | -- |
| Totals | <u><u>\$ 36,628,561</u></u> | <u><u>\$ 36,628,561</u></u> |

NOTE 8 – TAX & BOND ANTICIPATION NOTES

At June 30, 2016, the City had a BAN payable dated June 15, 2016 in the amount of \$25,000,000 with interest at an annual rate of 1.11%. This note was due and paid on approximately June 14, 2017.

The City also issued two Bond Anticipation Notes, both dated June 14, 2017, in the amount of \$17,950,000 and \$2,450,000 with interest rates of 1.35% and 1.36% respectively. Both notes maturity dates are June 13, 2018.

Activity of the City's BAN obligations was as follows for the fiscal year ended June 30, 2017.

| Balance 6/30/2016 | Additions | Retirements | Balance 6/30/2017 |
|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| <u><u>\$ 25,000,000</u></u> | <u><u>\$ 20,400,000</u></u> | <u><u>\$ 25,000,000</u></u> | <u><u>\$ 20,400,000</u></u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 9 – LONG-TERM LIABILITIES

(a) Long-Term Liability Activity

Long-term liability activity for the fiscal year ended June 30, 2017 was as follows:

| | Balance June 30, 2016 | Additions | Retirements | Balance June 30, 2017 | Amounts Due within One Year |
|---|--------------------------|----------------------|----------------------|--------------------------|-----------------------------------|
| Governmental Activities | | | | | |
| Bonds and loans payable | \$ 51,298,202 | \$ 30,530,000 | \$ 10,687,621 | \$ 71,140,581 | \$ 4,607,953 |
| Bond premium | <u>886,996</u> | <u>2,448,404</u> | <u>51,384</u> | <u>3,284,016</u> | <u>80,552</u> |
| Total Bonds and Loans Payable and Bond Premium | <u>52,185,198</u> | <u>32,978,404</u> | <u>10,739,005</u> | <u>74,424,597</u> | <u>4,688,505</u> |
| Other Liabilities | | | | | |
| Capital leases | 7,461,229 | -- | 1,564,805 | 5,896,424 | 1,604,492 |
| Compensated absences | 8,091,413 | -- | 424,068 | 7,667,345 | 766,735 |
| Net OPEB obligation | 99,929,218 | 6,616,526 | -- | 106,545,744 | -- |
| Pension liability | 2,462,384 | -- | 83,152 | 2,379,232 | -- |
| Net pension liability | <u>271,734,735</u> | <u>11,236,399</u> | <u>--</u> | <u>282,971,134</u> | <u>--</u> |
| Total Other Liabilities | <u>389,678,979</u> | <u>17,852,925</u> | <u>2,072,025</u> | <u>405,459,879</u> | <u>2,371,227</u> |
| Governmental Activities | | | | | |
| Long Term Liabilities | <u>\$ 441,864,177</u> | <u>\$ 50,831,329</u> | <u>\$ 12,811,030</u> | <u>\$ 479,884,476</u> | <u>\$ 7,059,732</u> |
| Business Type Activities | | | | | |
| Bonds, notes and loans payable: | | | | | |
| Bonds and loans payable | \$ 101,587,464 | \$ -- | \$ 4,839,579 | \$ 96,747,885 | \$ 5,447,246 |
| Less undrawn proceeds | <u>(7,141,543)</u> | <u>2,745,030</u> | <u>--</u> | <u>(4,396,513)</u> | <u>--</u> |
| Total Bonds and Loans Payable | <u>94,445,921</u> | <u>2,745,030</u> | <u>4,839,579</u> | <u>92,351,372</u> | <u>5,447,246</u> |
| Bond premium | <u>1,304,126</u> | <u>--</u> | <u>66,526</u> | <u>1,237,600</u> | <u>--</u> |
| Total Bonds and Loans Payable and Bond Premium | <u>95,750,047</u> | <u>2,745,030</u> | <u>4,906,105</u> | <u>93,588,972</u> | <u>5,447,246</u> |
| Other Liabilities | | | | | |
| Compensated absences | 737,518 | -- | 8,128 | 729,390 | 72,939 |
| Net OPEB obligation | 1,605,267 | -- | 23,357 | 1,581,910 | -- |
| Net pension liability | <u>3,732,680</u> | <u>373,859</u> | <u>--</u> | <u>4,106,539</u> | <u>--</u> |
| Total Other Liabilities | <u>6,075,465</u> | <u>373,859</u> | <u>31,485</u> | <u>6,417,839</u> | <u>72,939</u> |
| Business Type Activities | | | | | |
| Long-Term Liabilities | <u>\$ 101,825,512</u> | <u>\$ 3,118,889</u> | <u>\$ 4,937,590</u> | <u>\$ 100,006,811</u> | <u>\$ 5,520,185</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 9 – LONG-TERM LIABILITIES (CONTINUED)

(b) Debt Service

Payments on all long-term debt and other long-term liabilities that pertain to the City’s governmental activities are made by the General Fund and School Unrestricted Fund.

On June 23, 2011, the City Council approved an ordinance authorizing the City to use accumulated funds for the Pawtucket School Department deficit reduction plan in fiscal year 2011. This ordinance allowed the City to transfer accumulated fund balances in various funds to the City’s General Fund. The Cemetery Perpetual Care permanent fund, transferred \$500,000 to the General Fund, \$350,000 of which was deemed a loan that shall be repaid to the permanent fund in equal payments in the amount of \$40,000 per year for a period of ten years beginning in fiscal year 2013. This loan payable, in the amount of \$150,000, is included in the government-wide long term debt obligations.

The debt service through maturity for the above governmental bonds and loans are as follows:

| Fiscal Year Ended June 30 | Principal | Interest | Total |
|---------------------------------|----------------------|----------------------|----------------------|
| 2018 | \$ 4,607,953 | \$ 2,368,949 | \$ 6,976,902 |
| 2019 | 5,105,568 | 2,385,149 | 7,490,717 |
| 2020 | 4,242,816 | 2,249,668 | 6,492,484 |
| 2021 | 4,361,092 | 2,091,569 | 6,452,661 |
| 2022 | 4,464,352 | 1,926,914 | 6,391,266 |
| 2023-2027 | 21,055,800 | 7,225,440 | 28,281,240 |
| 2028-2032 | 15,941,000 | 3,512,540 | 19,453,540 |
| 2033-2037 | 11,362,000 | 941,996 | 12,303,996 |
| TOTALS | \$ 71,140,581 | \$ 22,702,225 | \$ 93,842,806 |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 9 – LONG-TERM LIABILITIES (CONTINUED)

(b) Debt Service (Continued)

The debt service through maturity for the above business type bonds and loans are as follows:

| Fiscal Year Ended June 30 | Principal | Interest | Total |
|---------------------------------|----------------------|----------------------|-----------------------|
| 2018 | \$ 5,447,246 | \$ 3,287,525 | \$ 8,734,771 |
| 2019 | 5,603,298 | 3,128,316 | 8,731,614 |
| 2020 | 5,728,384 | 2,957,637 | 8,686,021 |
| 2021 | 5,907,108 | 2,776,754 | 8,683,862 |
| 2022 | 6,096,849 | 2,584,600 | 8,681,449 |
| 2023-2027 | 30,906,000 | 9,687,908 | 40,593,908 |
| 2028-2032 | 22,772,000 | 4,537,043 | 27,309,043 |
| 2033-2037 | 14,287,000 | 1,021,392 | 15,308,392 |
| TOTALS | <u>\$ 96,747,885</u> | <u>\$ 29,981,175</u> | <u>\$ 126,729,060</u> |

(c) Bond Refunding

On June 13, 2017, the City refunded the Series 2005 General Obligation Bonds, the Series 2006A Public Schools Revenue Bond and the Series 2009D Public Schools Revenue Bonds with the issuance Rhode Island Health and Educational Building Corporation Public Schools Revenue Bond Financing Program Revenue Funding Bonds, Series 2017E:

Amount of the Series 2017E School Improvement Bond: \$23,615,000

Amount of the Series 2005 General Obligation Bonds refunded: \$2,085,000

Amount of the Series 2006A Public Schools Revenue Bond refunded: \$750,000

Amount of the Series 2009D Public Schools Revenue Bonds refunded: \$3,495,000

Increase in cash flow: \$ 869,558

Net present value savings: \$805,187

Net present value percentage of refunded bonds: 11.652496%

Net present value percentage of refunding bonds: 12.720181%

Interest rate 3.00% - 5.00%

Maturity date May 15, 2037.

NOTE 10 – BONDS AUTHORIZED BUT UNISSUED

Bonds authorized but unissued at June 30, 2017 were \$45,400,500 to be used for capital project funds.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11 – DEFINED BENEFIT PENSION PLANS

All eligible employees of the City are covered by one of three pension plans: the Municipal Employees' Retirement System of the State of Rhode Island, a hybrid plan with a defined contribution component for certain employees (Municipal Plan); the Employees' Retirement System of Rhode Island (Teachers' Plan); or the Police and Firefighters Employees' Retirement System (New Plan), a contributory defined benefit plan. The Municipal Plan covers all full-time City and non-certified School Department general employees. The Teachers' Plan covers all School Department personnel certified by the Rhode Island Department of Education who are or have been engaged in teaching or administration as a principal occupation. The Police and Firefighters Employees' Retirement System (New Plan) is mandatory for employees of the City who are covered under a collective bargaining agreement between the City and the Pawtucket Fire Fighters Independent Union and the City and the Pawtucket Lodge No. 4, Fraternal Order of Police.

Eligible retired police and firefighters of the City that were hired prior to July 1, 1973 and July 1, 1972, respectively, are covered by the Police and Firefighters Employees' Retirement System (Old Plan), a defined benefit pension plan.

In November 2011, the State enacted the Rhode Island Retirement Security Act of 2011 (RIRSA), which made broad changes to the Teachers' Plan and Municipal Plan effective July 1, 2012. The most significant changes include changing the structure of the retirement program from a traditional defined benefit plan to a hybrid plan designed with a smaller defined benefit plan and a supplemental defined contribution plan; changing the automatic cost of living adjustment (COLA) from a CPI-related formula to a formula contingent on the actual investment performance over time; suspension/reduction of the COLA during times when the funded ratio is lower than targeted 80% levels; and the re-amortization of the Unfunded Actuarial Accrued Liability (UAAL) to 25 years from the 19-year schedule as of June 30, 2010. For the Teachers' Plan, teachers not covered by Social Security will participate in additional defined contribution allocations equal to 2% member plus 2% employer. Included within these significant changes are certain rules for transitioning from the prior defined benefit structure to the smaller defined benefit plan going forward. The changes in the defined benefit plan instituted by RIRSA have been fully reflected in the actuarial valuation as of June 30, 2012.

The following table summarized the aggregate amount for all four pension plans' total net pension liability of the City, deferred outflows, deferred inflows and pension expense for the period as of indicated measurement date:

| | Measurement Date | Pension Liability | Net Pension Liability | Deferred Outflows of Resources | Deferred Inflows of Resources | Pension Expense (Income) |
|---|---------------------|----------------------|--------------------------|-----------------------------------|----------------------------------|-----------------------------|
| Municipal Employee Retirement System - MERS | 6/30/2016 | \$ - | \$ (32,512,787) | \$ 11,363,533 | \$ (5,591,036) | \$ 3,305,228 |
| Employees Retirement System - ERS | 6/30/2016 | - | (101,708,548) | 21,710,121 | (7,686,069) | 15,098,823 |
| Police and Fire Pension - New Plan | 6/30/2017 | - | (152,856,338) | 12,290,735 | (3,076,727) | 16,536,157 |
| Police and Fire Pension - Old Plan | 6/30/2017 | (2,379,232) | - | - | - | - |
| | | <u>\$(2,379,232)</u> | <u>\$ (287,077,673)</u> | <u>\$ 45,364,389</u> | <u>\$ (16,353,832)</u> | <u>\$ 34,940,208</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11A – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT OLD PLAN

General Information about the Pension Plan

Plan Description - The Old Plan covers police officers who were hired prior to July 1, 1973 and firefighters who were hired prior to July 1, 1972. The Old Plan is unfunded, with benefits paid out of the City's general fund on a pay-as-you-go basis. The Police and Firefighters Pension Old Plan does not issue stand-alone financial reports. Pawtucket's City Council acts as the board of the Old Plan.

Summary of Significant Accounting Policies

Basis of Accounting – The Police and Firefighters Pension Plan is administered by the City, and is accounted for on the accrual basis of accounting. Expenses (benefits, administration and refunds) are recognized when they are due and payable in accordance with the terms of the Plan.

Funding Policy (Old Plan only) – Each fiscal year, the City pays into the pension plan a sum equal to the actual benefit payout of the Plan for that year. As the Old Plan matures, the amounts payable each year, in general, will decrease until paid in full. The City at present is not intending to create a pool of assets to cover these projected costs but rather will allow this Plan to run its course. Because there are no active employees in the Old Plan and because the diminishing contributions and funds for payment are built into the taxpayer's rate and budget, the Plan will not add additional burden to future taxpayers and, thus, will continue as is until completion.

Benefits Provided – The Police and Firefighters Pension Plan provides pension wages, but does not provide medical benefits.

In the event that an employee died prior to retirement and was survived by a spouse or children, the spouse was entitled to a pension benefit equal to 30% of the employee's highest or final salary plus an additional 10% for each dependent child less than 21 years of age. The benefit could not exceed a total of 50% of the member's highest or final salary. The benefits will continue during the lifetime of the spouse or until he/she remarries.

Cost of Living Adjustments are equal to 0% to 3% annually every three years, depending on the member's date of retirement and collective bargaining agreement the member is covered by.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11A – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT OLD PLAN (CONTINUED)

Employees Covered By Benefit Terms.

At the June 30, 2017 valuation date, the following employees were covered by the benefit terms:

| | |
|--|-----------|
| Retirees, disability retirees and beneficiaries receiving benefits | 36 |
| Active plan members vested | <u>0</u> |
| Totals | <u>36</u> |

Contributions – All of the Old Plan participants are now retirees or beneficiaries. The City pays the benefits of the Old Plan on a pay-as-you go basis through an annual budgetary appropriation. For the fiscal year ended June 30, 2017, the City paid \$472,041.

Pension Liability - The total pension liability was determined by actuarial valuations performed as of June 30, 2017, using the following actuarial assumptions, applied to all periods included in the measurement.

Actuarial Assumptions and Methods

| | |
|----------------------------|---|
| Actuarial Cost Method | Entry Age Normal - the Individual Entry Age Normal Actuarial Cost methodology is used. |
| Actuarial Assumptions | |
| Projected Salary Increases | None, since all members are now retired. |
| Inflation | 3.00% |
| Mortality | It is assumed that both pre-retirement and post retirement mortality are represented by the RP-2000 combined mortality table adjusted to Blue Collar (male tables) with 1 year setback, and Scale AA improvement through 2011. Disabled mortality is assumed to follow The RP-2000 combined mortality table adjusted to blue Collar male tables) set forward 1 year for males and 2 years for females, and Scale AA improvement through 2011. |
| Cost of Living Adjustments | COLA's vary from 0%-3% depending on the date of retirement, compounded from every 3 years to every year depending on date of retirement. This applies to 15 of the 36 surviving members. |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11A – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT OLD PLAN (CONTINUED)

Summary of Changes in Pension Liability – Old Plan

| | Pension <u>Liability</u> |
|--|-----------------------------|
| Balances as of June 30, 2016 | \$ 2,462,384 |
| Changes for the Year | |
| Interest on the total pension liability | 167,297 |
| Difference between expected and actual experience | 221,592 |
| Benefit payments, including employee refunds | <u>(472,041)</u> |
| Net changes | <u>(83,152)</u> |
| Balances as of June 30, 2017 | <u><u>\$ 2,379,232</u></u> |

Sensitivity of the pension liability to changes in the discount rate. The following presents the net pension liability of the City calculated using the discount rate of 7.5 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.

| | Current | |
|-----------------------|-------------------------|-----------------------|
| 1% Decrease (6.5%) | Discount Rate (7.5%) | 1% Increase (8.5%) |
| \$ 2,482,653 | \$ 2,379,232 | \$ 2,284,886 |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11B – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT NEW PLAN

General Information about the Pension Plan

Plan Description - The City administers a single employer defined benefit pension plan for Police and Fire Employees (“New Plan”). The New Plan covers police officers who were hired after July 1, 1973 and firefighters who were hired after July 1, 1972. The New Plan is prefunded, the information of which can be viewed in the fiduciary fund section of these financial statements. The New Plan does not issue stand-alone financial reports. Pawtucket’s City Council acts as the board of the New Plan.

Summary of Significant Accounting Policies

Basis of Accounting – The New Plan is administered by the City, and is accounted for on the accrual basis of accounting. Revenues (contributions and investment income) are recognized when they are earned and expenses (benefits, administration and refunds) are recognized when they are due and payable in accordance with the terms of the New Plan.

Method Used to Value Investments – Investments are reported at fair value. Short-term investments are reported at amortized cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. There are no investments of 5% or greater in any one organization.

Benefits Provided – The New Plan provides pension benefits, and death and disability benefits. Mandatory retirement age under the Plan is 65. Members are vested in their benefits after 10 years of service, accruing 2.5% for each year of service up to and including their 20th year, with a benefit equal to 50% of the member's final average compensation. A member is entitled to an additional 2% of final average compensation for each year of service over 20 years, not to exceed 10 years or 70%. Details specific to each group are as follows:

Police –Final average compensation is defined as the highest 3 year average salary rate over the last 10 years. Police members who had 23 years and 4 months of service as of July 1, 2014 shall be entitled to additional pension benefit of 3 2/3% for each year of service up to a maximum of 70%. This additional benefit shall begin to accrue from July 1, 2013.

Firefighters – Firefighter members hired before May 1, 2013 retiring after 20 years of credited service are also entitled to an additional retirement benefit of 3% of the member's base for each year of service over 20 years, but not to exceed an additional 3 years and 4 months, and 2% for each year of service thereafter, with a maximum retirement benefit of 70%. Firefighter members hired after May 1, 2013 retiring after 20 years of credited service are entitled to an additional retirement benefit of 2% of the member's Base for each year of service over 20 years, with a maximum retirement benefit of 70%. Final average compensation is defined as the latest 3 year average salary rate.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11B – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT NEW PLAN (CONTINUED)

Summary of Significant Accounting Policies (Continued)

Benefits Provided (Continued)

Any member that withdraws from service prior to retirement (10 years) is entitled to a refund in a single sum of the amount of contributions made to the New Plan with interest at 4%. The payment of a refund under the provisions automatically affects a waiver and forfeiture of all accrued rights and benefits on the part of the member.

Employees that become totally and permanently disabled are eligible for a benefit equal to 66 2/3% of the employee's pay at the time the disability occurs, plus an additional 10% for each dependent child of the employee until the child reaches the age of 21, with a maximum total disability benefit not to exceed 80% of compensation, payable to normal retirement date. If the date of disability is after 20 years of service, the disability benefit is payable until the member would have completed 25 years of employment. A normal retirement benefit is payable after the disability benefit is no longer payable.

In the event that an employee dies prior to retirement and is survived by a spouse or children, the spouse is entitled to a pension benefit equal to 50% of the employee's highest or final salary plus an additional 10% for each dependent child less than 21 years of age. The benefit cannot exceed a total of 70% of the member's highest or final salary. The benefits will continue during the lifetime of the spouse or until he/she remarries.

Cost of Living Adjustments are equal to 1% to 3% annually depending on the member's date of retirement and collective bargaining agreement the member is covered by.

Employees Covered By Benefit Terms

At the June 30, 2017 valuation date, the following employees were covered by the benefit terms:

| | |
|---|-------------|
| Retirees, disability retirees and beneficiaries | |
| receiving benefits | 417 |
| Active plan members vested | 274 |
| | <hr/> |
| Totals | 691 |
| | <hr/> <hr/> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11B – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT NEW PLAN (CONTINUED)

Contributions – Employee and Employer contribution requirements are established and may be amended by City Council ordinance or union contract.

Eligible police and fire employees hired before May 1, 2013 are required to contribute 7.5% of their salary to the Plan. Employees hired after May 1, 2013 contribute 9%. Firefighters and police contribute 8% beginning on July 1, 2014, increasing to 8.5% effective July 1, 2015, and 9% commencing July 1, 2016 in accordance with Collective Bargaining Agreements as of July 1, 2014 and the approved Funding Improvement Plan.

The City establishes employer contributions based on an actuarially determined contribution determined by an independent actuary. The actuarially determined contribution is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. For the fiscal year ended June 30, 2017, the City contributed \$13,646,297 which was 69.96% of annual covered payroll.

Net Pension Liability - The total pension liability was determined by actuarial valuations performed as of June 30, 2017, using the following actuarial assumptions, applied to all periods included in the measurement.

Actuarial Assumptions and Methods

Summary of Actuarial Assumptions Used in the Valuation to determine the Net Pension Liability at the July 1, 2017 Valuation Date

| | |
|----------------------------|--|
| Actuarial Cost Method | Entry Age Normal - the Individual Entry Age Normal Actuarial Cost methodology is used. |
| Amortization Method | Level Percent of Payroll – Closed |
| Actuarial Assumptions | |
| Investment Rate of Return | 7.50% |
| Projected Salary Increases | Police & Fire Employees - 2.00% to 11.00% |
| Inflation | 3.00% |

| | |
|-----------|--|
| Mortality | It is assumed that both pre-retirement and post retirement mortality are represented by the RP-2000 combined mortality table adjusted to Blue Collar (male tables) with 1 year setback, and Scale AA improvement through 2011. Disabled mortality is assumed to follow The RP-2000 combined mortality table adjusted to blue Collar (male tables) set forward 1 year for males and 2 years for females, and Scale AA improvement through 2011. |
|-----------|--|

| | |
|----------------------------|---|
| Cost of Living Adjustments | Cost-of-living increases have been assumed to be 3.0% per year. |
|----------------------------|---|

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11B – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT NEW PLAN (CONTINUED)

Actuarial Assumptions and Methods (Continued)

The actuarial assumptions used in the June 30, 2017 valuation were consistent with the results of an actuarial experience study performed as of June 30, 2014.

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

The City determined 7.5% as the long term expectation of investment returns. The average return for the past 5 years ending June 30, 2017 exceeded 7.5%. The June 30, 2017 expected geometric returns over the long term by asset class as developed by the City's investment consultant, which are utilized by the actuary and summarized below. Best estimates of rates of return for each major asset class included in the pension plan's target allocation as of June 30, 2017 are summarized in the following table:

| Asset Class | Long-Term Expected Rate of Return, Net of Inflation | Long-Term Expected Rate of Return |
|-------------------------|---|---|
| Equities | 6.25% | 9.25% |
| Government Fixed Income | 1.50% | 4.50% |
| Corporate Fixed Income | 3.00% | 6.00% |
| Cash | 0.00% | 3.00% |

Discount Rate – 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 New Plan assets. Rhode Island law requires locally administered plans to adopt a plan to become fully funded by 2042. Based on these laws and assumptions, the pensions plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Rate of Return – For the fiscal year ended June 30, 2017, the annual money weighted rate of return on pension plan investments, net of pension plan investment expense, was 11.03%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11B – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT NEW PLAN (CONTINUED)

Summary of Changes in Net Pension Liability – New Plan

| | Total | Increase (Decrease) | |
|---|--------------------------|---------------------------------------|---------------------------------|
| | <u>Pension Liability</u> | Plan Fiduciary <u>Net Position</u> | Net Pension <u>Liability</u> |
| Balances as of June 30, 2016 | \$ 257,869,718 | \$ 103,469,741 | \$ 154,399,977 |
| Changes for the Year | | | |
| Service cost | 3,616,831 | | 3,616,831 |
| Interest on the total pension liability | 19,062,801 | | 19,062,801 |
| Difference between expected and actual experience | 2,075,037 | | 2,075,037 |
| Changes in assumptions | -- | | -- |
| Employer contributions | -- | 13,646,297 | (13,646,297) |
| Employee contributions | -- | 1,955,294 | (1,955,294) |
| Net investment income | -- | 10,803,884 | (10,803,884) |
| Benefit payments, including employee refunds | (14,901,137) | (14,901,137) | -- |
| Interest on benefit payments | -- | | -- |
| Expenses | -- | (107,167) | 107,167 |
| Net changes | <u>9,853,532</u> | <u>11,397,171</u> | <u>(1,543,639)</u> |
| Balances as of June 30, 2017 | <u>\$ 267,723,250</u> | <u>\$ 114,866,912</u> | <u>\$ 152,856,338</u> |

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the City calculated using the discount rate of 7.5 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.

| | Current | | |
|--|-----------------------|----------------|-----------------------|
| | Discount Rate | 1% Increase | |
| | 1% Decrease (6.5%) | (7.5%) | 1% Increase (8.5%) |
| | \$ 187,227,879 | \$ 152,856,339 | \$ 124,504,340 |

Pension Plan Fiduciary Net Position - The Plan Fiduciary Net Position as a percentage of the total New Plan Pension Liability is 42.9%.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11B – DEFINED BENEFIT PENSION PLANS - POLICE & FIRE DEPARTMENT NEW PLAN (CONTINUED)

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

For the year ended June 30, 2017 the City recognized pension expense of \$16,536,157. The City reported deferred outflows and inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|-----------------------------------|----------------------------------|
| Difference between expected and actual experience | \$ 3,964,371 | \$ (659,282) |
| Net asset loss (gain) | 6,019,738 | (2,417,445) |
| Changes in Assumptions | 2,306,626 | -- |
| Total | <u>\$ 12,290,735</u> | <u>\$ (3,076,727)</u> |

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

| Fiscal Year Ending June 30, | Deferred Outflows of Resources | Deferred (Inflows) of Resources |
|-----------------------------|--------------------------------------|---------------------------------------|
| 2018 | \$ 4,378,901 | \$ (891,173) |
| 2019 | 4,378,900 | (891,173) |
| 2020 | 3,060,241 | (690,019) |
| 2021 | 400,586 | (604,362) |
| 2022 | 72,107 | -- |
| Total | <u>\$ 12,290,735</u> | <u>\$ (3,076,727)</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES

General Information about the Pension Plan

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

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

Benefits Provided – General employees, police officers and firefighters employed by electing municipalities participate in MERS. Eligible employees become members at their date of employment. Anyone employed by a municipality at the time the municipality joins MERS may elect not to be covered. Elected officials may opt to be covered by MERS. Employees covered under another plan maintained by the municipality may not become members of MERS.

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

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

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

Subsequent to June 30, 2015, litigation challenging the various pension reform measures enacted in previous years by the General Assembly (2009, 2010, and 2011) was settled. 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, which have been included in the determination of the total pension liability at the June 30, 2015 measurement date are reflected in the summary of benefit provisions described below.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (CONTINUED)

General Information about the Pension Plan (Continued)

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

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

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

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

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

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

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

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (CONTINUED)

General Information about the Pension Plan (Continued)

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

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

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

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

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

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (CONTINUED)

General Information about the Pension Plan (Continued)

Employees covered by benefit terms

At the June 30, 2016 measurement date, the following employees were covered by the benefit terms:

| | |
|---|---------------------|
| Retirees, disability retirees and beneficiaries receiving benefits | 668 |
| Active plan members vested | <u>495</u> |
| Total | <u><u>1,163</u></u> |

Contributions - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees are required to contribute 2% of their salaries. The City of Pawtucket 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 Pawtucket contributed \$3,373,715 in the fiscal year ended June 30, 2017 which was 16.30% of annual covered payroll.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (CONTINUED)

Net Pension Liability - The total pension liability was determined by actuarial valuations performed as of June 30, 2015 and rolled forward to June 30, 2016, using the following actuarial assumptions, applied to all periods included in the measurement.

**Summary of Actuarial Assumptions Used in the Valuations to determine
Net Pension Liability at the June 30, 2016 measurement date
(June 30, 2015 valuation rolled forward to June 30, 2016)**

| | |
|----------------------------|---|
| 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 | 7.50% |
| Projected Salary Increases | General Employees - 3.50% to 7.50% ; |
| Inflation | 2.75% |
| Mortality | Male employees, MERS General and MERS P&F: 115% of RP-2000 Combined Healthy for Males with White Collar adjustments, projected with Scale AA from 2000. Female Employees, MERS General and MERS P&F: 95% of RP-2000 Combined Healthy for Females with White Collar adjustments, projected with Scale AA from 2000. |
| Cost of Living Adjustments | A 2% COLA is assumed after January 1, 2014. |

The actuarial assumptions used in the June 30, 2014 valuation rolled forward to June 30, 2015 and the calculation of the total pension liability at June 30, 2016 were consistent with the results of an actuarial experience study performed as of June 30, 2015. The City allocated the proportionate share of the net pension liability to the Pawtucket Water Supply Board based on covered payroll.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (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 35 sources. The June 30, 2016 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|-----------------------------|----------------------|--|
| Global Equity | 38% | 7.94% |
| Equity Hedge Funds | 8% | 4.10% |
| Private Equity | 7% | 10.15% |
| Core Fixed Income | 15% | 2.37% |
| Absolute Return Hedge Funds | 7% | 4.10% |
| Infrastructure | 3% | 5.58% |
| Real Estate | 8% | 5.33% |
| Real Return | 11% | 3.90% |
| Asset | 3% | 82.00% |
| | <u>100%</u> | |

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 plan was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (CONTINUED)

Changes in the Net Pension Liability

| | <u>Total Pension Liability</u> | <u>Increase (Decrease) Plan Fiduciary Net Position</u> | <u>Net Pension Liability</u> |
|---|------------------------------------|--|----------------------------------|
| Balances as of June 30, 2016 | \$ 118,784,702 | \$ 89,475,502 | \$ 29,309,200 |
| Changes for the Year | | | |
| Service cost | 1,725,078 | -- | 1,725,078 |
| Interest on the total pension liability | 8,661,520 | -- | 8,661,520 |
| Changes in benefits | -- | -- | -- |
| Difference between expected and actual experience | (3,281,003) | -- | (3,281,003) |
| Changes in assumptions | -- | -- | -- |
| Employer contributions | -- | 3,351,122 | (3,351,122) |
| Employee contributions | -- | 652,005 | (652,005) |
| Net investment income | -- | 27,958 | (27,958) |
| Benefit payments, including employee refunds | (8,320,604) | (8,320,604) | -- |
| Administrative expense | -- | (136,903) | 136,903 |
| Other changes | -- | 7,826 | (7,826) |
| Net changes | <u>(1,215,009)</u> | <u>(4,418,596)</u> | <u>3,203,587</u> |
| Balances as of June 30, 2017 | <u>\$ 117,569,693</u> | <u>\$ 85,056,906</u> | <u>\$ 32,512,787</u> |

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the City calculated using the discount rate of 7.5 percent, as well as what the employers' net pension liability 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.

| <u>1% Decrease (6.5%)</u> | <u>Current Discount Rate (7.5%)</u> | <u>1% Increase (8.5%)</u> |
|-------------------------------|---|-------------------------------|
| \$ 45,142,439 | \$ 32,512,787 | \$ 22,173,991 |

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

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (CONTINUED)

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

For the fiscal year ended June 30, 2017 the employer recognized pension expense of \$3,305,228. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Contributions subsequent to the measurement date: | <u>\$ 3,373,715</u> | <u>\$ --</u> |
| Differences between expected and actual experience: | \$ -- | \$ (3,031,487) |
| Assumption changes: | -- | (130,270) |
| Net difference between projected and actual earnings on pension plan investments: | <u>7,989,818</u> | <u>(2,429,279)</u> |
| Total | <u>\$ 7,989,818</u> | <u>\$ (5,591,036)</u> |

The \$3,373,715 reported as deferred outflows of resources related to pensions resulting from the City of Pawtucket contributions in fiscal year 2017 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2018. 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, | Net Deferred Outflows (Inflows) of Resources |
|----------------------|--|
| 2018 | \$ (76,271) |
| 2019 | 54,000 |
| 2020 | 1,391,049 |
| 2021 | <u>1,030,004</u> |
| Total | <u>\$ 2,398,782</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11C – DEFINED BENEFIT PENSION PLANS – GENERAL MUNICIPAL EMPLOYEES (CONTINUED)

Defined Contribution Plan Description:

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

As previously indicated in the disclosure of recently-enacted pension legislation, the employer contribution for certain qualifying employees began increasing slightly beginning in fiscal 2016.

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

The City of Pawtucket recognized pension expense of \$206,890 for the fiscal year ended June 30, 2017.

The Employees Retirement System of Rhode Island (System) issues a publicly available financial report that includes financial statements and required supplementary information for plans administered by the System. The report may be obtained at <http://www.ersri.org>.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11D – DEFINED BENEFIT PENSION PLANS – TEACHERS

General Information about the Pension Plan

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

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

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

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

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

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

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11D – DEFINED BENEFIT PENSION PLANS – TEACHERS (CONTINUED)

Contributions – The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the Plan. For fiscal 2017, Pawtucket School District teachers were required to contribute 3.75% of their annual covered salary, except for teachers with twenty or more years of service as of June 30, 2012 which must contribute 11% of their annual covered salary. The State and the Pawtucket School District are required to contribute at an actuarially determined rate, 40% of which is to be paid by the State and the remaining 60% is to be paid by Pawtucket School Department; the rates were 9.95% and 13.18% of annual covered payroll for the fiscal year ended June 30, 2017 for the State and Pawtucket School District, respectively. The Pawtucket School District contributed \$8,202,436, \$8,107,401 and \$7,714,780 for the years ended June 30, 2017, 2016 and 2015, respectively, equal to 100% of the required contributions for each year.

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

At June 30, 2017, the Pawtucket School District reported a liability of \$101,708,548 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the State. The amount recognized by the Pawtucket School District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Pawtucket School District were as follows:

| | |
|---|-----------------------|
| Pawtucket School District proportionate share of net pension liability: | \$ 101,708,548 |
| State's proportionate share of the net pension liability associated with the Pawtucket School District: | <u>69,655,421</u> |
| Total net pension liability | <u>\$ 171,363,969</u> |

The net pension liability was measured as of June 30, 2016, the measurement date, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015 rolled forward to June 30, 2016. The Pawtucket School District proportion of the net pension liability was based on a projection of the Pawtucket School District long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State, actuarially determined. At June 30, 2017 the Pawtucket School District's proportion was 3.40894603%.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11D – DEFINED BENEFIT PENSION PLANS – TEACHERS (CONTINUED)

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

For the fiscal year ended June 30, 2017 the Pawtucket School District recognized gross pension expense of \$15,098,823 and revenue of \$5,830,609 for support provided by the State. At June 30, 2017 the Pawtucket School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | |
|--|-----------------------|
| Deferred outflows of resources | |
| Contributions subsequent to the measurement date: | \$ <u>8,202,436</u> |
| Changes in proportion and differences between employer contributions and proportionate share of contributions: | \$ 1,998,357 |
| Net difference between projected and actual earnings on pension plan investments: | <u>11,509,328</u> |
| Total | \$ <u>13,507,685</u> |
| Deferred inflows of resources | |
| Changes of assumptions: | \$ (2,106,839) |
| Differences between expected and actual experience: | (2,006,766) |
| Net difference between projected and actual earnings on pension plan investments: | <u>(3,572,464)</u> |
| Total | \$ <u>(7,686,069)</u> |

The \$8,202,436 reported as deferred outflows of resources related to pensions resulting from the Pawtucket School District contributions in fiscal year 2017 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the fiscal year ended June 30, 2018. All other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ending June 30, | |
|----------------------|---------------------|
| 2018 | \$ 996,674 |
| 2019 | 996,674 |
| 2020 | 2,782,906 |
| 2021 | 1,460,931 |
| 2022 | (424,920) |
| Thereafter | <u>9,351</u> |
| Total | \$ <u>5,821,616</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11D – DEFINED BENEFIT PENSION PLANS – TEACHERS (CONTINUED)

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

| | |
|------------------|-----------------|
| Inflation | 2.75% |
| Salary increases | 3.50% to 13.50% |

Mortality – male and female teachers: 97% and 92%, respectively of rates in a GRS table based on male and female teacher experience, projected with Scale AA from 2000.

The actuarial assumptions used in the June 30, 2015 valuation rolled forward to June 30, 2016 and the calculation of the total pension liability at June 30, 2016 were consistent with the results of an actuarial experience study performed as of June 30, 2013.

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 35 sources. The June 30, 2016 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|-----------------------------|----------------------|--|
| Global Equity | 38% | 7.94% |
| Equity Hedge Funds | 8% | 4.10% |
| Private Equity | 7% | 10.15% |
| Core Fixed Income | 15% | 2.37% |
| Absolute Return Hedge Funds | 7% | 4.10% |
| Infrastructure | 3% | 5.58% |
| Real Estate | 8% | 5.33% |
| Real Return | 11% | 3.90% |
| Asset | 3% | 82.00% |
| | 100% | |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11D – DEFINED BENEFIT PENSION PLANS – TEACHERS (CONTINUED)

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

Discount Rate - the discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - the following presents the net pension liability calculated using the discount rate of 7.5 percent as well as what the net pension liability 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 (6.5%) | Current Discount Rate (7.5%) | 1.00% Increase (8.5%) |
|--------------------------|---------------------------------|--------------------------|
| \$ 125,601,157 | \$ 101,708,548 | \$ 82,148,865 |

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

Defined Contribution Plan Description:

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

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 11D – DEFINED BENEFIT PENSION PLANS – TEACHERS (CONTINUED)

Defined Contribution Plan Description (Continued):

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

The Pawtucket School District recognized pension expense of \$595,679 for the fiscal year ended June 30, 2017.

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

NOTE 12 – OTHER POST-EMPLOYMENT BENEFITS

Plan Description:

The City provides post-retirement benefits to retired individuals as required by union contracts with City municipal employees, teachers, School department administrators (through age 65), police officers, and firefighters through a single-employer defined benefit plan (OPEB). Benefits include: (1) full health coverage for the retiree and their spouse until age 65 then the plan will convert to Plan 65, and (2) full dental coverage is offered to retirees at their cost until age 65, for the retiree and their spouse. The City obtains a biennial actuarial valuation report which can be obtained from the City's Finance Director at City Hall, 137 Roosevelt Avenue, Pawtucket, Rhode Island 02860.

Valuation:

An actuarial valuation study of the other postemployment benefits of the City was performed by Sherman Actuarial Services, LLC as of July 1, 2017; the results are based on a discount rate of 4.0%.

Covered Participants:

At July 1, 2017, membership consisted of:

Active Police and Fire receiving benefits

Active Municipal and Non-Teaching receiving benefits

Active Teachers and Administrators receiving benefits

Inactive vested members

Retired, disabled, beneficiaries and survivors —Police and Fire

Retired, disabled, beneficiaries and survivors —School Department Teachers and Administrators

Retired, disabled, beneficiaries and survivors —Municipal and Non-Teachers

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 12 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Funding Policy:

The City paid 100% of the amount for medical and dental costs incurred by eligible retirees. Employee contributions are recognized in the period to which the contribution relates. Benefit payments are charged to expense in the period paid.

Annual OPEB Cost and Net OPEB Obligation:

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan for the past three years and the net OPEB obligation as of June 30, 2015, 2016 and 2017 are as follows:

| <u>Years ended June 30,</u> | <u>OPEB Cost</u> | <u>% of annual OPEB cost contributed</u> | <u>Net OPEB obligation</u> |
|-----------------------------|------------------|--|--------------------------------|
| 2015 | \$ 19,892,562 | 50% | \$ 91,783,487 |
| 2016 | \$ 20,860,054 | 53% | \$ 101,534,485 |
| 2017 | \$ 20,587,622 | 68% | \$ 108,127,654 |

Actuarial Methods and Assumptions:

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The valuation of the postemployment medical and life insurance benefits is based upon the projected unit credit actuarial cost method. A normal cost (or service cost) is determined for each year of the member's creditable service and is equal to the value of the future expected benefits divided by the total expected number of years of service. The actuarial accrued liability is the accumulated value of prior normal costs.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 12 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Actuarial Methods and Assumptions (Continued):

Actuarial cost method - Costs are attributed between past and future service using the projected Unit Credit Cost method. Benefits are attributed ratably to service from date of hire until full eligibility date.

Interest rate/discount rate - 4.0% per year, net of investment expenses.

Mortality:

It is assumed that the pre-retirement and post retirement mortality for general employees and teachers are represented by the MERS Class A assumptions for 2013. It is assumed that the preretirement and post retirement mortality for Public Safety employees are represented by the RP2000 Mortality Table with Blue Collar adjustment, projected to 2011 using Scale AA. For disabled general and teacher members is represented by the MERS mortality assumptions for 2013. For Public Safety disabled retirees, it is represented by RP2000 Mortality Table with Blue Collar adjustment, projected to 2011 using Scale AA, set forward 1 year for males and 2 years for females.

Eligibility for Vested Post-Retirement Medical Benefits Upon Withdrawal - Employees who withdraw from employment and do not retire are ineligible for postretirement benefits even if they are vested in their retirement benefits.

Medical Eligibility - Employees: 100%; Spouses: 100%.

Participation Rates - 95% of future retirees are assumed to participate in the retiree medical plan. 65% of future school retirees are assumed to participate in the dental plan. 90% of future Public Safety retirees are assumed to participate in the dental plan.

Expenses - Administrative expenses are paid by the City for each member as part of the monthly premium.

Medical Benefits - Various medical and dental plans offered by the City to its employees.

Retiree Contributions - Based on date provided by the City. Applicable to teachers and police only.

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 12 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Funding Status and Funding Progress:

| | | |
|---|----|---------------------------|
| Annual required contribution | \$ | 20,305,107 |
| Interest on OPEB | | 4,061,379 |
| Adjustment to annual required contribution | | <u>(3,778,864)</u> |
| Annual OPEB cost | | 20,587,622 |
| Premiums paid | | <u>(13,994,453)</u> |
| | | |
| Increase (decrease) in net OPEB obligation: | | |
| Governmental activities | \$ | 6,616,526 |
| Business-type activities | | <u>(23,357)</u> 6,593,169 |
| | | |
| Net OPEB obligation, beginning of year | | <u>101,534,485</u> |
| Net OPEB obligation, end of year | \$ | <u><u>108,127,654</u></u> |

City contributions to the plan for the fiscal year ended June 30, 2017 represented 50% of the annual OPEB cost. The difference represents the City's OPEB obligation to the plan and has been accrued as a liability in the government-wide financial statements.

The required supplementary information which follows the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Listed below are the details of the funding progress of the OPEB obligation with a valuation date of July 1, 2017, which is the most recent report available from the actuary who values this plan.

| | | |
|--------------------------------------|----|---------------|
| Actuarial value of assets | \$ | -- |
| Actuarial accrued liability | \$ | 356,094,244 |
| Unfunded actuarial accrued liability | \$ | (356,094,244) |
| Funded ratio | | 0% |
| Annual covered payroll | | N/A |
| UAAL as percentage of payroll | | N/A |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 13 – CONTINGENCIES AND COMMITMENTS

Litigation

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints, and adequately provides for losses and accrues liabilities for losses when they are both probable and can be reasonably estimated.

The City is involved in the early stages of litigation with several plaintiffs relating to tax assessment appeals, personal injuries and contract disputes. The outcomes of the cases are not known at this time. Management is rigorously defending the cases and has calculated the range of potential liability, after applying the City's insurance deductible, if the City should not prevail to be between \$0 and \$4,600,000. As it is not probable that a liability has been incurred, no liability has been recorded in the accompanying financial statements.

Challenges to Police and Fire Pension (New Plan) Funding Improvement Plan (FIP) – A number of police and fire retirees filed a class action lawsuit to contest the freezing of the Cost of Living Adjustment (COLA) for a period of three years, per the City Council approved FIP. The City intends to vigorously contest the lawsuit. As part of the State's Pension Commission, all locally administered pension plans had to submit a FIP to the State in order to comply with RI Gen. Law 45-65-6 (2). The New Plan had to include emerging from "critical status" within 20 years. As part of the City's FIP, the retirees would not receive their annual COLA's for 3 years, July 1st 2014, 2015, and 2016, but the COLA would resume on July 1, 2017. Currently, the discovery on this case is ongoing and the City is preparing to both litigate the action and seek resolution, through the settlement process. As of June 30, 2016 the City has saved the pension plan a total of \$838,097 of COLA payments by not paying the COLA payments. This also effects the unfunded pension liability, which in turn effects the Actuarially Required Contributions (ARC). The actuarial valuation of the police and fire pension plan assumes that the COLA freeze is in place for the 3-years, if it were not, the unfunded pension liability would increase by \$28 million and the ARC would increase by \$2.1 million as estimated by the actuary.

Property and Liability Insurance

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; and natural disasters. As a result, the City participates in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) (the Trust) which provides coverage for property and liability claims. Upon joining the Trust, the City signed a participation agreement which outlines the rights and responsibilities of both the Trust and the City. The agreement states that for premiums paid by the City, the Trust will assume financial responsibility for the City's losses up to the maximum amount of insurance purchased, minus the City's deductible amounts. The Trust provides this insurance coverage through a pooled, self-insurance mechanism which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its members. Under the participation agreement, the City is insured for a maximum of \$4,000,000 per occurrence. Settled claims resulting from these risks have not

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 13 – CONTINGENCIES AND COMMITMENTS (CONTINUED)

Property and Liability Insurance (Continued)

exceeded the Trust coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage during the fiscal year ended June 30, 2017. At June 30, 2017, the Trust's estimated reserves on open claims not subject to coverage amounted to approximately \$1,950,000, which the City could be liable for.

Grants

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

NOTE 14 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; injuries to employees; and natural disasters for which the City carries commercial insurance. Settled claims resulting from these risks have not exceeded the City's coverage in any of the past three fiscal years and there have been no significant reductions in insurance coverage from the prior year. The City maintains an internal service fund for Health/Dental (medical) insurance, which is a cost plus health and dental plan that has a self-insurance mechanism with a stop gap maximum claim amount at \$300,000.

The claims liability reported in accrued expenses at June 30, 2017 is based on the requirements of GASB Statement No. 10 and 30, which require that a liability for estimated claims incurred but not reported or recorded. The amount of claim accrual is based on the ultimate costs of settling the claim, which include past experience data, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses. Billings from the Internal Service Fund to City funds for the fiscal year ended June 30, 2017 were approximately \$33,206,000 which represented approximately \$16,771,000 and \$16,433,000 for City and School Department personnel, respectively. At June 30, 2017 and 2016 the City has estimated a liability for incurred but not reported claims (IBNR) based on actual claims paid subsequent to year end but related to claims incurred prior to June 30, 2017 and 2016 as follows:

| | 2017 | 2016 |
|---------------------------------|---------------------|---------------------|
| IBNR at beginning of year | \$ 1,416,130 | \$ 1,528,288 |
| Claims incurred during the year | 33,205,605 | 32,452,349 |
| Claims paid during the year | <u>(33,352,250)</u> | <u>(32,564,507)</u> |
| IBNR at end of year | <u>\$ 1,269,485</u> | <u>\$ 1,416,130</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 15 – RESTATEMENT

| | General Fund | Governmental Activities |
|--|----------------------|----------------------------|
| Fund balance, beginning of year, as previously stated: | \$ 14,094,553 | \$ (228,021,783) |
| Decrease due to change in a miscellaneous tax flow through account | <u>(161,376)</u> | <u>(161,376)</u> |
| Fund balance, beginning of year, as restated | <u>\$ 13,933,177</u> | <u>\$ (228,183,159)</u> |

NOTE 16 - TAX ABATEMENTS

The City of Pawtucket enters into tax abatement agreements with local businesses under its Real Estate Tax Stabilization Program. Under the program, new businesses locating in a commercially zoned property with the City of Pawtucket or the rehabilitation of property may qualify for a tax incentive.

For the fiscal year ended June 30, 2017, the City of Pawtucket abated property taxes totaling \$1,170,730 under this program, including the following tax abatement agreements to new businesses locating in a commercially zoned property or rehabilitation of property:

| Purpose | Percentage of Taxes Abated During the Fiscal Year | Amount of Taxes Abated During the Fiscal Year |
|---|--|--|
| Renovation of building for residential units | 61% | \$ 106,402 |
| Relocation of commercial business headquarters | 56% | 77,200 |
| Renovation and expansion of medical center | 51% | 29,321 |
| Renovation of building for residential units | 93% | 249,285 |
| Renovation of building for residential units | 83% | 69,862 |
| Renovation of building for commercial and residential units | 61% | 181,874 |
| Renovation of building for commercial units | 57% | 18,164 |
| Wellbeing of Performing Arts Center and Arts Community | 100% | 18,186 |
| Increase size and employment of healthcare business | 76% | 99,999 |
| Increase size of car dealership | 36% | 320,437 |
| | | <u>\$ 1,170,730</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 16 –TAX ABATEMENTS (CONTINUED)

A ten year property tax abatement for adaptive reuse of Blighted Mill property for residential units. The tax abatement amounted to \$106,402.

A ten year property tax abatement for the relocation of corporate office headquarters in a central business area. The tax abatement amounted to \$77,200.

A ten year property tax abatement for a medical center to renovate and increase the size of its building in a central business area. The tax abatement amounted to \$29,321.

A ten year property tax abatement for adaptive reuse of Blighted Mill property for residential units. The tax abatement amounted to \$249,285.

A ten year property tax abatement for adaptive reuse of Blighted Mill property for residential units. The tax abatement amounts to \$69,862.

A ten year property tax abatement for adaptive reuse of Blighted Mill property for commercial and residential units. The tax abatement amounts to \$181,874.

A five year property tax abatement for adaptive reuse of Blighted Mill property for commercial business units. The tax abatement amounts to \$18,164.

A five year property tax abatement for the performing arts community in a central business area. The tax abatement amounts to \$18,186.

A ten year property tax abatement to increase business and employment in the healthcare business. The tax abatement amounts to \$99,999.

A five year property tax abatement was used for the increase of car inventory at a dealership for increased business. The tax abatement amounts to \$320,437.

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF PAWTUCKET, RHODE ISLAND

E-1

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | Original Budget | Revised Budget | Actual | Variance |
|--|---------------------|---------------------|----------------------|--------------------|
| Revenues | | | | |
| General property taxes and payments in lieu of taxes | \$ 105,868,475 | \$ 105,868,475 | \$ 104,095,860 | \$ (1,772,615) |
| Intergovernmental and departmental | 6,537,100 | 6,537,100 | 6,916,543 | 379,443 |
| Licenses | 230,939 | 230,939 | 238,967 | 8,028 |
| Permits | 602,050 | 602,050 | 720,482 | 118,432 |
| Fines and forfeitures | 384,940 | 384,940 | 296,591 | (88,349) |
| Charges for services | 4,792,985 | 4,792,985 | 3,677,115 | (1,115,870) |
| Investment and interest income | 885,000 | 885,000 | 999,672 | 114,672 |
| Donations | 6,150 | 6,150 | 8,085 | 1,935 |
| Total Revenues | <u>119,307,639</u> | <u>119,307,639</u> | <u>116,953,315</u> | <u>(2,354,324)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Legislative, judicial and general administrative | 3,160,338 | 3,160,338 | 2,961,121 | 199,217 |
| Executive | 947,400 | 947,400 | 1,047,196 | (99,796) |
| Finance | 3,151,990 | 3,151,990 | 2,909,603 | 242,387 |
| Planning | 1,742,156 | 1,742,156 | 1,475,847 | 266,309 |
| Public safety | 49,048,358 | 49,048,358 | 47,379,765 | 1,668,593 |
| Public works | 11,227,456 | 11,227,456 | 10,662,948 | 564,508 |
| Senior Center | 527,482 | 527,482 | 513,375 | 14,107 |
| Operating insurance | 963,100 | 963,100 | 1,119,601 | (156,501) |
| Contribution support | 276,646 | 276,646 | 74,896 | 201,750 |
| Employee benefits | 8,919,676 | 8,919,676 | 9,042,227 | (122,551) |
| Other fixed and general charges | 1,302,177 | 1,302,177 | 1,787,823 | (485,646) |
| Debt services | 7,593,838 | 7,593,838 | 7,336,623 | 257,215 |
| Total Expenditures | <u>88,860,617</u> | <u>88,860,617</u> | <u>86,311,025</u> | <u>2,549,592</u> |
| Excess of Revenues Over Expenditures | | | | |
| Before Other Financing Sources (Uses) | <u>30,447,022</u> | <u>30,447,022</u> | <u>30,642,290</u> | <u>195,268</u> |
| Other Financing Sources (Uses) | | | | |
| Appropriation of fund balance | (72,000) | (72,000) | (72,000) | -- |
| Transfers in | 451,107 | 451,107 | 292,813 | (158,294) |
| Transfers out - other | (118,497) | (118,497) | (93,092) | 25,405 |
| Transfers out - School unrestricted fund - appropriation | <u>(30,707,632)</u> | <u>(30,707,632)</u> | <u>(30,707,632)</u> | <u>--</u> |
| Net Other Financing Sources (Uses) | <u>(30,447,022)</u> | <u>(30,447,022)</u> | <u>(30,579,911)</u> | <u>(132,889)</u> |
| Excess of Revenues Over Expenditures and Other Financing Sources (Uses) | <u>\$ --</u> | <u>\$ --</u> | 62,379 | <u>\$ 62,379</u> |
| Adjustments of budgetary basis to U.S. GAAP basis | | | 72,000 | |
| Excess (deficiency) of revenues over expenditures and other financing sources (uses), U.S. GAAP basis | | | 134,379 | |
| Fund balance, beginning of year, as restated | | | <u>13,933,177</u> | |
| Fund balance, end of year | | | <u>\$ 14,067,556</u> | |

See notes to budgetary comparison schedule

CITY OF PAWTUCKET, RHODE ISLAND

E-2

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | Original Budgeted Revenues | Revised Budgeted Revenues | Actual Revenues | Variance |
|--|----------------------------------|---------------------------------|-----------------------|-----------------------|
| General Property Taxes | | | | |
| Real estate, tangible and motor vehicle | \$ 105,304,725 | \$ 105,304,725 | \$ 103,273,022 | \$ (2,031,703) |
| Current other taxes | 563,750 | 563,750 | 822,838 | 259,088 |
| Total General Property Taxes | <u>105,868,475</u> | <u>105,868,475</u> | <u>104,095,860</u> | <u>(1,772,615)</u> |
| Intergovernmental and Departmental | | | | |
| State | 6,537,100 | 6,537,100 | 6,916,543 | 379,443 |
| Total Intergovernmental and Departmental | <u>6,537,100</u> | <u>6,537,100</u> | <u>6,916,543</u> | <u>379,443</u> |
| Licenses | | | | |
| Liquor | 138,000 | 138,000 | 141,949 | 3,949 |
| Taverns & victualling | 34,000 | 34,000 | 37,900 | 3,900 |
| Other | 58,939 | 58,939 | 59,118 | 179 |
| Total Licenses | <u>230,939</u> | <u>230,939</u> | <u>238,967</u> | <u>8,028</u> |
| Permits | | | | |
| Electrical | 120,000 | 120,000 | 139,617 | 19,617 |
| Plumbing | 60,000 | 60,000 | 61,577 | 1,577 |
| Other | 422,050 | 422,050 | 519,288 | 97,238 |
| Total Permits | <u>602,050</u> | <u>602,050</u> | <u>720,482</u> | <u>118,432</u> |
| Fines and Forfeitures | | | | |
| Municipal and Police P.T.E. | 150,000 | 150,000 | 94,087 | (55,913) |
| Other | 234,940 | 234,940 | 202,504 | (32,436) |
| Total Fines and Forfeiture | <u>384,940</u> | <u>384,940</u> | <u>296,591</u> | <u>(88,349)</u> |
| Charges for Service | | | | |
| Legal instrument fees | 487,000 | 487,000 | 519,466 | 32,466 |
| VIN inspection fees | 32,000 | 32,000 | 39,505 | 7,505 |
| Rescue service | 2,200,000 | 2,200,000 | 2,284,080 | 84,080 |
| Other | 2,073,985 | 2,073,985 | 834,064 | (1,239,921) |
| Total Charges for Services | <u>4,792,985</u> | <u>4,792,985</u> | <u>3,677,115</u> | <u>(1,115,870)</u> |
| Interest | | | | |
| Real estate overdue taxes | 750,000 | 750,000 | 792,035 | 42,035 |
| Bank accounts | 135,000 | 135,000 | 207,637 | 72,637 |
| Total Interest | <u>885,000</u> | <u>885,000</u> | <u>999,672</u> | <u>114,672</u> |
| Donations | 6,150 | 6,150 | 8,085 | 1,935 |
| Total Revenues | <u>119,307,639</u> | <u>119,307,639</u> | <u>116,953,315</u> | <u>(2,354,324)</u> |
| Other Financing Sources | | | | |
| Transfers in | 451,107 | 451,107 | 292,813 | (158,294) |
| Total Other Financing Sources | <u>451,107</u> | <u>451,107</u> | <u>292,813</u> | <u>(158,294)</u> |
| Total Revenue and Other Financing Sources | <u>\$ 119,758,746</u> | <u>\$ 119,758,746</u> | <u>\$ 117,246,128</u> | <u>\$ (2,512,618)</u> |

See notes to budgetary comparison schedule

CITY OF PAWTUCKET, RHODE ISLAND

E-3

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | Original Budgeted Expenditures | Revised Budgeted Expenditures | Actual Expenditures | Variance |
|----------------------------------|--------------------------------------|-------------------------------------|------------------------|------------------|
| Legislative | | | | |
| City Council | \$ 240,445 | \$ 240,445 | \$ 223,274 | \$ 17,171 |
| City Clerk | 585,617 | 585,617 | 563,329 | 22,288 |
| Probate Court | 42,699 | 42,699 | 33,702 | 8,997 |
| Board of Canvassers | 407,852 | 407,852 | 413,976 | (6,124) |
| Library | <u>1,883,725</u> | <u>1,883,725</u> | <u>1,726,840</u> | <u>156,885</u> |
| Total Legislative | <u>3,160,338</u> | <u>3,160,338</u> | <u>2,961,121</u> | <u>199,217</u> |
| Executive | | | | |
| Mayor | 505,367 | 505,367 | 514,153 | (8,786) |
| Law Department | 357,250 | 357,250 | 460,963 | (103,713) |
| Municipal Court | <u>84,783</u> | <u>84,783</u> | <u>72,080</u> | <u>12,703</u> |
| Total Executive | <u>947,400</u> | <u>947,400</u> | <u>1,047,196</u> | <u>(99,796)</u> |
| Finance Department | | | | |
| Finance Director | 323,501 | 323,501 | 309,365 | 14,136 |
| Accounting | 322,080 | 322,080 | 297,160 | 24,920 |
| Tax Assessors | 501,513 | 501,513 | 456,737 | 44,776 |
| Collections-disbursement | 587,338 | 587,338 | 514,250 | 73,088 |
| Information Technology | 804,781 | 804,781 | 753,190 | 51,591 |
| Personnel | 225,414 | 225,414 | 222,937 | 2,477 |
| Purchasing | 223,863 | 223,863 | 206,950 | 16,913 |
| Payroll | <u>163,500</u> | <u>163,500</u> | <u>149,014</u> | <u>14,486</u> |
| Total Finance Department | <u>3,151,990</u> | <u>3,151,990</u> | <u>2,909,603</u> | <u>242,387</u> |
| Planning Department | | | | |
| Planning Department | 671,153 | 671,153 | 495,472 | 175,681 |
| Development | 92,115 | 92,115 | 87,514 | 4,601 |
| Zoning & Code Enforcement | <u>978,888</u> | <u>978,888</u> | <u>892,861</u> | <u>86,027</u> |
| Total Planning Department | <u>1,742,156</u> | <u>1,742,156</u> | <u>1,475,847</u> | <u>266,309</u> |
| Public Safety | | | | |
| Uniform Police | 22,070,735 | 22,070,735 | 21,125,349 | 945,386 |
| Civilian Police | 1,988,682 | 1,988,682 | 1,914,236 | 74,446 |
| Animal Shelter | 483,232 | 483,232 | 484,629 | (1,397) |
| Police Crossing Guards | 460,934 | 460,934 | 477,075 | (16,141) |
| Uniform Fire | 22,420,062 | 22,420,062 | 22,025,759 | 394,303 |
| Civilian Fire | 455,164 | 455,164 | 395,512 | 59,652 |
| Fire Prevention | 553,619 | 553,619 | 520,616 | 33,003 |
| Emergency Management Systems | 247,674 | 247,674 | 138,357 | 109,317 |
| PS Communication | <u>368,256</u> | <u>368,256</u> | <u>298,232</u> | <u>70,024</u> |
| Total Public Safety | <u>49,048,358</u> | <u>49,048,358</u> | <u>47,379,765</u> | <u>1,668,593</u> |

See notes to budgetary comparison schedule

CITY OF PAWTUCKET, RHODE ISLAND

E-3 (Continued)

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
 BUDGET AND ACTUAL - GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Original Budget Expenditures | Revised Budgeted Expenditures | Actual Expenditures | Variance |
|--|------------------------------------|-------------------------------------|------------------------|---------------------|
| Public Works | | | | |
| Public Works Director | 779,303 | 779,303 | 682,884 | 96,419 |
| Engineering | 296,295 | 296,295 | 261,846 | 34,449 |
| Equipment maintenance | 795,485 | 795,485 | 689,796 | 105,689 |
| Building maintenance | 864,253 | 864,253 | 810,641 | 53,612 |
| City Hall maintenance | 668,792 | 668,792 | 623,252 | 45,540 |
| Sewer maintenance | 616,988 | 616,988 | 599,174 | 17,814 |
| Beautification | 2,418,226 | 2,418,226 | 2,404,418 | 13,808 |
| Transfer Station | 550,000 | 550,000 | 743,122 | (193,122) |
| Streets, bridges, & cemetery | 908,944 | 908,944 | 730,456 | 178,488 |
| Street cleaning/ snow removal | 978,409 | 978,409 | 983,014 | (4,605) |
| Traffic | 420,991 | 420,991 | 342,035 | 78,956 |
| Parks division | 1,467,709 | 1,467,709 | 1,334,330 | 133,379 |
| Recreation | 353,028 | 353,028 | 363,252 | (10,224) |
| Daggett Farm | 109,033 | 109,033 | 94,728 | 14,305 |
| Total Public Works | <u>11,227,456</u> | <u>11,227,456</u> | <u>10,662,948</u> | <u>564,508</u> |
| Senior Center | <u>527,482</u> | <u>527,482</u> | <u>513,375</u> | <u>14,107</u> |
| Operating Insurance | <u>963,100</u> | <u>963,100</u> | <u>1,119,601</u> | <u>(156,501)</u> |
| Contribution Support | <u>276,646</u> | <u>276,646</u> | <u>74,896</u> | <u>201,750</u> |
| Employee Benefits | <u>8,919,676</u> | <u>8,919,676</u> | <u>9,042,227</u> | <u>(122,551)</u> |
| Fixed Charges | <u>1,302,177</u> | <u>1,302,177</u> | <u>1,787,823</u> | <u>(485,646)</u> |
| Debt Service | | | | |
| Debt service-principal | 5,474,821 | 5,474,821 | 5,199,819 | 275,002 |
| Debt service-interest & other charges | 2,119,017 | 2,119,017 | 2,136,804 | (17,787) |
| Total Debt Service | <u>7,593,838</u> | <u>7,593,838</u> | <u>7,336,623</u> | <u>257,215</u> |
| Total Expenditures | <u>88,860,617</u> | <u>88,860,617</u> | <u>86,311,025</u> | <u>2,549,592</u> |
| Transfers to Other Funds | | | | |
| School unrestricted fund- appropriation | 30,707,632 | 30,707,632 | 30,707,632 | -- |
| Other transfers | 118,497 | 118,497 | 93,092 | 25,405 |
| Total Transfers | <u>30,826,129</u> | <u>30,826,129</u> | <u>30,800,724</u> | <u>25,405</u> |
| Provision to Reserve Fund Balance | <u>72,000</u> | <u>72,000</u> | <u>--</u> | <u>72,000</u> |
| Total Expenditures and Other Financing Uses | <u>\$ 119,758,746</u> | <u>\$ 119,758,746</u> | <u>\$ 117,111,749</u> | <u>\$ 2,646,997</u> |

See notes to budgetary comparison schedule

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
 BUDGET AND ACTUAL - SCHOOL UNRESTRICTED FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Original Budget | Revised Budget | Actual | Variance |
|--|---------------------|---------------------|---------------------|-------------------|
| Revenues | | | | |
| State aid | \$ 83,660,835 | \$ 83,660,835 | \$ 83,759,028 | \$ 98,193 |
| Medicaid | 1,450,000 | 1,450,000 | 1,403,803 | (46,197) |
| Fees, services and miscellaneous revenue | 624,734 | 624,734 | 595,780 | (28,954) |
| Total Revenues | <u>85,735,569</u> | <u>85,735,569</u> | <u>85,758,611</u> | <u>23,042</u> |
| Expenditures | | | | |
| Salaries | 65,467,206 | 64,889,489 | 64,318,552 | 570,937 |
| Fringe and fixed charges | 30,368,777 | 29,766,662 | 28,572,257 | 1,194,405 |
| Purchased services | 16,370,341 | 16,665,022 | 17,837,223 | (1,172,201) |
| Supplies and materials | 3,381,877 | 3,163,917 | 3,080,346 | 83,571 |
| Equipment/capital improvement | 740,500 | 1,102,736 | 1,080,595 | 22,141 |
| Other | 148,450 | 889,325 | 68,936 | 820,389 |
| Total Expenditures | <u>116,477,151</u> | <u>116,477,151</u> | <u>114,957,909</u> | <u>1,519,242</u> |
| Excess of Expenditures Over Revenues | | | | |
| Before Other Financing Sources | <u>(30,741,582)</u> | <u>(30,741,582)</u> | <u>(29,199,298)</u> | <u>1,542,284</u> |
| Other Financing Sources | | | | |
| Operating transfer from general fund | | | | |
| City appropriation | 30,741,582 | 30,741,582 | 30,707,632 | (33,950) |
| Transfer In - Indirect Revenue | -- | -- | 203,991 | 203,991 |
| Transfer Out - School Lunch Fund | -- | -- | (50,000) | (50,000) |
| Transfer Out - Capital Projects Funds | -- | -- | (785,274) | (785,274) |
| Total Other Financing Sources | <u>30,741,582</u> | <u>30,741,582</u> | <u>30,076,349</u> | <u>(665,233)</u> |
| Excess Revenues and Other Sources Over | | | | |
| (Under) Expenditures and Other Sources | <u>--</u> | <u>--</u> | <u>877,051</u> | <u>877,051</u> |
| Excess Revenues and Other Sources Over | | | | |
| (Under) Expenditure and Other Sources | | | | |
| After Consent Order Transfer from | | | | |
| General Fund for Deficit Reduction | <u>\$ --</u> | <u>\$ --</u> | <u>877,051</u> | <u>\$ 877,051</u> |
| Adjustments of budgetary basis to U.S. GAAP basis | | | (1,346,097) | |
| Excess (deficiency) of revenues over expenditures and other financing sources (uses), U.S. GAAP basis | | | (469,046) | |
| Fund Balance, Beginning of Year | | | <u>1,377,015</u> | |
| Fund Balance, End of Year | | | <u>\$ 907,969</u> | |

See notes to budgetary comparison schedule

CITY OF PAWTUCKET, RHODE ISLAND

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Budget preparation and budgetary basis of accounting:

In accordance with the City Charter, the Mayor must present to the City Council a recommended annual budget for the operations of all municipal departments prior to the commencement of each fiscal year. The recommended budget must include an appropriation to fund school expenditures in excess of their anticipated revenues as requested by the Superintendent and approved by the School Committee. Estimates of sums expected to become available from federal and state grants for the support of the public schools shall be included in the total requested for school expenditures. The City Council shall appropriate these funds for expenditure by the School Committee, and shall appropriate such additional funds from local tax revenues as may be required to meet the total school budget which the City Council approves. The School Committee shall not have the authority to obligate the City financially beyond the total budgetary amount voted by the City Council. The City Council can change only the total amount of the School Committee's recommended budget. The City Council can increase the total amount of the total budget, as presented by the Mayor, only if it makes provisions for increasing anticipated revenue to match increases in expenditures in the budget.

The General Fund and the School Unrestricted Fund annual operating budgets are in conformity with the legally enacted budgetary basis. The legally enacted budgetary basis differs from accounting principles generally accepted in the United States of America (U.S. GAAP) in several regards. Budgets are adopted on the modified accrual basis with certain exceptions. Budgetary revenues may include appropriations from fund equity previously recognized under U.S. GAAP. Budgetary expenditures may include provisions to build fund balance.

The accompanying Statement of Revenues and Expenditures (GAAP or Budgetary Basis Non-GAAP) presents comparisons of the legally adopted budget with actual data on a budgetary basis. Because accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with GAAP, a reconciliation of resultant basis, entity and timing differences in the excess (deficiency) of revenues and other financial resources over expenditures and other uses of financial resources for the fiscal year ended June 30, 2017 is presented below:

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(a) Budgetary to GAAP Basis Reconciliation

The following reconciliation summarizes the difference for the City’s General Fund between budgetary and GAAP basis accounting principles for the fiscal year ended June 30, 2017:

| | |
|--|-------------------|
| Excess revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis) | \$ 62,379 |
| Provision to reserve fund balance | 72,000 |
| | <hr/> |
| Excess of revenues and other sources over expenses (GAAP) | <u>\$ 134,379</u> |

The following reconciliation summarizes the difference for the School’s Unrestricted Fund between budgetary and GAAP basis accounting principles for the fiscal year ended June 30, 2017:

| | <u>Revenues</u> | <u>Expenditures</u> | <u>Other Financing Sources (Uses)</u> |
|-----------------------------------|----------------------|-----------------------|---|
| Budgetary basis, June 30, 2017 | \$ 85,758,611 | \$ 114,957,909 | \$ 30,076,349 |
| On-behalf pension contribution | 5,404,333 | 5,404,333 | |
| Transfer to capital projects fund | <u> --</u> | <u> --</u> | <u>(1,346,097)</u> |
| GAAP basis, June 30, 2017 | <u>\$ 91,162,944</u> | <u>\$ 120,362,242</u> | <u>\$ 28,730,252</u> |

Budget compliance:

Appropriations in addition to those contained in the annual operating budget require City Council approval. Amendments to the operating budget that do not result in additional appropriations may be made within departments by means of transfer. Transfers made within and outside the departmental level require City Council approval. The level at which the General Fund and School Unrestricted Fund budgeted expenditures may not legally exceed appropriations is at the department level. Unexpended appropriations lapse at fiscal year-end, but unexpended capital and special appropriation have historically been carried forward.

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

(1 of 3)

**PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION NEW PLAN
SCHEDULE OF CHANGES IN THE CITY OF PAWTUCKET'S NET PENSION
LIABILITY AND RELATED RATIOS**

| | 2017 | 2016 | 2015 |
|---|----------------|----------------|----------------|
| Total pension liability | | | |
| Service Cost | \$ 3,616,831 | \$ 3,765,783 | \$ 4,436,644 |
| Interest on the total pension liability | 19,062,801 | 18,699,523 | 18,845,036 |
| Changes of benefit terms | -- | -- | (6,485,856) |
| Difference between expected and actual experience of the total pension liability | 2,075,037 | 4,031,307 | (1,519,718) |
| Changes of assumptions | -- | -- | 5,317,024 |
| Benefit payments, including refunds of employee contributions | (14,901,137) | (13,684,199) | (13,253,086) |
| Interest on benefit payments | -- | (503,881) | (503,975) |
| Net change in total pension liability | 9,853,532 | 12,308,533 | 6,836,069 |
| Total pension liability – beginning | 257,869,718 | 245,561,185 | 238,725,116 |
| Total pension liability – ending (a) | \$ 267,723,250 | \$ 257,869,718 | \$ 245,561,185 |
| Plan fiduciary net position | | | |
| Contributions – employer | \$ 13,646,297 | \$ 13,630,084 | \$ 12,996,379 |
| Contributions – employee | 1,955,294 | 1,843,313 | 1,527,777 |
| Net investment income | 10,803,883 | (1,288,022) | 5,940,316 |
| Benefit payments, including refunds of employee contributions | (14,901,137) | (13,684,199) | (13,253,087) |
| Expenses | (107,167) | (728,116) | (735,430) |
| Other | -- | -- | -- |
| Net change in plan fiduciary net position | 11,397,170 | (226,940) | 6,475,955 |
| Plan fiduciary net position – beginning | 103,469,741 | 103,696,681 | 97,220,726 |
| Plan fiduciary net position – ending (b) | \$ 114,866,911 | \$ 103,469,741 | \$ 103,696,681 |
| Net pension liability - ending (a) - (b) | \$ 152,856,339 | \$ 154,399,977 | \$ 141,864,504 |
| Plan fiduciary net position as a percentage of the total pension liability | 42.91% | 40.12% | 42.23% |
| Covered employee payroll | \$ 19,504,659 | \$ 18,353,315 | \$ 19,427,234 |
| Net pension liability as a percentage of covered-employee payroll | 783.69% | 841.26% | 730.24% |

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

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

(2 of 3)

MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM - CITY & WATER
SCHEDULE OF CHANGES IN THE CITY OF PAWTUCKET'S NET PENSION
LIABILITY AND RELATED RATIOS

| | 2016 | 2015 | 2014 |
|---|-----------------------|-----------------------|-----------------------|
| Total pension liability | | | |
| Service Cost | \$ 1,725,078 | \$ 1,678,551 | \$ 1,758,847 |
| Interest on the total pension liability | 8,661,520 | 8,425,763 | 8,327,033 |
| Changes of benefit terms | -- | 2,108,670 | -- |
| Difference between expected and actual experience of the total pension liability | (3,281,003) | (919,002) | -- |
| Changes of assumptions | -- | -- | (571,087) |
| Benefit payments, including refunds of employee contributions | (8,320,604) | (8,027,028) | (8,289,462) |
| Net change in total pension liability | (1,215,009) | 3,266,954 | 1,225,331 |
| Total pension liability – beginning | 118,784,702 | 115,517,748 | 114,292,417 |
| Total pension liability – ending (a) | <u>\$ 117,569,693</u> | <u>\$ 118,784,702</u> | <u>\$ 115,517,748</u> |
| Plan fiduciary net position | | | |
| Contributions – employer | \$ 3,351,122 | \$ 3,180,541 | \$ 2,748,725 |
| Contributions – employee | 652,005 | 396,865 | 383,778 |
| Net investment income | 27,958 | 2,096,868 | 12,248,352 |
| Benefit payments, including refunds of employee contributions | (8,320,604) | (8,027,028) | (8,289,462) |
| Pension plan administrative expense | (136,903) | (95,648) | (76,699) |
| Other | 7,826 | (38,394) | (9,184) |
| Net change in plan fiduciary net position | (4,418,596) | (2,486,796) | 7,005,510 |
| Plan fiduciary net position – beginning | 89,475,502 | 91,962,298 | 84,956,788 |
| Plan fiduciary net position – ending (b) | <u>\$ 85,056,906</u> | <u>\$ 89,475,502</u> | <u>\$ 91,962,298</u> |
| Net pension liability - ending (a) - (b) | <u>\$ 32,512,787</u> | <u>\$ 29,309,200</u> | <u>\$ 23,555,450</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 72.35% | 75.33% | 79.61% |
| Covered employee payroll | \$ 19,760,339 | \$ 19,382,810 | \$ 18,953,097 |
| Net pension liability as a percentage of covered payroll | 164.54% | 151.21% | 124.28% |

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

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

(3 of 3)

EMPLOYEES' RETIREMENT SYSTEM COST- SHARING PLAN
 SCHEDULE OF PAWTUCKET'S PROPORTIONATE SHARE OF THE
 NET PENSION LIABILITY

| | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|---|-----------------------|-----------------------|-----------------------|
| Employer's proportion of the net pension liability | 3.41% | 3.33% | 3.33% |
| Employer's proportionate share of the net pension liability | \$ 101,708,548 | \$ 91,758,238 | \$ 80,955,350 |
| State's proportionate share of the net pension liability associated with the school district | <u>69,655,421</u> | <u>62,686,348</u> | <u>55,514,813</u> |
| Total | <u>\$ 171,363,969</u> | <u>\$ 154,444,586</u> | <u>\$ 136,470,163</u> |
| Employer's covered employee payroll | \$ 59,048,806 | \$ 57,530,052 | \$ 51,497,621 |
| Employer's proportionate share of the net pension liability as a percentage of its covered employee payroll | 172.24% | 155.39% | 140.72% |
| Plan fiduciary net position as a percentage of the total pension liability | 54.06% | 57.55% | 61.40% |

Notes:

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

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION OLD PLAN
 SCHEDULE OF CHANGES IN THE CITY OF PAWTUCKET'S PENSION LIABILITY

| | 2017 | 2016 |
|---|---------------------|---------------------|
| Total pension liability | | |
| Interest on the total pension liability | \$ 167,297 | \$ 177,313 |
| Difference between expected and actual experience of the total pension liability | 221,592 | 164,609 |
| Benefit payments, including refunds of employee contributions | (472,041) | (478,777) |
| Net change in total pension liability | (83,152) | (136,855) |
| Total pension liability – beginning | 2,462,384 | 2,599,239 |
| Total pension liability – ending | \$ 2,379,232 | \$ 2,462,384 |

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

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

(1 of 3)

PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION - NEW PLAN
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS

| | 2017 | 2016 | 2015 |
|--|-------------------|-------------------|-------------------|
| Actuarially determined contribution | \$ 13,646,297 | \$ 13,630,084 | \$ 12,996,379 |
| Contributions in relation to the actuarially determined contribution | <u>13,646,297</u> | <u>13,630,084</u> | <u>12,996,379</u> |
| Contribution deficiency (excess) | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> |
| Covered-employee payroll | \$ 19,504,659 | \$ 18,353,315 | \$ 19,427,234 |
| Contributions as a percentage of covered-employee payroll | 69.96% | 74.26% | 66.90% |

Notes:

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

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

(2 of 3)

MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM - CITY & WATER
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS

| | 2017 | 2016 | 2015 | 2014 |
|--|------------------|------------------|------------------|------------------|
| Actuarially determined contribution | \$ 3,373,715 | \$ 3,351,122 | \$ 3,180,541 | \$ 2,748,725 |
| Contributions in relation to the actuarially determined contributi | <u>3,373,715</u> | <u>3,351,122</u> | <u>3,180,541</u> | <u>2,748,725</u> |
| Contribution deficiency (excess) | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> |
| Covered-employee payroll | \$ 20,689,030 | \$ 19,760,339 | \$ 19,382,810 | \$ 18,953,097 |
| Contributions as a percentage of covered-employee payroll | 16.31% | 16.96% | 16.41% | 14.50% |

Notes:

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

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

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

(3 of 3)

**EMPLOYEES' RETIREMENT SYSTEM COST-SHARING PLAN
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS**

| | 2017 | 2016 | 2015 | 2014 |
|--|------------------|------------------|------------------|------------------|
| Actuarially determined contribution | \$ 8,202,436 | \$ 8,107,401 | \$ 7,714,780 | \$ 6,905,831 |
| Contributions in relation to the actuarially determined contribution | <u>8,202,436</u> | <u>8,107,401</u> | <u>7,714,780</u> | <u>6,905,831</u> |
| Contribution deficiency (excess) | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> |
| Covered-employee payroll | \$ 62,233,961 | \$ 59,048,806 | \$ 57,530,052 | \$ 51,497,621 |
| Contributions as a percentage of covered- employee payroll | 13.18% | 13.73% | 13.41% | 13.41% |
| Contributions as a percentage of covered- federal employee payroll | 21.86% | 21.44% | 22.60% | 22.60% |

Notes:

1.) Employers participating in the State Employee's Retirement System are required by RI General Laws, Section 36-10-2, to contribute an actuarially determined contribution rate each year.

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

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

PAWTUCKET RETIREMENT SYSTEM - POLICE AND FIRE PENSION - NEW PLAN
SCHEDULE OF INVESTMENT RETURNS

| | 2017 | 2016 | 2015 |
|--|--------|--------|-------|
| Annual money-weighted rate of return, net of investment expenses | 11.03% | -1.21% | 6.02% |

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

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

PAWTUCKET RETIREMENT SYSTEM - OTHER POSTEMPLOYMENT BENEFITS
SCHEDULE OF CITY FUNDING PROGRESS

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (b) | Unfunded Accrued Actuarial Valuation (a)-(b) | Funded Ratio (a)/(b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll (a)-(b)/(c) |
|--------------------------|-------------------------------|---------------------------------|--|----------------------|---------------------|---|
| 7/1/2017 | \$ -- | \$356,094,000 | \$ (356,094,000) | 0% | \$ 99,567,000 | -358% |
| 7/1/2015 | \$ -- | \$345,227,000 | \$ (345,227,000) | 0% | \$ 90,925,000 | -380% |
| 7/1/2013 | \$ -- | \$309,654,000 | \$ (309,654,000) | 0% | \$ 91,107,273 | -340% |
| 7/1/2011 | \$ -- | \$311,500,000 | \$ (311,500,000) | 0% | \$ 92,030,000 | -338% |
| 7/1/2009 | \$ -- | \$378,184,421 | \$ (378,184,421) | 0% | \$ -- | N/A |
| 7/1/2007 | \$ -- | \$414,578,000 | \$ (414,578,000) | 0% | \$ -- | N/A |

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

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REQUIRED SUPPLEMENTARY INFORMATION

PAWTUCKET RETIREMENT SYSTEM - OTHER POSTEMPLOYMENT BENEFITS
SCHEDULE OF CITY OF PAWTUCKET'S CONTRIBUTIONS

| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|----------------------|----------------------|
| Actuarially determined contribution | \$ 20,305,107 | \$ 20,604,671 | \$ 19,664,769 | \$ 17,636,868 | \$ 20,257,675 | \$ 19,285,740 | \$ 24,211,420 | \$ 19,285,740 | \$ 31,011,620 | \$ 29,044,043 |
| Contributions in relation to the actuarially determined contribution | <u>13,994,453</u> | <u>11,109,056</u> | <u>9,976,571</u> | <u>12,892,143</u> | <u>12,953,770</u> | <u>12,939,217</u> | <u>12,541,409</u> | <u>11,416,382</u> | <u>10,032,096</u> | <u>9,766,451</u> |
| Contribution deficiency (excess) | <u>\$ 6,310,654</u> | <u>\$ 9,495,615</u> | <u>\$ 9,688,198</u> | <u>\$ 4,744,725</u> | <u>\$ 7,303,905</u> | <u>\$ 6,346,523</u> | <u>\$ 11,670,011</u> | <u>\$ 7,869,358</u> | <u>\$ 20,979,524</u> | <u>\$ 19,277,592</u> |
| Percentage contributed | 69% | 54% | 51% | 73% | 64% | 67% | 52% | 59% | 32% | 34% |

See notes to required supplementary information

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Police and Fire Retirement System – Old Plan

| | |
|----------------------------|---|
| Actuarial Cost Method | Entry Age Normal - the Individual Entry Age Normal Actuarial Cost methodology is used. |
| Actuarial Assumptions | |
| Projected Salary Increases | None, since all members are now retired. |
| Inflation | 3.00% |
| Mortality | It is assumed that both pre-retirement and post retirement mortality are represented by the RP-2000 combined mortality table adjusted to Blue Collar (male tables) with 1 year setback, and Scale AA improvement through 2011. Disabled mortality is assumed to follow The RP-2000 combined mortality table adjusted to blue Collar male tables) set forward 1 year for males and 2 years for females, and Scale AA improvement through 2011. |
| Cost of Living Adjustments | COLA's vary from 0%-3% depending on the date of retirement, compounded from every 3 years to every year depending on date of retirement. This applies to 15 of the 36 surviving members. |

Police and Fire Retirement System – New Plan

**Summary of Actuarial Assumptions Used in the Valuation to
determine the Net Pension Liability at the July 1, 2017 Valuation Date**

| | |
|----------------------------|---|
| Actuarial Cost Method | Entry Age Normal - the Individual Entry Age Normal Actuarial Cost methodology is used. |
| Amortization Method | Level Percent of Payroll – Closed |
| Actuarial Assumptions | |
| Investment Rate of Return | 7.50% |
| Projected Salary Increases | Police & Fire Employees - 2.00% to 11.00% |
| Inflation | 3.00% |
| Mortality | It is assumed that both pre-retirement and post retirement mortality are represented by the RP-2000 combined mortality table adjusted to Blue Collar (male tables) with 1 year setback, and Scale AA improvement through 2011. Disabled mortality is assumed to follow The RP-2000 combined mortality table adjusted to blue Collar male tables) set forward 1 year for males and 2 years for females, and Scale AA improvement through 2011. |
| Cost of Living Adjustments | Cost-of-living increases have been assumed to be 3.0% per year. |

CITY OF PAWTUCKET, RHODE ISLAND

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Municipal Employers' Retirement System

**Summary of Actuarial Assumptions Used in the Valuations to determine
Net Pension Liability at the June 30, 2016 measurement date
(June 30, 2015 valuation rolled forward to June 30, 2016)**

| | |
|-------------------------------|---|
| 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 | 7.50% |
| Projected Salary Increases | General Employees - 3.50% to 7.50% ; |
| Inflation | 2.75% |
| Mortality | Male employees, MERS General and MERS P&F: 115% of RP-2000 Combined Healthy for Males with White Collar adjustments, projected with Scale AA from 2000. Female Employees, MERS General and MERS P&F: 95% of RP-2000 Combined Healthy for Females with White Collar adjustments, projected with Scale AA from 2000. |
| Cost of Living Adjustments | A 2% COLA is assumed after January 1, 2014. |

CITY OF PAWTUCKET, RHODE ISLAND

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Other Postemployment Benefit Obligation

Summary of Actuarial Assumptions Used in the Valuations to determine the Other Postemployment Obligation at July 1, 2017

| | |
|--|---|
| Actuarial Cost Method | Projected Unit Credit. Benefits are attributed ratably to service from date of hire until full eligibility date. Full eligibility date is assumed to be first eligibility for retiree medical benefits |
| Amortization Method | 30-year level percent of pay assuming 3.25% aggregate annual payroll growth, open basis for Pay-as-You-Go. The amortization period is 30 years for all future valuations. |
| Healthcare Cost Trend Rate | Ranges from 5.5% - 4.5% for the years 2017 - 2019 & after, decreasing 0.5% from year to year. |
| Participation | 95% of future retirees are assumed to participate in the retiree medical plan. 65% of future school retirees are assumed to participate in the dental plan. 90% of future Public Safety retirees are assumed to participate in the dental plan. |
| Investment Rate of Return | Pay-as-You-Go: 4% per year, net of investment expenses; Full Prefunding: 7.5% per year, net of investment expenses |
| Marital Status | 80% of male employees and 60% of female employees are assumed to have a covered spouse at retirement. Wives are assumed to be three years younger than their husbands. |
| Pre-Age 65 Retirees / Post-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. Current retirees over age 65 remain in their current medical plan until death for purposes of measuring their contributions. It is assumed that future retirees are Medicare eligible. It is furthermore assumed that all current retirees over 65 will participate in the Medicare Supplement plan in the same proportion as current retirees over 65. Per capita costs were developed from the City developed monthly costs. Amounts to be received in the future for the Medicare Part D Retiree Drug Subsidy are not reflected in the valuation. |
| Termination Benefit | No benefits will be payable for termination prior to retirement eligibility. |
| Medical Plan Costs | The estimated gross per capita incurred claim costs for all retirees and beneficiaries for 2017 are based on current costs and age-weighted adjustments. |
| Annual Rate of Mortality | It is assumed that the pre-retirement and post retirement mortality for general employees and teachers are represented by the MERS Class A assumptions for 2013. It is assumed that the preretirement and post retirement mortality for Public Safety employees are represented by the RP2000 Mortality Table with Blue Collar adjustment, projected to 2011 using Scale AA. For disabled general and teacher members is represented by the MERS mortality assumptions for 2013. For Public Safety disabled retirees, it is represented by RP2000 Mortality Table with Blue Collar adjustment, projected to 2011 using Scale AA, set forward 1 year for males and 2 years for females. |

OTHER SUPPLEMENTARY INFORMATION

CITY OF PAWTUCKET, RHODE ISLAND

F-1

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017

| | City Special Revenue Funds | HUD Special Revenue Funds | School Restricted Funds | Capital Projects Funds | Permanent Funds | Total Non-Major Governmental Funds |
|---|-------------------------------------|------------------------------------|-------------------------------|------------------------------|---------------------|---|
| Assets | | | | | | |
| Cash and cash equivalents | \$ 3,953,890 | \$ 479,949 | \$ 242,389 | \$ 6,503,503 | \$ 285,656 | \$ 11,465,387 |
| Investments | -- | -- | -- | -- | 927,794 | 927,794 |
| Due from federal and state governments | 105,488 | 152,838 | 1,181,279 | -- | -- | 1,439,605 |
| Due from RICWFA | -- | -- | -- | 6,838,345 | -- | 6,838,345 |
| Other receivables | 784,368 | 2,496,673 | -- | 423,426 | -- | 3,704,467 |
| Notes receivable | -- | -- | -- | -- | 150,000 | 150,000 |
| Total Assets | <u>\$ 4,843,746</u> | <u>\$ 3,129,460</u> | <u>\$ 1,423,668</u> | <u>\$ 13,765,274</u> | <u>\$ 1,363,450</u> | <u>\$ 24,525,598</u> |
| Liabilities | | | | | | |
| Accounts payable and accrued liabilities | \$ 257,386 | \$ 2,606,538 | \$ 60,086 | \$ 396,615 | \$ -- | \$ 3,320,625 |
| Due to other funds | 451,116 | 184,802 | 1,144,997 | 338,223 | 95 | 2,119,233 |
| Bond anticipation note | -- | -- | -- | 8,100,000 | -- | 8,100,000 |
| Total Liabilities | <u>708,502</u> | <u>2,791,340</u> | <u>1,205,083</u> | <u>8,834,838</u> | <u>95</u> | <u>13,539,858</u> |
| Fund Balance | | | | | | |
| Non-spendable | 7,217 | -- | -- | -- | 1,363,355 | 1,370,572 |
| Restricted | 2,683,319 | 338,120 | 218,585 | 9,602,363 | -- | 12,842,387 |
| Committed | 1,444,708 | -- | -- | -- | -- | 1,444,708 |
| Unassigned | -- | -- | -- | (4,671,927) | -- | (4,671,927) |
| Total Fund Balance | <u>4,135,244</u> | <u>338,120</u> | <u>218,585</u> | <u>4,930,436</u> | <u>1,363,355</u> | <u>10,985,740</u> |
| Total Liabilities and Fund Balance | <u>\$ 4,843,746</u> | <u>\$ 3,129,460</u> | <u>\$ 1,423,668</u> | <u>\$ 13,765,274</u> | <u>\$ 1,363,450</u> | <u>\$ 24,525,598</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

| | City Special Revenue Funds | HUD Special Revenue Funds | School Restricted Funds | Capital Projects Funds | Permanent Funds | Total Non-Major Governmental Funds |
|---|-------------------------------------|------------------------------------|-------------------------------|------------------------------|---------------------|---|
| Revenues | | | | | | |
| Charges for services | \$ 2,047,648 | \$ 3,783 | \$ 162,468 | \$ -- | \$ -- | \$ 2,213,899 |
| Operating grants and contributions | 2,019,875 | 1,504,268 | 10,393,231 | -- | 1,799 | 13,919,173 |
| Capital grants and contributions | 105,488 | -- | -- | 3,806,838 | -- | 3,912,326 |
| Investment income | -- | 589 | -- | 3,805 | 173,833 | 178,227 |
| Total Revenues | <u>4,173,011</u> | <u>1,508,640</u> | <u>10,555,699</u> | <u>3,810,643</u> | <u>175,632</u> | <u>20,223,625</u> |
| Expenditures | | | | | | |
| Current: | | | | | | |
| Legislative and executive | 1,212,861 | -- | -- | 6,431 | 4,932 | 1,224,224 |
| Planning | 137,027 | 1,495,356 | -- | 161,931 | -- | 1,794,314 |
| Public safety | 2,700,962 | -- | -- | -- | -- | 2,700,962 |
| Public works | 511,498 | -- | -- | 6,949,408 | -- | 7,460,906 |
| Education | - | -- | 10,433,544 | 4,737,123 | -- | 15,170,667 |
| Debt Service Principal | - | -- | -- | 35,200 | -- | 35,200 |
| Debt Service Interest | -- | -- | -- | 5,137 | -- | 5,137 |
| Total Expenditures | <u>4,562,348</u> | <u>1,495,356</u> | <u>10,433,544</u> | <u>11,895,230</u> | <u>4,932</u> | <u>28,391,410</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(389,337)</u> | <u>13,284</u> | <u>122,155</u> | <u>(8,084,587)</u> | <u>170,700</u> | <u>(8,167,785)</u> |
| Other Financing Sources (Uses) | | | | | | |
| Transfers from other funds | 257,004 | 5,247 | -- | 5,111,874 | -- | 5,374,125 |
| Transfers to other funds | (416,093) | (5,247) | (203,991) | (3,021,135) | -- | (3,646,466) |
| Bond proceeds | -- | -- | -- | 8,415,000 | -- | 8,415,000 |
| Total Other Financing Sources (Uses) | <u>(159,089)</u> | <u>--</u> | <u>(203,991)</u> | <u>10,505,739</u> | <u>--</u> | <u>10,142,659</u> |
| Net Change in Fund Balances | <u>(548,426)</u> | <u>13,284</u> | <u>(81,836)</u> | <u>2,421,152</u> | <u>170,700</u> | <u>1,974,874</u> |
| Fund Balances - Beginning of Year | <u>4,683,670</u> | <u>324,836</u> | <u>300,421</u> | <u>2,509,284</u> | <u>1,192,655</u> | <u>9,010,866</u> |
| Fund Balances - End of Year | <u>\$ 4,135,244</u> | <u>\$ 338,120</u> | <u>\$ 218,585</u> | <u>\$ 4,930,436</u> | <u>\$ 1,363,355</u> | <u>\$ 10,985,740</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Pawtucket Public Fund 106 | Convergence Fund 2 107 | Convergence Fund 108 | Substance Abuse 113 | EMA Small Grants Fund 117 | CERT FY-17 Equip 119 | FY13 Cert (Fed) 120 |
|---|---------------------------------|------------------------------|-------------------------|---------------------------|---------------------------------|----------------------------|------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 14,207 | \$ 5,284 | \$ 28,023 | \$ -- | \$ -- | \$ 1,694 |
| Other receivables | -- | -- | -- | 10,178 | -- | 1,899 | 4,157 |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ --</u> | <u>\$ 14,207</u> | <u>\$ 5,284</u> | <u>\$ 38,201</u> | <u>\$ --</u> | <u>\$ 1,899</u> | <u>\$ 5,851</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ 1,921 | \$ -- | \$ 32,150 | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | 1,899 | -- |
| Total Liabilities | <u>--</u> | <u>1,921</u> | <u>--</u> | <u>32,150</u> | <u>--</u> | <u>1,899</u> | <u>--</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | 6,051 | -- | -- | 5,851 |
| Committed | -- | 12,286 | 5,284 | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>12,286</u> | <u>5,284</u> | <u>6,051</u> | <u>--</u> | <u>--</u> | <u>5,851</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ 14,207</u> | <u>\$ 5,284</u> | <u>\$ 38,201</u> | <u>\$ --</u> | <u>\$ 1,899</u> | <u>\$ 5,851</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Department Of Health Deliverable 122 | EMA Special Operations 125 | RIRPA Coaching Workshop 128 | Slater Park Permits 129 | Dog Park 130 | Recreation Trips 131 | Daggett Farm 132 |
|---|---|----------------------------------|--------------------------------------|-------------------------------|-----------------|----------------------------|---------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 3,624 | \$ -- | \$ -- | \$ 29,695 | \$ 120 | \$ 4,480 | \$ 39,034 |
| Other receivables | -- | -- | -- | -- | -- | -- | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 3,624</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 29,695</u> | <u>\$ 120</u> | <u>\$ 4,480</u> | <u>\$ 39,034</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ 360 | \$ -- | \$ -- | \$ 325 | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Liabilities | <u>360</u> | <u>--</u> | <u>--</u> | <u>325</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | 3,264 | -- | -- | -- | -- | -- | -- |
| Committed | -- | -- | -- | 29,370 | 120 | 4,480 | 39,034 |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>3,264</u> | <u>--</u> | <u>--</u> | <u>29,370</u> | <u>120</u> | <u>4,480</u> | <u>39,034</u> |
| Total Liabilities and Fund Balance | <u>\$ 3,624</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 29,695</u> | <u>\$ 120</u> | <u>\$ 4,480</u> | <u>\$ 39,034</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Champlin Carousel Restore 133 | Carousel Fund 134 | Tennis Single League 136 | Summer Camp 137 | Instructor Programming 138 | Arts In The Park 139 | Field Use Maintenance 140 | Council's Substance Abuse 141 |
|---|--|----------------------|--------------------------------|--------------------|----------------------------------|----------------------------|---------------------------------|--|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 15,432 | \$ 39,952 | \$ -- | \$ 9,851 | \$ 350 | \$ 85,991 | \$ 53,258 |
| Other receivables | -- | -- | -- | -- | -- | -- | -- | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ --</u> | <u>\$ 15,432</u> | <u>\$ 39,952</u> | <u>\$ --</u> | <u>\$ 9,851</u> | <u>\$ 350</u> | <u>\$ 85,991</u> | <u>\$ 53,258</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities | | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ 1,635 | \$ 945 | \$ -- | \$ 182 | \$ -- | \$ 7,920 | \$ 2,500 |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Liabilities | <u>--</u> | <u>1,635</u> | <u>945</u> | <u>--</u> | <u>182</u> | <u>--</u> | <u>7,920</u> | <u>2,500</u> |
| Fund Balance | | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | -- | -- | -- | -- | -- |
| Committed | -- | 13,797 | 39,007 | -- | 9,669 | 350 | 78,071 | 50,758 |
| Unassigned | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>13,797</u> | <u>39,007</u> | <u>--</u> | <u>9,669</u> | <u>350</u> | <u>78,071</u> | <u>50,758</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ 15,432</u> | <u>\$ 39,952</u> | <u>\$ --</u> | <u>\$ 9,851</u> | <u>\$ 350</u> | <u>\$ 85,991</u> | <u>\$ 53,258</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Project Renew 144 | Arts Support Initiative 145 | Pawtucket Arts Funding 146 | Youth Sports League 147 | AED Fund 150 | Mayor's Holiday Dinner 155 | Vital St. Restoration 158 |
|---|----------------------|-----------------------------------|----------------------------------|-------------------------------|-----------------|----------------------------------|---------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 28,315 | \$ 5,686 | \$ 22,603 | \$ 1,052 | \$ 13,170 | \$ 78,566 |
| Other receivables | -- | -- | -- | -- | -- | -- | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ --</u> | <u>\$ 28,315</u> | <u>\$ 5,686</u> | <u>\$ 22,603</u> | <u>\$ 1,052</u> | <u>\$ 13,170</u> | <u>\$ 78,566</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Liabilities | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | 28,315 | -- | -- | -- | 13,170 | -- |
| Committed | -- | -- | 5,686 | 22,603 | 1,052 | -- | 78,566 |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>28,315</u> | <u>5,686</u> | <u>22,603</u> | <u>1,052</u> | <u>13,170</u> | <u>78,566</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ 28,315</u> | <u>\$ 5,686</u> | <u>\$ 22,603</u> | <u>\$ 1,052</u> | <u>\$ 13,170</u> | <u>\$ 78,566</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Animal Control 161 | Land Records Restoration 162 | Alcohol Prevention Fund 163 | Recruitment Testing Fund 165 | Document Preservation 166 | Family Literacy Initiative 175 | State Grant In Aid 184 |
|---|-----------------------|------------------------------------|--------------------------------------|------------------------------------|---------------------------------|--------------------------------------|------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 44,803 | \$ 129,798 | \$ 9,854 | \$ -- | \$ 366,793 | \$ 50,134 | \$ 8,569 |
| Other receivables | -- | -- | -- | -- | -- | -- | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 44,803</u> | <u>\$ 129,798</u> | <u>\$ 9,854</u> | <u>\$ --</u> | <u>\$ 366,793</u> | <u>\$ 50,134</u> | <u>\$ 8,569</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ 2,346 | \$ -- | \$ -- | \$ 7,854 | \$ 1,366 | \$ 4,973 |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Liabilities | <u>--</u> | <u>2,346</u> | <u>--</u> | <u>--</u> | <u>7,854</u> | <u>1,366</u> | <u>4,973</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | 127,452 | -- | -- | -- | 48,768 | 3,596 |
| Committed | 44,803 | -- | 9,854 | -- | 358,939 | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>44,803</u> | <u>127,452</u> | <u>9,854</u> | <u>--</u> | <u>358,939</u> | <u>48,768</u> | <u>3,596</u> |
| Total Liabilities and Fund Balance | <u>\$ 44,803</u> | <u>\$ 129,798</u> | <u>\$ 9,854</u> | <u>\$ --</u> | <u>\$ 366,793</u> | <u>\$ 50,134</u> | <u>\$ 8,569</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Library Donations 185 | Champlin Grant 186 | Holiday Basket Drive 191 | Foundation Contribution Fund 193 | Insurance Deductible Reserve 501 | Fire Equipment Fund 510 | Fire Prevention 550 |
|---|-----------------------------|--------------------------|--------------------------------|---|---|-------------------------------|------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 150,218 | \$ 9,828 | \$ 3,526 | \$ 12,837 | \$ 302,508 | \$ 1,860 | \$ 160,266 |
| Other receivables | -- | -- | -- | -- | -- | -- | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 150,218</u> | <u>\$ 9,828</u> | <u>\$ 3,526</u> | <u>\$ 12,837</u> | <u>\$ 302,508</u> | <u>\$ 1,860</u> | <u>\$ 160,266</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ 3,447 | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 15,339 |
| Due to other funds | -- | -- | -- | -- | 135,165 | -- | -- |
| Total Liabilities | <u>3,447</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>135,165</u> | <u>--</u> | <u>15,339</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | 9,828 | 3,526 | 12,837 | -- | -- | 144,927 |
| Committed | 146,771 | -- | -- | -- | 167,343 | 1,860 | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>146,771</u> | <u>9,828</u> | <u>3,526</u> | <u>12,837</u> | <u>167,343</u> | <u>1,860</u> | <u>144,927</u> |
| Total Liabilities and Fund Balance | <u>\$ 150,218</u> | <u>\$ 9,828</u> | <u>\$ 3,526</u> | <u>\$ 12,837</u> | <u>\$ 302,508</u> | <u>\$ 1,860</u> | <u>\$ 160,266</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Fire Apparatus 551 | Safer Grant 556 | AFG Stretchers 557 | Gun Buy-Back Fund 600 | Federal Forfeited Property 603 | State Share Drugs 604 | Reim O/T Special Squad 607 | RI Traffic Tribunal 609 |
|---|-----------------------|--------------------|-----------------------|-----------------------------|---|-----------------------------|----------------------------------|-------------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ 114,082 | \$ -- | \$ -- | \$ 4,760 | \$ 301,283 | \$ 485,981 | \$ -- | \$ 120,348 |
| Other receivables | -- | -- | -- | -- | -- | -- | 16,312 | 6,774 |
| Investments | -- | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | 105,488 | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 114,082</u> | <u>\$ --</u> | <u>\$ 105,488</u> | <u>\$ 4,760</u> | <u>\$ 301,283</u> | <u>\$ 485,981</u> | <u>\$ 16,312</u> | <u>\$ 127,122</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities | | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ -- | \$ 18,802 | \$ -- | \$ 585 | \$ 49,347 |
| Due to other funds | -- | -- | 105,488 | -- | -- | -- | 14,438 | -- |
| Total Liabilities | <u>--</u> | <u>--</u> | <u>105,488</u> | <u>--</u> | <u>18,802</u> | <u>--</u> | <u>15,023</u> | <u>49,347</u> |
| Fund Balance | | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | 4,760 | 282,481 | 485,981 | 1,289 | 77,775 |
| Committed | 114,082 | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>114,082</u> | <u>--</u> | <u>--</u> | <u>4,760</u> | <u>282,481</u> | <u>485,981</u> | <u>1,289</u> | <u>77,775</u> |
| Total Liabilities and Fund Balance | <u>\$ 114,082</u> | <u>\$ --</u> | <u>\$ 105,488</u> | <u>\$ 4,760</u> | <u>\$ 301,283</u> | <u>\$ 485,981</u> | <u>\$ 16,312</u> | <u>\$ 127,122</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Bike Patrol 625 | RI Foundation Grant 637 | D.A.R.E. 638 | 2015DJBX098 1 640 | PTE Overtime 641 | PTE Police Equipment 643 | Bureau of Justice Assistance – JAG Grant 648 | Bureau of Justice Assistance – JAG Grant 649 |
|---|--------------------|-------------------------------|-----------------|-------------------------|---------------------|--------------------------------|--|--|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ 13,233 | \$ 10,000 | \$ 7,180 | \$ -- | \$ -- | \$ 145,647 | \$ -- | \$ -- |
| Other receivables | -- | -- | -- | 18,397 | -- | -- | -- | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 13,233</u> | <u>\$ 10,000</u> | <u>\$ 7,180</u> | <u>\$ 18,397</u> | <u>\$ --</u> | <u>\$ 145,647</u> | <u>\$ --</u> | <u>\$ --</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities | | | | | | | | |
| Accounts payable and accrued expenses | \$ 1,509 | \$ -- | \$ -- | \$ 333 | \$ -- | \$ 1,905 | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | 18,064 | -- | -- | -- | -- |
| Total Liabilities | <u>1,509</u> | <u>--</u> | <u>--</u> | <u>18,397</u> | <u>--</u> | <u>1,905</u> | <u>--</u> | <u>--</u> |
| Fund Balance | | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- | -- |
| Restricted | 11,724 | 10,000 | -- | -- | -- | -- | -- | -- |
| Committed | -- | -- | 7,180 | -- | -- | 143,742 | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>11,724</u> | <u>10,000</u> | <u>7,180</u> | <u>--</u> | <u>--</u> | <u>143,742</u> | <u>--</u> | <u>--</u> |
| Total Liabilities and Fund Balance | <u>\$ 13,233</u> | <u>\$ 10,000</u> | <u>\$ 7,180</u> | <u>\$ 18,397</u> | <u>\$ --</u> | <u>\$ 145,647</u> | <u>\$ --</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | 2014DJBX078 2 10/13-9/17 650 | Dog Pound- Spay & Neuter Fund 651 | Vet Care Private Donation 652 | Spay & Neuter Public Assist 653 | Spay & Neuter Pound Fund 654 | Underage Drinking 658 | Highway Safety Grant 2015 660 | Seized Vehicles (State) 662 |
|---|------------------------------------|--|-------------------------------------|---------------------------------------|------------------------------------|-----------------------------|-------------------------------------|-----------------------------------|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 60,446 | \$ 54,329 | \$ 6,010 | \$ 6,010 | \$ -- | \$ -- | \$ 60,646 |
| Other receivables | -- | -- | -- | -- | -- | -- | 19,868 | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ --</u> | <u>\$ 60,446</u> | <u>\$ 54,329</u> | <u>\$ 6,010</u> | <u>\$ 6,010</u> | <u>\$ --</u> | <u>\$ 19,868</u> | <u>\$ 60,646</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities | | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ 445 | \$ -- | \$ -- | \$ -- | \$ -- | \$ 2,423 | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | -- | 17,445 | -- |
| Total Liabilities | <u>--</u> | <u>445</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>19,868</u> | <u>--</u> |
| Fund Balance | | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | 54,329 | 6,010 | 6,010 | -- | -- | 60,646 |
| Committed | -- | 60,001 | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>60,001</u> | <u>54,329</u> | <u>6,010</u> | <u>6,010</u> | <u>--</u> | <u>--</u> | <u>60,646</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ 60,446</u> | <u>\$ 54,329</u> | <u>\$ 6,010</u> | <u>\$ 6,010</u> | <u>\$ --</u> | <u>\$ 19,868</u> | <u>\$ 60,646</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Tobacco Enforcement 663 | Pending Forfeiture (Campbell) 664 | Highway Safety Grant 2014 665 | Synar Tobacco Grant 666 | Sex Offenders 678 | Sex Offenders Project #FWB3000F 679 | Details Private Company Reimbursements 690 |
|---|-------------------------------|--|-------------------------------------|-------------------------------|----------------------|--|---|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 237,583 | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Other receivables | -- | -- | -- | 4,010 | 3,216 | 780 | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ --</u> | <u>\$ 237,583</u> | <u>\$ --</u> | <u>\$ 4,010</u> | <u>\$ 3,216</u> | <u>\$ 780</u> | <u>\$ --</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ 633 | \$ 292 | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | 3,377 | 2,924 | 780 | -- |
| Total Liabilities | <u>--</u> | <u>--</u> | <u>--</u> | <u>4,010</u> | <u>3,216</u> | <u>780</u> | <u>--</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | 237,583 | -- | -- | -- | -- | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>237,583</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ 237,583</u> | <u>\$ --</u> | <u>\$ 4,010</u> | <u>\$ 3,216</u> | <u>\$ 780</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Details Private Company Reimbursements 694 | Evidence Money 697 | Misc Police Reimbursements 698 | Municipal Waste Reduction 706 | GCD Various Polling Site 711 | Blackstone Wall Rep 2 731 | Slater Park Pavilion 737 |
|---|---|--------------------------|--------------------------------------|-------------------------------------|------------------------------------|---------------------------------|--------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 21,000 | \$ 7,217 | \$ 1,336 | \$ 55,102 | \$ -- | \$ -- | \$ -- |
| Other receivables | 103,731 | -- | 1,267 | -- | -- | 56,865 | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 124,731</u> | <u>\$ 7,217</u> | <u>\$ 2,603</u> | <u>\$ 55,102</u> | <u>\$ --</u> | <u>\$ 56,865</u> | <u>\$ --</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ 13,065 | \$ -- | \$ 292 | \$ -- | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | 56,865 | -- |
| Total Liabilities | <u>13,065</u> | <u>--</u> | <u>292</u> | <u>--</u> | <u>--</u> | <u>56,865</u> | <u>--</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | 7,217 | -- | -- | -- | -- | -- |
| Restricted | 111,666 | -- | 2,311 | 55,102 | -- | -- | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>111,666</u> | <u>7,217</u> | <u>2,311</u> | <u>55,102</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Total Liabilities and Fund Balance | <u>\$ 124,731</u> | <u>\$ 7,217</u> | <u>\$ 2,603</u> | <u>\$ 55,102</u> | <u>\$ --</u> | <u>\$ 56,865</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Vets Park Restroom 738 | Cleaning Vehicle (RIDEM) 741 | Veg Water Fowl Buffer 742 | Summer Youth Initiative 745 | Stormwater Master Plan 747 | PRA Redevelopment 801 | Senior Center 817 |
|---|------------------------------|---------------------------------------|---------------------------------|-----------------------------------|----------------------------------|-----------------------------|----------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ -- | \$ 42,311 | \$ -- | \$ -- | \$ 427,000 | \$ -- |
| Other receivables | -- | 34,717 | 11,887 | -- | 83,510 | 398,311 | -- |
| Investments | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ --</u> | <u>\$ 34,717</u> | <u>\$ 54,198</u> | <u>\$ --</u> | <u>\$ 83,510</u> | <u>\$ 825,311</u> | <u>\$ --</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ 54,198 | \$ -- | \$ 20,647 | \$ 1,158 | \$ -- |
| Due to other funds | -- | 34,717 | -- | -- | 59,922 | -- | -- |
| Total Liabilities | <u>--</u> | <u>34,717</u> | <u>54,198</u> | <u>--</u> | <u>80,569</u> | <u>1,158</u> | <u>--</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | -- | 2,941 | 824,153 | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>2,941</u> | <u>824,153</u> | <u>--</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ 34,717</u> | <u>\$ 54,198</u> | <u>\$ --</u> | <u>\$ 83,510</u> | <u>\$ 825,311</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Senior Center II 818 | Senate Grant- Senior Shuttle 822 | Senior Center - City 824 | Information Specialist 825 | Leon Mathieu Donations 827 | Senior Center Title III B 828 | Revolving Loan Fund 881 | City Special Revenue Funds Totals |
|---|-------------------------|--|--------------------------------|----------------------------------|----------------------------------|-------------------------------------|-------------------------------|---|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ -- | \$ -- | \$ -- | \$ 11,005 | \$ -- | \$ 30,000 | \$ 3,953,890 |
| Other receivables | -- | -- | -- | -- | -- | -- | 8,489 | 784,368 |
| Investments | -- | -- | -- | -- | -- | -- | -- | -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | -- | 105,488 |
| Total Assets | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 11,005</u> | <u>\$ --</u> | <u>\$ 38,489</u> | <u>\$ 4,843,746</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities | | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 8,489 | \$ 257,386 |
| Due to other funds | -- | -- | -- | -- | 32 | -- | -- | 451,116 |
| Total Liabilities | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>32</u> | <u>--</u> | <u>8,489</u> | <u>708,502</u> |
| Fund Balance | | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- | 7,217 |
| Restricted | -- | -- | -- | -- | 10,973 | -- | 30,000 | 2,683,319 |
| Committed | -- | -- | -- | -- | -- | -- | -- | 1,444,708 |
| Unassigned | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>10,973</u> | <u>--</u> | <u>30,000</u> | <u>4,135,244</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 11,005</u> | <u>\$ --</u> | <u>\$ 38,489</u> | <u>\$ 4,843,746</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Pawtucket Public Fund 106 | Convergence Fund 2 107 | Convergence Fund 108 | Substance Abuse 113 | EMA Small Grants Fund 117 | Cert Funding FY17 Equip 119 | FY13 Cert (Fed) 120 |
|---|---------------------------------|------------------------------|----------------------------|---------------------------|---------------------------------|-----------------------------------|------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ 1,372,150 | \$ 4,390 | \$ 25,853 | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | -- | 33,141 | 32,295 | 102,440 | -- | 1,899 | 9,713 |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>1,372,150</u> | <u>37,531</u> | <u>58,148</u> | <u>102,440</u> | <u>--</u> | <u>1,899</u> | <u>9,713</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | -- | -- | 108,054 | -- | -- | -- |
| Planning | -- | 25,245 | 72,631 | -- | -- | -- | -- |
| Public safety | 1,372,150 | -- | -- | -- | -- | 1,899 | 4,696 |
| Public works | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>1,372,150</u> | <u>25,245</u> | <u>72,631</u> | <u>108,054</u> | <u>--</u> | <u>1,899</u> | <u>4,696</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | -- | 12,286 | (14,483) | (5,614) | -- | -- | 5,017 |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | 1,834 |
| Transfers to other funds | -- | -- | -- | -- | (1,834) | -- | (1,000) |
| Total Other Financing Sources (Uses) | -- | -- | -- | -- | (1,834) | -- | 834 |
| Net Change in Fund Balances | -- | 12,286 | (14,483) | (5,614) | (1,834) | -- | 5,851 |
| Fund Balances - Beginning of Year | -- | -- | 19,767 | 11,665 | 1,834 | -- | -- |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ 12,286</u> | <u>\$ 5,284</u> | <u>\$ 6,051</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 5,851</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Department Of Health Deliverable 122 | EMA Special Operations 125 | RIRPA Coaching Workshop 128 | Slater Park Permits 129 | Dog Park 130 | Recreation Trips 131 | Daggett Farm 132 |
|---|---|----------------------------------|--------------------------------------|-------------------------------|-----------------|----------------------------|---------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 1,725 | \$ -- |
| Operating grants and contributions | 2,150 | -- | -- | 30,465 | -- | -- | 10,601 |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>2,150</u> | <u>--</u> | <u>--</u> | <u>30,465</u> | <u>--</u> | <u>1,725</u> | <u>10,601</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | 4,384 | -- | -- | -- | -- | -- | -- |
| Public works | -- | -- | -- | 16,326 | -- | 2,491 | 2,535 |
| Total Expenditures | <u>4,384</u> | <u>--</u> | <u>--</u> | <u>16,326</u> | <u>--</u> | <u>2,491</u> | <u>2,535</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | (2,234) | -- | -- | 14,139 | -- | (766) | 8,066 |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | 4,706 | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | (50,000) | (5) | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>(45,294)</u> | <u>(5)</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>(2,234)</u> | <u>--</u> | <u>--</u> | <u>(31,155)</u> | <u>(5)</u> | <u>(766)</u> | <u>8,066</u> |
| Fund Balances - Beginning of Year | <u>5,498</u> | <u>--</u> | <u>--</u> | <u>60,525</u> | <u>125</u> | <u>5,246</u> | <u>30,968</u> |
| Fund Balances - End of Year | <u>\$ 3,264</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 29,370</u> | <u>\$ 120</u> | <u>\$ 4,480</u> | <u>\$ 39,034</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Champlin Carousel Restore 133 | Carousel Fund 134 | Tennis Single League 136 | Summer Camp 137 | Instructor Programming 138 | Arts In The Park 139 | Field Use Maintenance 140 | Council's Substance Abuse 141 |
|---|--|----------------------|--------------------------------|--------------------|----------------------------------|----------------------------|---------------------------------|--|
| Revenues | | | | | | | | |
| Charges for services | \$ -- | \$ 32,496 | \$ 22,295 | \$ -- | \$ 22,161 | \$ -- | \$ 49,637 | \$ 14,804 |
| Operating grants and contributions | 33,000 | 5,243 | -- | -- | -- | -- | -- | -- |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>33,000</u> | <u>37,739</u> | <u>22,295</u> | <u>--</u> | <u>22,161</u> | <u>--</u> | <u>49,637</u> | <u>14,804</u> |
| Expenditures | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- | -- |
| Planning | -- | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- | -- |
| Public works | 33,200 | 60,899 | 12,448 | -- | 30,185 | -- | 31,165 | 35,775 |
| Total Expenditures | <u>33,200</u> | <u>60,899</u> | <u>12,448</u> | <u>--</u> | <u>30,185</u> | <u>--</u> | <u>31,165</u> | <u>35,775</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | (200) | (23,160) | 9,847 | -- | (8,024) | -- | 18,472 | (20,971) |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfers from other funds | 200 | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | (200) | -- | (531) | -- | -- | (50,000) | -- |
| Total Other Financing Sources (Uses) | <u>200</u> | <u>(200)</u> | <u>--</u> | <u>(531)</u> | <u>--</u> | <u>--</u> | <u>(50,000)</u> | <u>--</u> |
| Net Change in Fund Balances | <u>--</u> | <u>(23,360)</u> | <u>9,847</u> | <u>(531)</u> | <u>(8,024)</u> | <u>--</u> | <u>(31,528)</u> | <u>(20,971)</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>37,157</u> | <u>29,160</u> | <u>531</u> | <u>17,693</u> | <u>350</u> | <u>109,599</u> | <u>71,729</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ 13,797</u> | <u>\$ 39,007</u> | <u>\$ --</u> | <u>\$ 9,669</u> | <u>\$ 350</u> | <u>\$ 78,071</u> | <u>\$ 50,758</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Project Renew 144 | Arts Support Initiative 145 | Pawtucket Arts Funding 146 | Youth Sports League 147 | AED Fund 150 | Mayor's Holiday Dinner 155 | Vital St. Restoration 158 |
|---|----------------------|-----------------------------------|----------------------------------|-------------------------------|-----------------|----------------------------------|---------------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 12,676 |
| Operating grants and contributions | -- | -- | -- | -- | -- | 7,260 | -- |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>7,260</u> | <u>12,676</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | -- | 9,187 | -- | -- | 1,712 | 1,060 |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | -- | 20,833 | -- | -- | 1,722 | -- | -- |
| Total Expenditures | <u>--</u> | <u>20,833</u> | <u>9,187</u> | <u>--</u> | <u>1,722</u> | <u>1,712</u> | <u>1,060</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>--</u> | <u>(20,833)</u> | <u>(9,187)</u> | <u>--</u> | <u>(1,722)</u> | <u>5,548</u> | <u>11,616</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | 28,390 | 10,107 | -- | -- | -- | -- |
| Transfers to other funds | (4,706) | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>(4,706)</u> | <u>28,390</u> | <u>10,107</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>(4,706)</u> | <u>7,557</u> | <u>920</u> | <u>--</u> | <u>(1,722)</u> | <u>5,548</u> | <u>11,616</u> |
| Fund Balances - Beginning of Year | <u>4,706</u> | <u>20,758</u> | <u>4,766</u> | <u>22,603</u> | <u>2,774</u> | <u>7,622</u> | <u>66,950</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ 28,315</u> | <u>\$ 5,686</u> | <u>\$ 22,603</u> | <u>\$ 1,052</u> | <u>\$ 13,170</u> | <u>\$ 78,566</u> |

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Animal Control 161 | Land Records Restoration 162 | Alcohol Prevention Fund 163 | Recruitment Testing Fund 165 | Document Preservation 166 | Family Literacy Initiative 175 | State Grant In Aid 184 |
|---|-----------------------|------------------------------------|--------------------------------------|------------------------------------|---------------------------------|--------------------------------------|------------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ 10,473 | \$ 8,593 | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | -- | -- | -- | -- | 52,321 | 56,481 | 384,468 |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>10,473</u> | <u>8,593</u> | <u>--</u> | <u>--</u> | <u>52,321</u> | <u>56,481</u> | <u>384,468</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | 3,029 | -- | -- | 35,585 | 53,613 | 380,872 |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>--</u> | <u>3,029</u> | <u>--</u> | <u>--</u> | <u>35,585</u> | <u>53,613</u> | <u>380,872</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>10,473</u> | <u>5,564</u> | <u>--</u> | <u>--</u> | <u>16,736</u> | <u>2,868</u> | <u>3,596</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | (30,000) | -- | -- | (7,501) | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>(30,000)</u> | <u>--</u> | <u>--</u> | <u>(7,501)</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>(19,527)</u> | <u>5,564</u> | <u>--</u> | <u>(7,501)</u> | <u>16,736</u> | <u>2,868</u> | <u>3,596</u> |
| Fund Balances - Beginning of Year | <u>64,330</u> | <u>121,888</u> | <u>9,854</u> | <u>7,501</u> | <u>342,203</u> | <u>45,900</u> | <u>--</u> |
| Fund Balances - End of Year | <u>\$ 44,803</u> | <u>\$ 127,452</u> | <u>\$ 9,854</u> | <u>\$ --</u> | <u>\$ 358,939</u> | <u>\$ 48,768</u> | <u>\$ 3,596</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Library Donations 185 | Champlin Grant 186 | Holiday Basket Drive 191 | Foundation Contribution Fund 193 | Insurance Deductible Reserve 501 | Fire Equipment Fund 510 | Fire Prevention 550 |
|---|-----------------------------|-----------------------|--------------------------------|---|---|-------------------------------|------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ 29,004 | \$ -- | \$ -- | \$ -- | \$ -- | \$ 1,860 | \$ 146,141 |
| Operating grants and contributions | 2,507 | 9,297 | 12,297 | -- | 909 | -- | -- |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>31,511</u> | <u>9,297</u> | <u>12,297</u> | <u>--</u> | <u>909</u> | <u>1,860</u> | <u>146,141</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | 1,135 | 385,390 | 20,339 | -- | 135,165 | -- | 73,717 |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>1,135</u> | <u>385,390</u> | <u>20,339</u> | <u>--</u> | <u>135,165</u> | <u>--</u> | <u>73,717</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>30,376</u> | <u>(376,093)</u> | <u>(8,042)</u> | <u>--</u> | <u>(134,256)</u> | <u>1,860</u> | <u>72,424</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | (50,000) |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(50,000)</u> |
| Net Change in Fund Balances | <u>30,376</u> | <u>(376,093)</u> | <u>(8,042)</u> | <u>--</u> | <u>(134,256)</u> | <u>1,860</u> | <u>22,424</u> |
| Fund Balances - Beginning of Year | <u>116,395</u> | <u>385,921</u> | <u>11,568</u> | <u>12,837</u> | <u>301,599</u> | <u>--</u> | <u>122,503</u> |
| Fund Balances - End of Year | <u>\$ 146,771</u> | <u>\$ 9,828</u> | <u>\$ 3,526</u> | <u>\$ 12,837</u> | <u>\$ 167,343</u> | <u>\$ 1,860</u> | <u>\$ 144,927</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Fire Apparatus 551 | AFG Stretchers 557 | Gun Buy-Back Fund 600 | Federal Forfeited Property 603 | State Share Drugs 604 | Reim O/T Special Squad 607 | RI Traffic Tribunal 609 |
|---|-----------------------|-----------------------|-----------------------------|---|-----------------------------|----------------------------------|-------------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 32,077 | \$ 996 |
| Operating grants and contributions | -- | -- | -- | 39,859 | 37,462 | -- | 127,228 |
| Capital grants and contributions | -- | 105,488 | -- | -- | -- | -- | -- |
| Total Revenues | <u>--</u> | <u>105,488</u> | <u>--</u> | <u>39,859</u> | <u>37,462</u> | <u>32,077</u> | <u>128,224</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | 105,488 | -- | 37,663 | 12,000 | 32,320 | 63,957 |
| Public works | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>--</u> | <u>105,488</u> | <u>--</u> | <u>37,663</u> | <u>12,000</u> | <u>32,320</u> | <u>63,957</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | -- | -- | -- | 2,196 | 25,462 | (243) | 64,267 |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | 24,595 | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | (103,202) |
| Total Other Financing Sources (Uses) | <u>24,595</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(103,202)</u> |
| Net Change in Fund Balances | <u>24,595</u> | <u>--</u> | <u>--</u> | <u>2,196</u> | <u>25,462</u> | <u>(243)</u> | <u>(38,935)</u> |
| Fund Balances - Beginning of Year | <u>89,487</u> | <u>--</u> | <u>4,760</u> | <u>280,285</u> | <u>460,519</u> | <u>1,532</u> | <u>116,710</u> |
| Fund Balances - End of Year | <u>\$ 114,082</u> | <u>\$ --</u> | <u>\$ 4,760</u> | <u>\$ 282,481</u> | <u>\$ 485,981</u> | <u>\$ 1,289</u> | <u>\$ 77,775</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Bike Patrol 625 | RI Foundation Grant 637 | D.A.R.E. 638 | 2015DJBX098 1 10/14-9/18 640 | PTE Overtime 641 | PTE Police Equipment 643 | Bureau of Justice Assistance – JAG Grant #2012DJBX109 648 | Bureau of Justice Assistance – JAG Grant 649 |
|---|--------------------|-------------------------------|-----------------|------------------------------------|---------------------|--------------------------------|---|--|
| Revenues | | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ 14,270 | \$ -- | \$ 141,490 | \$ 45,620 | \$ -- | \$ -- |
| Operating grants and contributions | -- | 10,000 | 19 | 27,207 | -- | -- | -- | 18,921 |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>--</u> | <u>10,000</u> | <u>14,289</u> | <u>27,207</u> | <u>141,490</u> | <u>45,620</u> | <u>--</u> | <u>18,921</u> |
| Expenditures | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- | -- |
| Planning | -- | -- | -- | -- | -- | -- | -- | -- |
| Public safety | 26,278 | -- | -- | 27,207 | 187,114 | 42,090 | -- | 19,041 |
| Public works | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>26,278</u> | <u>--</u> | <u>--</u> | <u>27,207</u> | <u>187,114</u> | <u>42,090</u> | <u>--</u> | <u>19,041</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | (26,278) | 10,000 | 14,289 | -- | (45,624) | 3,530 | -- | (120) |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfers from other funds | 17,711 | -- | -- | -- | 45,624 | 53,202 | -- | -- |
| Transfers to other funds | -- | -- | (17,711) | -- | -- | (95,627) | -- | -- |
| Total Other Financing Sources (Uses) | <u>17,711</u> | <u>--</u> | <u>(17,711)</u> | <u>--</u> | <u>45,624</u> | <u>(42,425)</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>(8,567)</u> | <u>10,000</u> | <u>(3,422)</u> | <u>--</u> | <u>--</u> | <u>(38,895)</u> | <u>--</u> | <u>(120)</u> |
| Fund Balances - Beginning of Year | <u>20,291</u> | <u>--</u> | <u>10,602</u> | <u>--</u> | <u>--</u> | <u>182,637</u> | <u>--</u> | <u>120</u> |
| Fund Balances - End of Year | <u>\$ 11,724</u> | <u>\$ 10,000</u> | <u>\$ 7,180</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 143,742</u> | <u>\$ --</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | 2014DJBX078 2 10/13-9/17 650 | Dog Pound- Spay & Neuter Fund 651 | Vet Care Private Donation 652 | Spay & Neuter Public Assist 653 | Spay & Neuter Pound Fund 654 | Underage Drinking 658 | Highway Safety Grant 2015 660 | Seized Vehicles (State) 662 |
|---|------------------------------------|--|-------------------------------------|---------------------------------------|------------------------------------|-----------------------------|-------------------------------------|-----------------------------------|
| Revenues | | | | | | | | |
| Charges for services | \$ -- | \$ 28,190 | \$ -- | \$ 506 | \$ 506 | \$ -- | \$ -- | \$ 13,673 |
| Operating grants and contributions | 61,608 | -- | 9,538 | -- | -- | 415 | 34,977 | -- |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>61,608</u> | <u>28,190</u> | <u>9,538</u> | <u>506</u> | <u>506</u> | <u>415</u> | <u>34,977</u> | <u>13,673</u> |
| Expenditures | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive Planning | -- | -- | -- | -- | -- | -- | -- | -- |
| Public safety | 61,611 | 23,001 | 4,705 | -- | -- | 415 | 34,977 | 996 |
| Public works | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>61,611</u> | <u>23,001</u> | <u>4,705</u> | <u>--</u> | <u>--</u> | <u>415</u> | <u>34,977</u> | <u>996</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | (3) | 5,189 | 4,833 | 506 | 506 | -- | -- | 12,677 |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfers from other funds | 3 | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>3</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>--</u> | <u>5,189</u> | <u>4,833</u> | <u>506</u> | <u>506</u> | <u>--</u> | <u>--</u> | <u>12,677</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>54,812</u> | <u>49,496</u> | <u>5,504</u> | <u>5,504</u> | <u>--</u> | <u>--</u> | <u>47,969</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ 60,001</u> | <u>\$ 54,329</u> | <u>\$ 6,010</u> | <u>\$ 6,010</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 60,646</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Tobacco Enforcement 663 | Pending Forfeiture (Campbell) 664 | Highway Safety Grant 2014 665 | SYNAR Tobacco Grant 666 | Sex Offenders 678 | Sex Offenders Project #FWB3000F 679 | Details Private Company Reimbursements 690 |
|---|-------------------------------|--|-------------------------------------|-------------------------------|----------------------|--|---|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 843 | 212,733 | 5,881 | 4,538 | 9,528 | 2,415 | -- |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>843</u> | <u>212,733</u> | <u>5,881</u> | <u>4,538</u> | <u>9,528</u> | <u>2,415</u> | <u>--</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | 1,041 | 87,642 | 6,167 | 4,538 | 9,528 | 2,415 | -- |
| Public works | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>1,041</u> | <u>87,642</u> | <u>6,167</u> | <u>4,538</u> | <u>9,528</u> | <u>2,415</u> | <u>--</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(198)</u> | <u>125,091</u> | <u>(286)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>(198)</u> | <u>125,091</u> | <u>(286)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Fund Balances - Beginning of Year | <u>198</u> | <u>112,492</u> | <u>286</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ 237,583</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Details Private Company Reimbursements 694 | Evidence Money 697 | Misc Police Reimbursements 698 | Municipal Waste Reduction 706 | GCD Various Polling Site 711 | Blackstone Wall Rep 2 731 | Slater Park Pavilion 737 |
|---|---|--------------------------|--------------------------------------|-------------------------------------|------------------------------------|---------------------------------|--------------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ 6,473 | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 463,948 | -- | -- | 2,500 | -- | -- | -- |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>463,948</u> | <u>--</u> | <u>6,473</u> | <u>2,500</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | 519,696 | 1,653 | 6,290 | -- | -- | -- | -- |
| Public works | -- | -- | -- | 109,093 | -- | -- | -- |
| Total Expenditures | <u>519,696</u> | <u>1,653</u> | <u>6,290</u> | <u>109,093</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | (55,748) | (1,653) | 183 | (106,593) | -- | -- | -- |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | (3,776) | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(3,776)</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>(55,748)</u> | <u>(1,653)</u> | <u>183</u> | <u>(106,593)</u> | <u>(3,776)</u> | <u>--</u> | <u>--</u> |
| Fund Balances - Beginning of Year | <u>167,414</u> | <u>8,870</u> | <u>2,128</u> | <u>161,695</u> | <u>3,776</u> | <u>--</u> | <u>--</u> |
| Fund Balances - End of Year | <u>\$ 111,666</u> | <u>\$ 7,217</u> | <u>\$ 2,311</u> | <u>\$ 55,102</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Vets Park Restroom 738 | Cleaning Vehicle (RIDEM) 741 | Veg Water Fowl Buffer 742 | Summer Youth Initiative 745 | Stormwater Master Plan 747 | PRA Redevelopment 801 | Senior Center 817 |
|---|------------------------------|------------------------------------|---------------------------------|-----------------------------------|----------------------------------|-----------------------------|----------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ 3,000 | \$ -- | \$ 6,589 | \$ -- |
| Operating grants and contributions | -- | -- | 11,887 | -- | 83,510 | 47,371 | -- |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | -- | -- | 11,887 | 3,000 | 83,510 | 53,960 | -- |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Planning | -- | -- | -- | -- | -- | 29,027 | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | -- | -- | 54,657 | 3,000 | 97,169 | -- | -- |
| Total Expenditures | -- | -- | 54,657 | 3,000 | 97,169 | 29,027 | -- |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | -- | -- | (42,770) | -- | (13,659) | 24,933 | -- |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | 24,032 | -- | 16,600 | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | -- | -- | 24,032 | -- | 16,600 | -- | -- |
| Net Change in Fund Balances | -- | -- | (18,738) | -- | 2,941 | 24,933 | -- |
| Fund Balances - Beginning of Year | -- | -- | 18,738 | -- | -- | 799,220 | -- |
| Fund Balances - End of Year | \$ -- | \$ -- | \$ -- | \$ -- | \$ 2,941 | \$ 824,153 | \$ -- |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Senior Center II 818 | Senate Grant- Senior Shuttle 822 | Senior Center - City 824 | Information Specialist 825 | Leon Mathieu Donations 827 | Senior Center Title III B 828 | Revolving Loan Fund 881 | City Special Revenue Funds Totals |
|---|-------------------------|--|--------------------------------|----------------------------------|----------------------------------|-------------------------------------|-------------------------------|---|
| Revenues | | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 2,047,648 |
| Operating grants and contributions | | | | | 10,876 | | 10,124 | 2,019,875 |
| Capital grants and contributions | -- | -- | -- | -- | -- | -- | -- | 105,488 |
| Total Revenues | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>10,876</u> | <u>--</u> | <u>10,124</u> | <u>4,173,011</u> |
| Expenditures | | | | | | | | |
| Current: | | | | | | | | |
| Legislative and executive | -- | -- | -- | -- | 4,003 | -- | -- | 1,212,861 |
| Planning | -- | -- | -- | -- | -- | -- | 10,124 | 137,027 |
| Public safety | -- | -- | -- | -- | -- | -- | -- | 2,700,962 |
| Public works | -- | -- | -- | -- | -- | -- | -- | 511,498 |
| Total Expenditures | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>4,003</u> | <u>--</u> | <u>10,124</u> | <u>4,562,348</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | -- | -- | -- | -- | 6,873 | -- | -- | (389,337) |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | 30,000 | 257,004 |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- | (416,093) |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>30,000</u> | <u>(159,089)</u> |
| Net Change in Fund Balances | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>6,873</u> | <u>--</u> | <u>30,000</u> | <u>(548,426)</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>4,100</u> | <u>--</u> | <u>--</u> | <u>4,683,670</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 10,973</u> | <u>\$ --</u> | <u>\$ 30,000</u> | <u>\$ 4,135,244</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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H-1

NON-MAJOR GOVERNMENTAL - HUD RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Planning Department | | | | | |
|---|---|------------------------|---|-------------------------------|----------------------------|--------------------------------|
| | CDBG Community Development 871 | Home Program 874 | Planning Emergency Shelter 873 | CDBG Public Service 872 | Plaza Shops City 876 | Visitors Center City 877 |
| Assets | | | | | | |
| Cash and cash equivalents | \$ 100 | \$ 17,422 | \$ 6,025 | \$ -- | \$ 577 | \$ -- |
| Other receivables | -- | -- | -- | 43,923 | -- | -- |
| Due from federal and state governments | 90,311 | -- | 20,019 | -- | -- | -- |
| Notes receivable | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 90,411</u> | <u>\$ 17,422</u> | <u>\$ 26,044</u> | <u>\$ 43,923</u> | <u>\$ 577</u> | <u>\$ --</u> |
| Liabilities and Fund Balance | | | | | | |
| Liabilities | | | | | | |
| Accounts payable and accrued expenses | \$ 46,236 | \$ 16,764 | \$ 26,019 | \$ 43,923 | \$ 577 | \$ 4,335 |
| Due to other funds | <u>41,778</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>22,673</u> |
| Total Liabilities | <u>88,014</u> | <u>16,764</u> | <u>26,019</u> | <u>43,923</u> | <u>577</u> | <u>27,008</u> |
| Fund Balance | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- |
| Restricted | 2,397 | 658 | 25 | -- | -- | (27,008) |
| Committed | -- | -- | -- | -- | -- | -- |
| Unassigned | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Total Fund Balance | <u>2,397</u> | <u>658</u> | <u>25</u> | <u>--</u> | <u>--</u> | <u>(27,008)</u> |
| Total Liabilities and Fund Balance | <u>\$ 90,411</u> | <u>\$ 17,422</u> | <u>\$ 26,044</u> | <u>\$ 43,923</u> | <u>\$ 577</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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H-1

NON-MAJOR GOVERNMENTAL - HUD RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Redevelopment Agency | | |
|---|----------------------|---|--------------------------------------|
| | UDAG City 875 | Pawtucket Redevelopment Agency 878 | HUD Restricted Funds Totals |
| Assets | | | |
| Cash and cash equivalents | \$ 85,663 | \$ 370,162 | \$ 479,949 |
| Other receivables | -- | 2,452,750 | 2,496,673 |
| Due from federal and state governments | -- | 42,508 | 152,838 |
| Notes receivable | -- | -- | -- |
| Total Assets | <u>\$ 85,663</u> | <u>\$ 2,865,420</u> | <u>\$ 3,129,460</u> |
| Liabilities and Fund Balance | | | |
| Liabilities | | | |
| Accounts payable and accrued expenses | \$ -- | \$ 2,468,684 | \$ 2,606,538 |
| Due to other funds | -- | 120,351 | 184,802 |
| Total Liabilities | <u>--</u> | <u>2,589,035</u> | <u>2,791,340</u> |
| Fund Balance | | | |
| Non-spendable | -- | -- | -- |
| Restricted | 85,663 | 276,385 | 338,120 |
| Committed | -- | -- | -- |
| Unassigned | -- | -- | -- |
| Total Fund Balance | <u>85,663</u> | <u>276,385</u> | <u>338,120</u> |
| Total Liabilities and Fund Balance | <u>\$ 85,663</u> | <u>\$ 2,865,420</u> | <u>\$ 3,129,460</u> |

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

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NON-MAJOR GOVERNMENTAL - HUD RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Planning Department | | | | | |
|---|---------------------|-----------------|--------------------------|----------------|------------------|----------------------|
| | CDBG Community | Home Program | Planning | CDBG Public | Plaza Shops City | Visitors Center City |
| | Development 871 | 874 | Emergency Shelter 873 | Service 872 | 876 | 877 |
| Revenues | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ 2,360 | \$ -- |
| Operating grants and contributions | 473,098 | 315,243 | 107,173 | 177,801 | -- | -- |
| Investment income | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>473,098</u> | <u>315,243</u> | <u>107,173</u> | <u>177,801</u> | <u>2,360</u> | <u>--</u> |
| Expenditures | | | | | | |
| Current: | | | | | | |
| Planning | <u>472,737</u> | <u>335,488</u> | <u>107,173</u> | <u>177,801</u> | <u>7,493</u> | <u>27,008</u> |
| Total Expenditures | <u>472,737</u> | <u>335,488</u> | <u>107,173</u> | <u>177,801</u> | <u>7,493</u> | <u>27,008</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>361</u> | <u>(20,245)</u> | <u>--</u> | <u>--</u> | <u>(5,133)</u> | <u>(27,008)</u> |
| Other financing sources (uses) | | | | | | |
| Transfers from other funds | 74 | 40 | -- | -- | 5,133 | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>74</u> | <u>40</u> | <u>--</u> | <u>--</u> | <u>5,133</u> | <u>--</u> |
| Net change in fund balances | <u>435</u> | <u>(20,205)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(27,008)</u> |
| Fund Balances - Beginning of Year | <u>1,962</u> | <u>20,863</u> | <u>25</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Fund Balances - End of Year | <u>\$ 2,397</u> | <u>\$ 658</u> | <u>\$ 25</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ (27,008)</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - HUD RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Redevelopment Agency | | HUD Restricted Funds Totals |
|---|----------------------|---|--------------------------------------|
| | UDAG City 875 | Pawtucket Redevelopment Agency 878 | |
| Revenues | | | |
| Charges for services | \$ 1,423 | \$ -- | \$ 3,783 |
| Operating grants and contributions | -- | 430,953 | 1,504,268 |
| Investment income | -- | 589 | 589 |
| Total Revenues | <u>1,423</u> | <u>431,542</u> | <u>1,508,640</u> |
| Expenditures | | | |
| Current: | | | |
| Planning | -- | 367,656 | 1,495,356 |
| Total Expenditures | <u>--</u> | <u>367,656</u> | <u>1,495,356</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>1,423</u> | <u>63,886</u> | <u>13,284</u> |
| Other financing sources (uses) | | | |
| Transfers from other funds | -- | -- | 5,247 |
| Transfers to other funds | <u>(5,247)</u> | <u>--</u> | <u>(5,247)</u> |
| Total Other Financing Sources (Uses) | <u>(5,247)</u> | <u>--</u> | <u>--</u> |
| Net change in fund balances | <u>(3,824)</u> | <u>63,886</u> | <u>13,284</u> |
| Fund Balances - Beginning of Year | <u>89,487</u> | <u>212,499</u> | <u>324,836</u> |
| Fund Balances - End of Year | <u>\$ 85,663</u> | <u>\$ 276,385</u> | <u>\$ 338,120</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2017

| | Americorp 24040115 203 | 21st Century Learning 204 | PTO Curvin 24040079 206 | Fresh Fruit & Veg. Program 207 | RISCA Echo & Narcissus 209 | Dental Program Medical Reimb. 211 | Child Opportunity Zones 213, 228, 230 |
|--|---------------------------|------------------------------|-------------------------------|---|----------------------------------|---|--|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ -- | \$ 102 | \$ -- | | \$ 28,163 | \$ -- |
| Due from federal and state governments | 18,282 | 197,405 | -- | 100,211 | -- | -- | 12,630 |
| Total Assets | <u>\$ 18,282</u> | <u>\$ 197,405</u> | <u>\$ 102</u> | <u>\$ 100,211</u> | <u>\$ --</u> | <u>\$ 28,163</u> | <u>\$ 12,630</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ 1,605 | \$ 2,532 | \$ -- | \$ -- | \$ -- | \$ 1,947 | \$ 1,858 |
| Due to other funds | 16,677 | 194,873 | -- | 100,211 | -- | 19,590 | 10,772 |
| Total Liabilities | <u>18,282</u> | <u>197,405</u> | <u>--</u> | <u>100,211</u> | <u>--</u> | <u>21,537</u> | <u>12,630</u> |
| Fund Balances | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | 102 | -- | -- | 6,626 | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>--</u> | <u>102</u> | <u>--</u> | <u>--</u> | <u>6,626</u> | <u>--</u> |
| Total Liabilities and Fund Balances | <u>\$ 18,282</u> | <u>\$ 197,405</u> | <u>\$ 102</u> | <u>\$ 100,211</u> | <u>\$ --</u> | <u>\$ 28,163</u> | <u>\$ 12,630</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Luke Charitable FDN 214 | Pawtucket Rotary 215 | Perm School Fund 217 | RI Foundation #2 218 | Perkins Law & Public Safety 221 | Title III 222 |
|--|----------------------------|-------------------------|-------------------------|-------------------------|--|------------------|
| Assets | | | | | | |
| Cash and cash equivalents | \$ 102 | \$ -- | \$ -- | \$ 61,055 | \$ -- | \$ -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | 13,014 |
| Total Assets | \$ 102 | \$ -- | \$ -- | \$ 61,055 | \$ -- | \$ 13,014 |
| Liabilities and Fund Balance | | | | | | |
| Liabilities | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ 2,913 | \$ -- | \$ 615 |
| Due to other funds | -- | -- | -- | -- | -- | 12,399 |
| Total Liabilities | -- | -- | -- | 2,913 | -- | 13,014 |
| Fund Balances | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- |
| Restricted | 102 | -- | -- | 58,142 | -- | -- |
| Committed | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | 102 | -- | -- | 58,142 | -- | -- |
| Total Liabilities and Fund Balances | \$ 102 | \$ -- | \$ -- | \$ 61,055 | \$ -- | \$ 13,014 |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Education Development Center 223 | Title I Part A 224 | Legislative After School-Variour 226 | IDEA Part B 227 | General Youth Foundation 229 | Adult Ed/ Event Start 231 | Title II- Professional Dev. 232 |
|--|--|-----------------------|--|--------------------|------------------------------------|------------------------------|---------------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ -- | \$ 2,449 | \$ -- | \$ -- | \$ -- | \$ -- |
| Due from federal and state governments | -- | 207,461 | -- | 176,196 | 14,015 | 77,666 | 80,576 |
| Total Assets | <u>\$ --</u> | <u>\$ 207,461</u> | <u>\$ 2,449</u> | <u>\$ 176,196</u> | <u>\$ 14,015</u> | <u>\$ 77,666</u> | <u>\$ 80,576</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ 828 | \$ -- | \$ 18,479 | \$ -- | \$ 3,017 | \$ 2,358 |
| Due to other funds | -- | 206,633 | -- | 157,717 | -- | 74,649 | 77,998 |
| Total Liabilities | <u>--</u> | <u>207,461</u> | <u>--</u> | <u>176,196</u> | <u>--</u> | <u>77,666</u> | <u>80,356</u> |
| Fund Balances | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | 2,449 | -- | 14,015 | -- | 220 |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>--</u> | <u>2,449</u> | <u>--</u> | <u>14,015</u> | <u>--</u> | <u>220</u> |
| Total Liabilities and Fund Balances | <u>\$ --</u> | <u>\$ 207,461</u> | <u>\$ 2,449</u> | <u>\$ 176,196</u> | <u>\$ 14,015</u> | <u>\$ 77,666</u> | <u>\$ 80,576</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Improvement of Education PEP 233 | Healthy Kids 24040153 234 | RISCA Shea 23183008 237 | 21042100 Immigrant 239 | Friends of Varieur 241 | Pre K Exp 21422100 242 | RISCA-Jenks 243 |
|--|--|---------------------------------|-------------------------------|---------------------------|---------------------------|---------------------------|--------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 1,272 | \$ -- | \$ -- | \$ 1,207 | \$ -- | \$ -- |
| Due from federal and state governments | -- | -- | -- | 2,078 | -- | 85,452 | -- |
| Total Assets | \$ -- | \$ 1,272 | \$ -- | \$ 2,078 | \$ 1,207 | \$ 85,452 | \$ -- |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | 2,078 | -- | 85,452 | -- |
| Total Liabilities | -- | -- | -- | 2,078 | -- | 85,452 | -- |
| Fund Balances | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | 1,272 | -- | -- | 1,207 | -- | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | -- | 1,272 | -- | -- | 1,207 | -- | -- |
| Total Liabilities and Fund Balances | \$ -- | \$ 1,272 | \$ -- | \$ 2,078 | \$ 1,207 | \$ 85,452 | \$ -- |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 30-Jun-17

| | Legislative Jenks 244 | Pre K State Fund 23153001 247 | PSA Mott 248 | Curtis Care After School Prog. 249 | CTE 250 | Perkins Grant 251 | Prog Latino 24040191 252 |
|--|--------------------------|-------------------------------------|------------------|--|------------------|----------------------|--------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 3,000 | \$ -- | \$ 10,451 | \$ -- | \$ 61,038 | \$ -- | \$ -- |
| Due from federal and state governments | -- | -- | -- | 7,837 | -- | 48,204 | -- |
| Total Assets | <u>\$ 3,000</u> | <u>\$ --</u> | <u>\$ 10,451</u> | <u>\$ 7,837</u> | <u>\$ 61,038</u> | <u>\$ 48,204</u> | <u>\$ --</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ 840 | \$ -- | \$ -- | \$ 592 | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | 7,245 | -- | 48,204 | -- |
| Total Liabilities | <u>840</u> | <u>--</u> | <u>--</u> | <u>7,837</u> | <u>--</u> | <u>48,204</u> | <u>--</u> |
| Fund Balances | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | 2,160 | -- | 10,451 | -- | 61,038 | -- | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>2,160</u> | <u>--</u> | <u>10,451</u> | <u>--</u> | <u>61,038</u> | <u>--</u> | <u>--</u> |
| Total Liabilities and Fund Balances | <u>\$ 3,000</u> | <u>\$ --</u> | <u>\$ 10,451</u> | <u>\$ 7,837</u> | <u>\$ 61,038</u> | <u>\$ 48,204</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | RI Dept. Health 253 | CTE Categorical 255 | 103A IMP 21023101 256 | Legislative Winters 257 | Shea Leg 23112015 258 | URI Confucius 260 |
|--|------------------------|------------------------|-----------------------------|----------------------------|-----------------------------|----------------------|
| Assets | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 26,324 | \$ -- | \$ 2,000 | \$ 982 | \$ 10,083 |
| Due from federal and state governments | 3,412 | -- | 82,491 | -- | -- | -- |
| Total Assets | \$ 3,412 | \$ 26,324 | \$ 82,491 | \$ 2,000 | \$ 982 | \$ 10,083 |
| Liabilities and Fund Balance | | | | | | |
| Liabilities | | | | | | |
| Accounts payable and accrued expenses | \$ 1,038 | \$ 10,768 | \$ 1,250 | \$ 1,918 | \$ -- | \$ -- |
| Due to other funds | 1,996 | -- | 81,241 | -- | -- | -- |
| Total Liabilities | 3,034 | 10,768 | 82,491 | 1,918 | -- | -- |
| Fund Balances | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- |
| Restricted | 378 | 15,556 | -- | 82 | 982 | 10,083 |
| Committed | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | 378 | 15,556 | -- | 82 | 982 | 10,083 |
| Total Liabilities and Fund Balances | \$ 3,412 | \$ 26,324 | \$ 82,491 | \$ 2,000 | \$ 982 | \$ 10,083 |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Legislative Tolman 261 | RI Foundation #1 263 | Integration Math 264 | Verizon 265 | NE Dairy 24040059 266 | School Support Plan 267 |
|--|---------------------------|-------------------------|-------------------------|------------------|--------------------------|----------------------------|
| Assets | | | | | | |
| Cash and cash equivalents | \$ 500 | \$ 4,561 | \$ -- | \$ 17,172 | \$ 4,177 | \$ -- |
| Due from federal and state governments | -- | -- | -- | -- | -- | 2,316 |
| Total Assets | <u>\$ 500</u> | <u>\$ 4,561</u> | <u>\$ --</u> | <u>\$ 17,172</u> | <u>\$ 4,177</u> | <u>\$ 2,316</u> |
| Liabilities and Fund Balance | | | | | | |
| Liabilities | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | 2,316 |
| Total Liabilities | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>2,316</u> |
| Fund Balances | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- |
| Restricted | 500 | 4,561 | -- | 17,172 | 4,177 | -- |
| Committed | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>500</u> | <u>4,561</u> | <u>--</u> | <u>17,172</u> | <u>4,177</u> | <u>--</u> |
| Total Liabilities and Fund Balances | <u>\$ 500</u> | <u>\$ 4,561</u> | <u>\$ --</u> | <u>\$ 17,172</u> | <u>\$ 4,177</u> | <u>\$ 2,316</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | WIA Incentive 268 | ARAMARK 90000032 270 | RISCA JMW 23183002 271 | Leadership Mini 23682000 272 | School Improvement Shea High School 275 | 21st Century Learning - Expansion 276 | Legislative Slater 277 |
|--|----------------------|-------------------------|------------------------------|------------------------------------|---|---|---------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 1,500 |
| Due from federal and state governments | -- | -- | -- | -- | -- | 35,537 | -- |
| Total Assets | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 35,537</u> | <u>\$ 1,500</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable and accrued expenses | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 686 | \$ 1,443 |
| Due to other funds | -- | -- | -- | -- | -- | 34,851 | -- |
| Total Liabilities | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>35,537</u> | <u>1,443</u> |
| Fund Balances | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | -- | -- | -- | 57 |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>57</u> |
| Total Liabilities and Fund Balances | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 35,537</u> | <u>\$ 1,500</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | IDEA Sec. 619 279 | 21383100 DOH Disease 281 | Evaluation of Safe Dates 282 | Junior High Sports 284 | Wireless Classroom Initiative 287 | Adult Ed-COZ 289 |
|--|-------------------------|--------------------------------|------------------------------------|---------------------------|---|------------------------|
| Assets | | | | | | |
| Cash and cash equivalents | \$ -- | \$ -- | \$ -- | \$ 4,272 | \$ -- | \$ 34 |
| Due from federal and state governments | 5,583 | 8,063 | -- | -- | -- | -- |
| Total Assets | <u>\$ 5,583</u> | <u>\$ 8,063</u> | <u>\$ --</u> | <u>\$ 4,272</u> | <u>\$ --</u> | <u>\$ 34</u> |
| Liabilities and Fund Balance | | | | | | |
| Liabilities | | | | | | |
| Accounts payable and accrued expenses | \$ 292 | \$ 2,081 | \$ -- | \$ -- | \$ -- | \$ -- |
| Due to other funds | 5,291 | 4,804 | -- | -- | -- | -- |
| Total Liabilities | <u>5,583</u> | <u>6,885</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Fund Balances | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- |
| Restricted | -- | 1,178 | -- | 4,272 | -- | 34 |
| Committed | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>1,178</u> | <u>--</u> | <u>4,272</u> | <u>--</u> | <u>34</u> |
| Total Liabilities and Fund Balances | <u>\$ 5,583</u> | <u>\$ 8,063</u> | <u>\$ --</u> | <u>\$ 4,272</u> | <u>\$ --</u> | <u>\$ 34</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Big Yellow Bus 292 | 21272109 Lunch Equip 294 | 21272109 Lunch Equip 295 | Pepsi Scholarship Fund 296 | Arts Talk Project 297 | Legislative Grant Slater 298 | Marine Corp. Tolman 299 | School Restricted Funds Totals |
|--|-----------------------|--------------------------------|--------------------------------|----------------------------------|--------------------------|------------------------------------|-------------------------------|---|
| Assets | | | | | | | | |
| Cash and cash equivalents | \$ 156 | \$ -- | \$ 20 | \$ 1,500 | \$ -- | \$ 269 | \$ -- | \$ 242,389 |
| Due from federal and state governments | -- | -- | -- | -- | -- | -- | 2,850 | 1,181,279 |
| Total Assets | <u>\$ 156</u> | <u>\$ --</u> | <u>\$ 20</u> | <u>\$ 1,500</u> | <u>\$ --</u> | <u>\$ 269</u> | <u>\$ 2,850</u> | <u>\$ 1,423,668</u> |
| Liabilities and Fund Balance | | | | | | | | |
| Liabilities | | | | | | | | |
| Accounts payable and accrued expenses | \$ 156 | \$ -- | \$ 20 | \$ -- | \$ -- | \$ -- | \$ 2,850 | \$ 60,086 |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- | 1,144,997 |
| Total Liabilities | <u>156</u> | <u>--</u> | <u>20</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>2,850</u> | <u>1,205,083</u> |
| Fund Balances | | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | 1,500 | -- | 269 | -- | 218,585 |
| Committed | -- | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>--</u> | <u>--</u> | <u>--</u> | <u>1,500</u> | <u>--</u> | <u>269</u> | <u>--</u> | <u>218,585</u> |
| Total Liabilities and Fund Balances | <u>\$ 156</u> | <u>\$ --</u> | <u>\$ 20</u> | <u>\$ 1,500</u> | <u>\$ --</u> | <u>\$ 269</u> | <u>\$ 2,850</u> | <u>\$ 1,423,668</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Americorp 24040115 203 | 21st Century Learning 204 | PTO Curvin 24040079 206 | Fresh Fruit & Veg. Program 207 | RISCA Echo& Narcissus 209 | Dental Program Medical Reimb. 211 | Child Opportunity Zones 213, 228, 230 |
|--|------------------------------|---------------------------------|-------------------------------|---|---------------------------------|---|--|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 122,065 | 695,574 | -- | 252,271 | 5,000 | -- | 29,500 |
| Total Revenues | <u>122,065</u> | <u>695,574</u> | <u>--</u> | <u>252,271</u> | <u>5,000</u> | <u>--</u> | <u>29,500</u> |
| Expenditures | | | | | | | |
| Education | 118,066 | 695,574 | -- | 252,271 | 5,000 | 21,537 | 29,522 |
| Total Expenditures | <u>118,066</u> | <u>695,574</u> | <u>--</u> | <u>252,271</u> | <u>5,000</u> | <u>21,537</u> | <u>29,522</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>3,999</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(21,537)</u> | <u>(22)</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | (6,345) | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>(6,345)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>(2,346)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(21,537)</u> | <u>(22)</u> |
| Fund Balances - Beginning of Year | <u>2,346</u> | <u>--</u> | <u>102</u> | <u>--</u> | <u>--</u> | <u>28,163</u> | <u>22</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 102</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 6,626</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Luke Charitable FDN 214 | Pawtucket Rotary 215 | Perm School Fund 217 | RI Foundation #2 218 | Perkins Law & Public Safety 221 | Title III 222 |
|--|----------------------------------|-------------------------|-------------------------|----------------------------|--|------------------|
| Revenues | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | -- | -- | -- | -- | -- | 197,474 |
| Total Revenues | -- | -- | -- | -- | -- | 197,474 |
| Expenditures | | | | | | |
| Education | -- | -- | 3,590 | 12,255 | -- | 194,180 |
| Total Expenditures | -- | -- | 3,590 | 12,255 | -- | 194,180 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | -- | -- | (3,590) | (12,255) | -- | 3,294 |
| Other Financing Sources (Uses) | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | (3,294) |
| Total Other Financing Sources (Uses) | -- | -- | -- | -- | -- | (3,294) |
| Net Change in Fund Balances | -- | -- | (3,590) | (12,255) | -- | -- |
| Fund Balances - Beginning of Year | 102 | -- | 3,590 | 70,397 | -- | -- |
| Fund Balances - End of Year | \$ 102 | \$ -- | \$ -- | \$ 58,142 | \$ -- | \$ -- |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Education Development Center 223 | Title I Part A 224 | Legislative After School-Varietur 226 | IDEA Part B 227 | General Youth Foundation 229 | Adult Ed/Event Start 231 | Title II- Professional Development 232 |
|--|---|--------------------------|--|-----------------------|------------------------------------|--------------------------------|---|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | -- | 3,987,682 | 3,500 | 2,443,136 | 17,908 | 344,540 | 770,363 |
| Total Revenues | -- | 3,987,682 | 3,500 | 2,443,136 | 17,908 | 344,540 | 770,363 |
| Expenditures | | | | | | | |
| Education | 647 | 3,896,435 | 1,088 | 2,380,064 | 3,893 | 344,540 | 734,238 |
| Total Expenditures | 647 | 3,896,435 | 1,088 | 2,380,064 | 3,893 | 344,540 | 734,238 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (647) | 91,247 | 2,412 | 63,072 | 14,015 | -- | 36,125 |
| Other financing sources (uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | (91,247) | -- | (63,072) | -- | -- | (36,125) |
| Total Other Financing Sources (Uses) | -- | (91,247) | -- | (63,072) | -- | -- | (36,125) |
| Net change in fund balances | (647) | -- | 2,412 | -- | 14,015 | -- | -- |
| Fund Balances - Beginning of Year | 647 | -- | 37 | -- | -- | -- | 220 |
| Fund Balances - End of Year | \$ -- | \$ -- | \$ 2,449 | \$ -- | \$ 14,015 | \$ -- | \$ 220 |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Improvement of Education PEP 233 | Healthy Kids 24040153 234 | RISCA Shea 23183008 237 | 21042100 Immigrant 239 | Friends of Varieur 241 | Pre K Exp 21422100 242 | RISCA-Jenks 243 |
|--|--|---------------------------------|-------------------------------|------------------------------|---------------------------|------------------------------|--------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 204,901 | 3,600 | -- | 6,918 | -- | 228,068 | -- |
| Total Revenues | <u>204,901</u> | <u>3,600</u> | <u>--</u> | <u>6,918</u> | <u>--</u> | <u>228,068</u> | <u>--</u> |
| Expenditures | | | | | | | |
| Education | 204,901 | 2,328 | 160 | 6,918 | 603 | 228,068 | 535 |
| Total Expenditures | <u>204,901</u> | <u>2,328</u> | <u>160</u> | <u>6,918</u> | <u>603</u> | <u>228,068</u> | <u>535</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>--</u> | <u>1,272</u> | <u>(160)</u> | <u>--</u> | <u>(603)</u> | <u>--</u> | <u>(535)</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>--</u> | <u>1,272</u> | <u>(160)</u> | <u>--</u> | <u>(603)</u> | <u>--</u> | <u>(535)</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>--</u> | <u>160</u> | <u>--</u> | <u>1,810</u> | <u>--</u> | <u>535</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ 1,272</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 1,207</u> | <u>\$ --</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Legislative Jenks 244 | Pre K State Fund 23153001 247 | PSA Mott 248 | Curtis Care After School Prog. 249 | CTE 250 | Perkins Grant 251 | Prog Latino 24040191 252 |
|--|--------------------------|-------------------------------------|------------------|--|------------------|----------------------|--------------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ 162,468 | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 3,000 | 117,595 | 2,803 | 54,965 | 61,038 | 148,946 | 4,500 |
| Total Revenues | <u>3,000</u> | <u>117,595</u> | <u>165,271</u> | <u>54,965</u> | <u>61,038</u> | <u>148,946</u> | <u>4,500</u> |
| Expenditures | | | | | | | |
| Education | 840 | 117,595 | 174,939 | 54,965 | 14,499 | 148,946 | 4,500 |
| Total Expenditures | <u>840</u> | <u>117,595</u> | <u>174,939</u> | <u>54,965</u> | <u>14,499</u> | <u>148,946</u> | <u>4,500</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>2,160</u> | <u>--</u> | <u>(9,668)</u> | <u>--</u> | <u>46,539</u> | <u>--</u> | <u>--</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>2,160</u> | <u>--</u> | <u>(9,668)</u> | <u>--</u> | <u>46,539</u> | <u>--</u> | <u>--</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>--</u> | <u>20,119</u> | <u>--</u> | <u>14,499</u> | <u>--</u> | <u>--</u> |
| Fund Balances - End of Year | <u>\$ 2,160</u> | <u>\$ --</u> | <u>\$ 10,451</u> | <u>\$ --</u> | <u>\$ 61,038</u> | <u>\$ --</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | RI Dept. Health 253 | CTE Categorical 255 | 103a IMP 21023101 256 | Legislative Winters 257 | Shea Leg 23112015 258 | URI Confucius 23652000 260 |
|--|------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|-------------------------------------|
| Revenues | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 19,324 | -- | 119,708 | 2,000 | 7,000 | 9,100 |
| Total Revenues | <u>19,324</u> | <u>--</u> | <u>119,708</u> | <u>2,000</u> | <u>7,000</u> | <u>9,100</u> |
| Expenditures | | | | | | |
| Education | 18,976 | 89,306 | 119,708 | 1,918 | 6,018 | 6,886 |
| Total Expenditures | <u>18,976</u> | <u>89,306</u> | <u>119,708</u> | <u>1,918</u> | <u>6,018</u> | <u>6,886</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>348</u> | <u>(89,306)</u> | <u>--</u> | <u>82</u> | <u>982</u> | <u>2,214</u> |
| Other Financing Sources (Uses) | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>348</u> | <u>(89,306)</u> | <u>--</u> | <u>82</u> | <u>982</u> | <u>2,214</u> |
| Fund Balances - Beginning of Year | <u>30</u> | <u>104,862</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>7,869</u> |
| Fund Balances - End of Year | <u>\$ 378</u> | <u>\$ 15,556</u> | <u>\$ --</u> | <u>\$ 82</u> | <u>\$ 982</u> | <u>\$ 10,083</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Legislative Tolman 261 | RI Foundation #1 263 | Integration Math 264 | Verizon 24012043 265 | NE Dairy 24040059 266 | School Support Plan 267 |
|--|------------------------------|-------------------------|-------------------------|----------------------------|-----------------------------|-------------------------------|
| Revenues | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 2,000 | 23,978 | -- | -- | 8,000 | 3,162 |
| Total Revenues | <u>2,000</u> | <u>23,978</u> | <u>--</u> | <u>--</u> | <u>8,000</u> | <u>3,162</u> |
| Expenditures | | | | | | |
| Education | 1,500 | 21,236 | -- | 2,828 | 3,823 | 3,162 |
| Total Expenditures | <u>1,500</u> | <u>21,236</u> | <u>--</u> | <u>2,828</u> | <u>3,823</u> | <u>3,162</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 500 | 2,742 | -- | (2,828) | 4,177 | -- |
| Other Financing Sources (Uses) | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>500</u> | <u>2,742</u> | <u>--</u> | <u>(2,828)</u> | <u>4,177</u> | <u>--</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>1,819</u> | <u>--</u> | <u>20,000</u> | <u>--</u> | <u>--</u> |
| Fund Balances - End of Year | <u>\$ 500</u> | <u>\$ 4,561</u> | <u>\$ --</u> | <u>\$ 17,172</u> | <u>\$ 4,177</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | WIA Incentive 21223000 268 | Aramark 90000032 270 | RISCA JMW 23183002 271 | Leadership Mini 2368200 272 | School Improvement Shea High School 275 | 21st Century Learning - Expansion 276 | Legislative Slater 277 |
|--|----------------------------------|----------------------------|------------------------------|-----------------------------------|--|--|---------------------------|
| Revenues | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 1,190 | 1,500 | 1,500 | 23,561 | -- | 172,905 | -- |
| Total Revenues | 1,190 | 1,500 | 1,500 | 23,561 | -- | 172,905 | -- |
| Expenditures | | | | | | | |
| Education | 1,190 | 1,500 | 1,500 | 23,561 | -- | 172,905 | 1,443 |
| Total Expenditures | 1,190 | 1,500 | 1,500 | 23,561 | -- | 172,905 | 1,443 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | -- | -- | -- | -- | -- | -- | (1,443) |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | -- | -- | -- | -- | -- | -- | -- |
| Net Change in Fund Balances | -- | -- | -- | -- | -- | -- | (1,443) |
| Fund Balances - Beginning of Year | -- | -- | -- | -- | -- | -- | 1,500 |
| Fund Balances - End of Year | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 57 |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | IDEA Sec. 619 279 | 21383100 DOH Disease 281 | Evaluation of Safe Dates 282 | Junior High Sports 284 | Wireless Classroom Initiative 287 | Adult Ed-COZ 289 |
|--|----------------------|--------------------------------|------------------------------------|------------------------------|--|------------------------|
| Revenues | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Operating grants and contributions | 86,469 | 8,063 | -- | 15,000 | 42,034 | 4,205 |
| Total Revenues | 86,469 | 8,063 | -- | 15,000 | 42,034 | 4,205 |
| Expenditures | | | | | | |
| Education | 82,561 | 8,870 | -- | 24,991 | 42,034 | 6,276 |
| Total Expenditures | 82,561 | 8,870 | -- | 24,991 | 42,034 | 6,276 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 3,908 | (807) | -- | (9,991) | -- | (2,071) |
| Other Financing Sources (Uses) | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | (3,908) | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | (3,908) | -- | -- | -- | -- | -- |
| Net Change in Fund Balances | -- | (807) | -- | (9,991) | -- | (2,071) |
| Fund Balances - Beginning of Year | -- | 1,985 | -- | 14,263 | -- | 2,105 |
| Fund Balances - End of Year | \$ -- | \$ 1,178 | \$ -- | \$ 4,272 | \$ -- | \$ 34 |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - SCHOOL RESTRICTED FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Big Yellow Bus 292 | 21272109 Lunch Equip 294 | 21272109 Lunch Equip 295 | Pepsi Scholarship Fund 296 | Arts Talk Project 297 | Legislative Grant Slater 298 | 24040020 JROTC 299 | School Restricted Funds Total |
|--|-----------------------|--------------------------------|--------------------------------|-------------------------------------|-----------------------------|------------------------------------|--------------------------|--|
| Revenues | | | | | | | | |
| Charges for services | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 162,468 |
| Operating grants and contributions | 3,600 | -- | 129,438 | -- | -- | -- | 4,147 | 10,393,231 |
| Total Revenues | <u>3,600</u> | <u>--</u> | <u>129,438</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>4,147</u> | <u>10,555,699</u> |
| Expenditures | | | | | | | | |
| Education | 3,600 | -- | 129,438 | 1,000 | 470 | -- | 4,147 | 10,433,544 |
| Total Expenditures | <u>3,600</u> | <u>--</u> | <u>129,438</u> | <u>1,000</u> | <u>470</u> | <u>--</u> | <u>4,147</u> | <u>10,433,544</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>--</u> | <u>--</u> | <u>--</u> | <u>(1,000)</u> | <u>(470)</u> | <u>--</u> | <u>--</u> | <u>122,155</u> |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- | (203,991) |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(203,991)</u> |
| Net Change in Fund Balances | <u>--</u> | <u>--</u> | <u>--</u> | <u>(1,000)</u> | <u>(470)</u> | <u>--</u> | <u>--</u> | <u>(81,836)</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>--</u> | <u>--</u> | <u>2,500</u> | <u>470</u> | <u>269</u> | <u>--</u> | <u>300,421</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 1,500</u> | <u>\$ --</u> | <u>\$ 269</u> | <u>\$ --</u> | <u>\$ 218,585</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | CH168/155 PL2012 Streets & Sidewalks 409 | CH34 &44 PL2010Street Sidewalk 2012 413 | CH137/112 PL2014 Streets & Sidewalks 415 | CH 34/43 PL2008 Renovate & Improve Public Building 426 | CH 167/157 PL2012 Renovate & Improve Public Building 428 | CH 202/220 PL2014 Renovate & Improve Public Building 429 | CH37/45 PL2010 Renovate & Equip Recreation 431 |
|---|---|--|---|--|---|---|---|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 121,635 | \$ -- | \$ 141,164 | \$ -- | \$ 16,630 | \$ 1,221,127 | \$ 34,785 |
| Intergovernmental receivables | -- | -- | -- | -- | -- | -- | -- |
| Accounts receivable | 97,481 | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 219,116</u> | <u>\$ --</u> | <u>\$ 141,164</u> | <u>\$ --</u> | <u>\$ 16,630</u> | <u>\$ 1,221,127</u> | <u>\$ 34,785</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ 21,875 | \$ -- | \$ 98,296 | \$ -- | \$ 9,409 | \$ 24,010 | \$ 4,990 |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- |
| Notes payable | -- | -- | 420,000 | -- | -- | 2,600,000 | -- |
| Total Liabilities | <u>21,875</u> | <u>--</u> | <u>518,296</u> | <u>--</u> | <u>9,409</u> | <u>2,624,010</u> | <u>4,990</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | 197,241 | -- | -- | -- | 7,221 | -- | 29,795 |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Assigned | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | (377,132) | -- | -- | (1,402,883) | -- |
| Total Fund Balance | <u>197,241</u> | <u>--</u> | <u>(377,132)</u> | <u>--</u> | <u>7,221</u> | <u>(1,402,883)</u> | <u>29,795</u> |
| Total Liabilities and Fund Balance | <u>\$ 219,116</u> | <u>\$ --</u> | <u>\$ 141,164</u> | <u>\$ --</u> | <u>\$ 16,630</u> | <u>\$ 1,221,127</u> | <u>\$ 34,785</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | CH 165/158 PL2012 Renovate & Equip Recreation 432 | CH132/114 PL2014 Parks/Rec 433 | CH274&233 PL16 Recreation 434 | CH170/153 PL2012 Sewer & Sanitary System 456 | CH133/113 PL2014 Sew/San 457 | CH276/230 PL16 Sewers 459 | CH477/428 PL2012 School Renovate & Equip School Building 464 |
|---|---|---|-------------------------------------|---|------------------------------------|---------------------------------|---|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 22,862 | \$ -- | \$ 500,000 | \$ -- | \$ 79,101 | \$ 130,163 | \$ 55,104 |
| Intergovernmental receivables | -- | -- | -- | -- | -- | -- | -- |
| Accounts receivable | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 22,862</u> | <u>\$ --</u> | <u>\$ 500,000</u> | <u>\$ --</u> | <u>\$ 79,101</u> | <u>\$ 130,163</u> | <u>\$ 55,104</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ 5,723 | \$ -- | \$ -- | \$ -- | \$ 79,101 | \$ -- | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- |
| Notes payable | 500,000 | 1,200,000 | 500,000 | -- | 300,000 | 150,000 | -- |
| Total Liabilities | <u>505,723</u> | <u>1,200,000</u> | <u>500,000</u> | <u>--</u> | <u>379,101</u> | <u>150,000</u> | <u>--</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | -- | -- | -- | 55,104 |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Assigned | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | (482,861) | (1,200,000) | -- | -- | (300,000) | (19,837) | -- |
| Total Fund Balance | <u>(482,861)</u> | <u>(1,200,000)</u> | <u>--</u> | <u>--</u> | <u>(300,000)</u> | <u>(19,837)</u> | <u>55,104</u> |
| Total Liabilities and Fund Balance | <u>\$ 22,862</u> | <u>\$ --</u> | <u>\$ 500,000</u> | <u>\$ --</u> | <u>\$ 79,101</u> | <u>\$ 130,163</u> | <u>\$ 55,104</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | CH477/428 PL2012 School Renovate & Equip School Building 465 | CH138/115 PL14 Road & Traffic 471 | CH39/50 PL2006 Road & Traffic 472 | CH39/42 PL2010 Road & Traffic 473 | CH 33/41 PL2008 Road & Traffic 474 | CH169/156 PL2012 Road & Traffic 475 | CH136/116 PL2014 Bridges 476 |
|---|---|---|---|---|---|--|---------------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 1,325,203 | \$ 126,900 | \$ -- | \$ -- | \$ -- | \$ 26,743 | \$ 67,545 |
| Intergovernmental receivables | -- | -- | -- | -- | -- | -- | -- |
| Accounts receivable | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 1,325,203</u> | <u>\$ 126,900</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 26,743</u> | <u>\$ 67,545</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 5,605 | \$ -- |
| Due to other funds | -- | -- | -- | -- | -- | -- | -- |
| Notes payable | <u>1,800,000</u> | <u>130,000</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>200,000</u> | <u>200,000</u> |
| Total Liabilities | <u>1,800,000</u> | <u>130,000</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>205,605</u> | <u>200,000</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | -- | -- | -- | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Assigned | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | <u>(474,797)</u> | <u>(3,100)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(178,862)</u> | <u>(132,455)</u> |
| Total Fund Balance | <u>(474,797)</u> | <u>(3,100)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(178,862)</u> | <u>(132,455)</u> |
| Total Liabilities and Fund Balance | <u>\$ 1,325,203</u> | <u>\$ 126,900</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 26,743</u> | <u>\$ 67,545</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | CH166/154 PL2012 Highway 477 | CH 35/45 PL2008 Bridges 478 | Energy Efficiency Bond 494 | RICWFA Road Loan \$15M 496 | Capital Reserve Proj Fund 497 | School SBA Loan Fund #1 498 | School SBA Loan Fund #2 499 |
|---|------------------------------------|-----------------------------------|----------------------------------|----------------------------------|-------------------------------------|-----------------------------------|-----------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 19,949 | \$ -- | \$ 130,628 | \$ 713,510 | \$ -- | \$ 484,724 |
| Intergovernmental receivables | -- | -- | 3,754,560 | 2,937,884 | -- | 7,062 | 33,374 |
| Accounts receivable | -- | -- | -- | -- | -- | 325,945 | -- |
| Total Assets | <u>\$ --</u> | <u>\$ 19,949</u> | <u>\$ 3,754,560</u> | <u>\$ 3,068,512</u> | <u>\$ 713,510</u> | <u>\$ 333,007</u> | <u>\$ 518,098</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 67,142 | \$ 1,164 |
| Due to other funds | -- | -- | -- | -- | -- | 231,751 | -- |
| Notes payable | 100,000 | -- | -- | -- | -- | -- | -- |
| Total Liabilities | <u>100,000</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>298,893</u> | <u>1,164</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | 19,949 | 3,754,560 | 3,068,512 | 713,510 | 34,114 | 516,934 |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Assigned | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | (100,000) | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>(100,000)</u> | <u>19,949</u> | <u>3,754,560</u> | <u>3,068,512</u> | <u>713,510</u> | <u>34,114</u> | <u>516,934</u> |
| Total Liabilities and Fund Balance | <u>\$ --</u> | <u>\$ 19,949</u> | <u>\$ 3,754,560</u> | <u>\$ 3,068,512</u> | <u>\$ 713,510</u> | <u>\$ 333,007</u> | <u>\$ 518,098</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Slater Park Disc Trail 739 | Max Read Synthetic Field 740 | Hazard Mitigation 830 | Broadway Improv 2015-2016 839 | State Pier Town Landing 841 | Brownsfields-State Pier 853 | NEA Our Town Grant 859 |
|---|----------------------------------|------------------------------------|--------------------------|-------------------------------------|-----------------------------------|-----------------------------------|------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 12,295 | \$ 181,421 | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Intergovernmental receivables | -- | -- | 3,000 | -- | -- | -- | 68,721 |
| Accounts receivable | -- | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 12,295</u> | <u>\$ 181,421</u> | <u>\$ 3,000</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 68,721</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ -- | \$ -- | \$ 3,000 | \$ -- | \$ -- | \$ -- | \$ 2,425 |
| Due to other funds | -- | -- | -- | -- | -- | -- | 66,296 |
| Notes payable | -- | -- | -- | -- | -- | -- | -- |
| Total Liabilities | <u>--</u> | <u>--</u> | <u>3,000</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>68,721</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | 12,295 | 181,421 | -- | -- | -- | -- | -- |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Assigned | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | -- |
| Total Fund Balance | <u>12,295</u> | <u>181,421</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Total Liabilities and Fund Balance | <u>\$ 12,295</u> | <u>\$ 181,421</u> | <u>\$ 3,000</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 68,721</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Main St Bridge Side Repl 861 | Town Landing Env Ri DEM 865 | 45 Division St Env RI Dem 867 | Main Street Façade 880 | Lease FY 2013 893 | Lease FY2015 895 | Capital Projects Funds Totals |
|---|---------------------------------------|-----------------------------------|-------------------------------------|---------------------------|-------------------------|------------------------|--|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 71,694 | | \$ -- | \$ 67,018 | \$ 690,887 | \$ 262,415 | \$ 6,503,503 |
| Intergovernmental receivables | -- | 23,744 | 10,000 | -- | -- | -- | 6,838,345 |
| Accounts receivable | -- | -- | -- | -- | -- | -- | 423,426 |
| Total Assets | <u>\$ 71,694</u> | <u>\$ 23,744</u> | <u>\$ 10,000</u> | <u>\$ 67,018</u> | <u>\$ 690,887</u> | <u>\$ 262,415</u> | <u>\$ 13,765,274</u> |
| Liabilities and Fund Balance | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ 71,694 | \$ -- | | \$ 2,181 | \$ -- | \$ -- | \$ 396,615 |
| Due to other funds | -- | 23,744 | 10,000 | -- | -- | 6,432 | 338,223 |
| Notes payable | -- | -- | -- | -- | -- | -- | 8,100,000 |
| Total Liabilities | <u>71,694</u> | <u>23,744</u> | <u>10,000</u> | <u>2,181</u> | <u>--</u> | <u>6,432</u> | <u>8,834,838</u> |
| Fund Balance | | | | | | | |
| Non-spendable | -- | -- | -- | -- | -- | -- | -- |
| Restricted | -- | -- | -- | 64,837 | 690,887 | 255,983 | 9,602,363 |
| Committed | -- | -- | -- | -- | -- | -- | -- |
| Assigned | -- | -- | -- | -- | -- | -- | -- |
| Unassigned | -- | -- | -- | -- | -- | -- | (4,671,927) |
| Total Fund Balance | <u>--</u> | <u>--</u> | <u>--</u> | <u>64,837</u> | <u>690,887</u> | <u>255,983</u> | <u>4,930,436</u> |
| Total Liabilities and Fund Balance | <u>\$ 71,694</u> | <u>\$ 23,744</u> | <u>\$ 10,000</u> | <u>\$ 67,018</u> | <u>\$ 690,887</u> | <u>\$ 262,415</u> | <u>\$ 13,765,274</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | CH168/155 PL2012 Streets & Sidewalks 409 | CH34 &44 PL2010Street Sidewalk 2012 413 | CH137/112 PL2014 Streets & Sidewalks 415 | CH 34/43 PL2008 Renovate & Improve Public Building 426 | CH 167/157 PL2012 Renovate & Improve Public Building 428 | CH 202/220 PL2014 Renovate & Improve Public Building 429 | CH37/45 PL2010 Renovate & Equip Recreation 431 |
|---|---|--|---|--|--|--|---|
| Revenues | | | | | | | |
| Capital grants and contributions | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Investment income | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Expenditures | | | | | | | |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | (75,605) | 173,718 | 90,888 | 32,073 | 49,586 | 308,037 | 52,898 |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Education | -- | -- | -- | -- | -- | -- | -- |
| Debt Service Principal | | | | | | | |
| Debt Service Interest | | | | | | | |
| Total Expenditures | <u>(75,605)</u> | <u>173,718</u> | <u>90,888</u> | <u>32,073</u> | <u>49,586</u> | <u>308,037</u> | <u>52,898</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>75,605</u> | <u>(173,718)</u> | <u>(90,888)</u> | <u>(32,073)</u> | <u>(49,586)</u> | <u>(308,037)</u> | <u>(52,898)</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | (795,000) | -- |
| Bond proceeds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(795,000)</u> | <u>--</u> |
| Net Change in Fund Balances | <u>75,605</u> | <u>(173,718)</u> | <u>(90,888)</u> | <u>(32,073)</u> | <u>(49,586)</u> | <u>(1,103,037)</u> | <u>(52,898)</u> |
| Fund Balances - Beginning of Year | <u>121,636</u> | <u>173,718</u> | <u>(286,244)</u> | <u>32,073</u> | <u>56,807</u> | <u>(299,846)</u> | <u>82,693</u> |
| Fund Balances - End of Year | <u>\$ 197,241</u> | <u>\$ --</u> | <u>\$ (377,132)</u> | <u>\$ --</u> | <u>\$ 7,221</u> | <u>\$ (1,402,883)</u> | <u>\$ 29,795</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | CH 165/158 PL2012 Renovate & Equip Recreation 432 | CH 132/114 PL2014 Renovate & Equip Recreation 433 | CH274&233 PL16 Recreation 434 | CH170/153 PL2012 Sewer & Sanitary System 456 | CH133/113 PL2014 Sewer & Sanitary System 457 | CH276/230 PL16 Sewers 459 | CH477/428 PL2012 School Renovate & Equip School Building 464 |
|---|--|--|-------------------------------------|---|---|---------------------------------|---|
| Revenues | | | | | | | |
| Capital grants and contributions | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Investment income | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Expenditures | | | | | | | |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | 31,604 | -- | -- | 42 | 208,575 | 3,237 | -- |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Education | -- | -- | -- | -- | -- | -- | 565,138 |
| Debt Service Principal | -- | -- | -- | -- | -- | -- | -- |
| Debt Service Interest | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>31,604</u> | <u>--</u> | <u>--</u> | <u>42</u> | <u>208,575</u> | <u>3,237</u> | <u>565,138</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(31,604)</u> | <u>--</u> | <u>--</u> | <u>(42)</u> | <u>(208,575)</u> | <u>(3,237)</u> | <u>(565,138)</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | (403,032) | (1,200,000) | -- | -- | -- | (16,600) | -- |
| Bond proceeds | -- | -- | -- | -- | -- | -- | 1,500,000 |
| Total Other Financing Sources (Uses) | <u>(403,032)</u> | <u>(1,200,000)</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(16,600)</u> | <u>1,500,000</u> |
| Net Change in Fund Balances | <u>(434,636)</u> | <u>(1,200,000)</u> | <u>--</u> | <u>(42)</u> | <u>(208,575)</u> | <u>(19,837)</u> | <u>934,862</u> |
| Fund Balances - Beginning of Year | <u>(48,225)</u> | <u>--</u> | <u>--</u> | <u>42</u> | <u>(91,425)</u> | <u>--</u> | <u>(879,758)</u> |
| Fund Balances - End of Year | <u>\$ (482,861)</u> | <u>\$ (1,200,000)</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ (300,000)</u> | <u>\$ (19,837)</u> | <u>\$ 55,104</u> |

CITY OF PAWTUCKET, RHODE ISLAND

NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 2017

| | CH278/235 PL16 School 465 | CH138/115 PL14 Road & Traffic 471 | CH39/50 PL2006 Road & Traffic 472 | CH39/42 PL2010 Road & Traffic 473 | CH 33/41 PL2008 Road & Traffic 474 | CH169/156 PL2012 Road & Traffic 475 | CH136/116 PL2014 Bridges 476 |
|---|---------------------------------|---|---|---|--|--|------------------------------------|
| Revenues | | | | | | | |
| Capital grants and contributions | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Investment income | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Expenditures | | | | | | | |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | -- | 3,100 | -- | 46,237 | 12,687 | 105,273 | -- |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Education | 474,797 | -- | -- | -- | -- | -- | -- |
| Debt Service Principal | | | | | | | |
| Debt Service Interest | | | | | | | |
| Total Expenditures | <u>474,797</u> | <u>3,100</u> | <u>--</u> | <u>46,237</u> | <u>12,687</u> | <u>105,273</u> | <u>--</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>(474,797)</u> | <u>(3,100)</u> | <u>--</u> | <u>(46,237)</u> | <u>(12,687)</u> | <u>(105,273)</u> | <u>--</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | (82,733) |
| Bond proceeds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(82,733)</u> |
| Net Change in Fund Balances | <u>(474,797)</u> | <u>(3,100)</u> | <u>--</u> | <u>(46,237)</u> | <u>(12,687)</u> | <u>(105,273)</u> | <u>(82,733)</u> |
| Fund Balances - Beginning of Year | <u>--</u> | <u>--</u> | <u>--</u> | <u>46,237</u> | <u>12,687</u> | <u>(73,589)</u> | <u>(49,722)</u> |
| Fund Balances - End of Year | <u>\$ (474,797)</u> | <u>\$ (3,100)</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ (178,862)</u> | <u>\$ (132,455)</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | CH166/154 PL2012 Highway 477 | CH 35/45 PL2008 Bridges 478 | Energy Efficiency Bond 494 | RICWFA Road Loan \$15M 496 | Capital Reserve Proj Fund 497 | School SBA Loan Fund #1 498 | School SBA Loan Fund #2 499 |
|---|------------------------------------|-----------------------------------|----------------------------------|----------------------------------|-------------------------------------|-----------------------------------|-----------------------------------|
| Revenues | | | | | | | |
| Capital grants and contributions | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 2,881,144 | \$ 33,374 |
| Investment income | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | -- | -- | -- | -- | -- | 2,881,144 | 33,374 |
| Expenditures | | | | | | | |
| Planning | -- | -- | -- | -- | -- | -- | -- |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | -- | 1,075 | -- | 1,956,443 | 853,754 | -- | -- |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Education | -- | -- | 160,440 | -- | -- | 3,496,538 | 40,210 |
| Debt Service Principal | -- | -- | -- | -- | -- | 35,200 | -- |
| Debt Service Interest | -- | -- | -- | -- | -- | 5,137 | -- |
| Total Expenditures | -- | 1,075 | 160,440 | 1,956,443 | 853,754 | 3,536,875 | 40,210 |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | -- | (1,075) | (160,440) | (1,956,443) | (853,754) | (655,731) | (6,836) |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | 2,091,034 | 40,337 | 523,770 |
| Transfers to other funds | -- | -- | -- | -- | (523,770) | -- | -- |
| Bond proceeds | -- | -- | 3,915,000 | 3,000,000 | -- | -- | -- |
| Total Other Financing Sources (Uses) | -- | -- | 3,915,000 | 3,000,000 | 1,567,264 | 40,337 | 523,770 |
| Net Change in Fund Balances | -- | (1,075) | 3,754,560 | 1,043,557 | 713,510 | (615,394) | 516,934 |
| Fund Balances - Beginning of Year | (100,000) | 21,024 | -- | 2,024,955 | -- | 649,508 | -- |
| Fund Balances - End of Year | \$ (100,000) | \$ 19,949 | \$ 3,754,560 | \$ 3,068,512 | \$ 713,510 | \$ 34,114 | \$ 516,934 |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Slater Park Disc Trail 739 | Max Read Synthetic Field 740 | Hazard Mitigation Plan 830 | Broadway Improv 2015- 2016 839 | State Pier Town Landing 841 | Brownsfields-State Pier 853 | Nea Our Town Grant 859 |
|---|----------------------------------|------------------------------------|----------------------------------|---|-----------------------------------|-----------------------------------|------------------------------|
| Revenues | | | | | | | |
| Capital grants and contributions | \$ -- | \$ 721,696 | \$ 3,000 | \$ 64,500 | \$ -- | \$ -- | \$ 68,721 |
| Investment income | -- | -- | -- | -- | -- | -- | -- |
| Total Revenues | <u>--</u> | <u>721,696</u> | <u>3,000</u> | <u>64,500</u> | <u>--</u> | <u>--</u> | <u>68,721</u> |
| Expenditures | | | | | | | |
| Planning | -- | -- | -- | -- | -- | -- | 88,024 |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | -- | 2,914,275 | 3,000 | 64,500 | -- | -- | -- |
| Legislative and executive | -- | -- | -- | -- | -- | -- | -- |
| Education | -- | -- | -- | -- | -- | -- | -- |
| Debt Service Principal | -- | -- | -- | -- | -- | -- | -- |
| Debt Service Interest | -- | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>--</u> | <u>2,914,275</u> | <u>3,000</u> | <u>64,500</u> | <u>--</u> | <u>--</u> | <u>88,024</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | -- | (2,192,579) | -- | -- | -- | -- | (19,303) |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | -- | 2,374,000 | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | -- |
| Bond proceeds | -- | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>2,374,000</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>--</u> | <u>181,421</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>(19,303)</u> |
| Fund Balances - Beginning of Year | <u>12,295</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>19,303</u> |
| Fund Balances - End of Year | <u>\$ 12,295</u> | <u>\$ 181,421</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Main St Bridge Side Repl 861 | Town Landing Env RI DEM 865 | 45 Division St Env RI Dem 867 | Main Street Façade 880 | Lease FY 2013 893 | Lease FY2015 895 | Capital Projects Funds Totals |
|---|------------------------------------|-----------------------------------|-------------------------------------|------------------------------|----------------------|---------------------|--|
| Revenues | | | | | | | |
| Capital grants and contributions | \$ 659 | \$ 23,744 | \$ 10,000 | \$ -- | \$ -- | \$ -- | \$ 3,806,838 |
| Investment income | -- | -- | -- | -- | 2,778 | 1,027 | 3,805 |
| Total Revenues | <u>659</u> | <u>23,744</u> | <u>10,000</u> | <u>--</u> | <u>2,778</u> | <u>1,027</u> | <u>3,810,643</u> |
| Expenditures | | | | | | | |
| Planning | -- | 23,744 | 10,000 | 40,163 | -- | -- | 161,931 |
| Public safety | -- | -- | -- | -- | -- | -- | -- |
| Public works | 114,011 | -- | -- | -- | -- | -- | 6,949,408 |
| Legislative and executive | -- | -- | -- | -- | -- | 6,431 | 6,431 |
| Education | -- | -- | -- | -- | -- | -- | 4,737,123 |
| Debt Service Principal | -- | -- | -- | -- | -- | -- | 35,200 |
| Debt Service Interest | -- | -- | -- | -- | -- | -- | 5,137 |
| Total Expenditures | <u>114,011</u> | <u>23,744</u> | <u>10,000</u> | <u>40,163</u> | <u>--</u> | <u>6,431</u> | <u>11,895,230</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | (113,352) | -- | -- | (40,163) | 2,778 | (5,404) | (8,084,587) |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers from other funds | 82,733 | -- | -- | -- | -- | -- | 5,111,874 |
| Transfers to other funds | -- | -- | -- | -- | -- | -- | (3,021,135) |
| Bond proceeds | -- | -- | -- | -- | -- | -- | 8,415,000 |
| Total Other Financing Sources (Uses) | <u>82,733</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>10,505,739</u> |
| Net Change in Fund Balances | <u>(30,619)</u> | <u>--</u> | <u>--</u> | <u>(40,163)</u> | <u>2,778</u> | <u>(5,404)</u> | <u>2,421,152</u> |
| Fund Balances - Beginning of Year | <u>30,619</u> | <u>--</u> | <u>--</u> | <u>105,000</u> | <u>688,109</u> | <u>261,387</u> | <u>2,509,284</u> |
| Fund Balances - End of Year | <u>\$ --</u> | <u>\$ --</u> | <u>\$ --</u> | <u>\$ 64,837</u> | <u>\$ 690,887</u> | <u>\$ 255,983</u> | <u>\$ 4,930,436</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - PERMANENT FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Pawtucket TriCentennial 142 | Library Zucker Trust 170 | Library Little Acorn Trust 172 | Mabel Anderson Fund 176 | Library Caidin Trust 177 | Father St. Godard Religious Studies 179 |
|---|-----------------------------------|--------------------------------|--------------------------------------|-------------------------------|--------------------------------|---|
| Assets | | | | | | |
| Cash and cash equivalents | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Investments | 11,597 | 25,822 | 693,569 | 14,116 | 95,848 | 11,973 |
| Notes receivable | -- | -- | -- | -- | -- | -- |
| Total Assets | <u>\$ 11,597</u> | <u>\$ 25,822</u> | <u>\$ 693,569</u> | <u>\$ 14,116</u> | <u>\$ 95,848</u> | <u>\$ 11,973</u> |
| Liabilities and Fund Balance | | | | | | |
| Liabilities | | | | | | |
| Accounts payable | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Due to other funds | -- | 36 | -- | -- | 40 | -- |
| Total Liabilities | <u>--</u> | <u>36</u> | <u>--</u> | <u>--</u> | <u>40</u> | <u>--</u> |
| Fund Balance | | | | | | |
| Non-spendable | <u>11,597</u> | <u>25,786</u> | <u>693,569</u> | <u>14,116</u> | <u>95,808</u> | <u>11,973</u> |
| Total Fund Balance | <u>11,597</u> | <u>25,786</u> | <u>693,569</u> | <u>14,116</u> | <u>95,808</u> | <u>11,973</u> |
| Total Liabilities and Fund Balance | <u>\$ 11,597</u> | <u>\$ 25,822</u> | <u>\$ 693,569</u> | <u>\$ 14,116</u> | <u>\$ 95,848</u> | <u>\$ 11,973</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - PERMANENT FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2017

| | Community Service Library 180 | Citizens Committee PPL 181 | Gerald Burns Fund 194 | Cemetery Perpetual Care 708 | Cemetery Improvements 709 | Permanent Funds Totals |
|---|-------------------------------------|----------------------------------|-----------------------------|-----------------------------------|---------------------------------|------------------------------|
| Assets | | | | | | |
| Cash and cash equivalents | \$ -- | \$ 10 | \$ -- | \$ 200,045 | \$ 85,601 | \$ 285,656 |
| Investments | 26,491 | 26,353 | 22,025 | -- | -- | 927,794 |
| Notes receivable | -- | -- | -- | 150,000 | -- | 150,000 |
| Total Assets | <u>\$ 26,491</u> | <u>\$ 26,363</u> | <u>\$ 22,025</u> | <u>\$ 350,045</u> | <u>\$ 85,601</u> | <u>\$ 1,363,450</u> |
| Liabilities and Fund Balance | | | | | | |
| Liabilities | | | | | | |
| Accounts payable | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- |
| Due to other funds | 19 | -- | -- | -- | -- | 95 |
| Total Liabilities | <u>19</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>95</u> |
| Fund Balance | | | | | | |
| Non-spendable | 26,472 | 26,363 | 22,025 | 350,045 | 85,601 | 1,363,355 |
| Total Fund Balance | <u>26,472</u> | <u>26,363</u> | <u>22,025</u> | <u>350,045</u> | <u>85,601</u> | <u>1,363,355</u> |
| Total Liabilities and Fund Balance | <u>\$ 26,491</u> | <u>\$ 26,363</u> | <u>\$ 22,025</u> | <u>\$ 350,045</u> | <u>\$ 85,601</u> | <u>\$ 1,363,450</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - PERMANENT FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Pawtucket TriCentennial 142 | Library Zucker Trust 170 | Library Little Acorn Trust 172 | Mabel Anderson Fund 176 | Library Caidin Trust 177 | Father St. Godard Religious Studies 179 |
|---|-----------------------------------|--------------------------------|--------------------------------------|-------------------------------|--------------------------------|---|
| Revenues | | | | | | |
| Operating grants & contributions | \$ -- | \$ -- | \$ -- | \$ -- | \$ -- | \$ 124 |
| Investment income | 579 | 2,068 | 155,878 | 1,101 | 7,727 | (135) |
| Total Revenues | <u>579</u> | <u>2,068</u> | <u>155,878</u> | <u>1,101</u> | <u>7,727</u> | <u>(11)</u> |
| Expenditures | | | | | | |
| Legislative and executive | -- | 699 | -- | -- | 3,266 | 124 |
| Public works | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>--</u> | <u>699</u> | <u>--</u> | <u>--</u> | <u>3,266</u> | <u>124</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>579</u> | <u>1,369</u> | <u>155,878</u> | <u>1,101</u> | <u>4,461</u> | <u>(135)</u> |
| Other Financing Sources (Uses) | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>579</u> | <u>1,369</u> | <u>155,878</u> | <u>1,101</u> | <u>4,461</u> | <u>(135)</u> |
| Fund Balances - Beginning of Year | <u>11,018</u> | <u>24,417</u> | <u>537,691</u> | <u>13,015</u> | <u>91,347</u> | <u>12,108</u> |
| Fund Balances - End of year | <u>\$ 11,597</u> | <u>\$ 25,786</u> | <u>\$ 693,569</u> | <u>\$ 14,116</u> | <u>\$ 95,808</u> | <u>\$ 11,973</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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NON-MAJOR GOVERNMENTAL - PERMANENT FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Community Service Library 180 | Citizens Committee PPL 181 | Gerald Burns Fund 194 | Cemetery Perpetual Care 708 | Cemetery Improvements 709 | Permanent Funds Totals |
|---|-------------------------------------|----------------------------------|-----------------------------|-----------------------------------|---------------------------------|------------------------------|
| Revenues | | | | | | |
| Operating grants & contributions | \$ -- | \$ -- | \$ -- | \$ 1,675 | \$ -- | \$ 1,799 |
| Investment income | 2,104 | 2,056 | 1,745 | 453 | 257 | 173,833 |
| Total Revenues | <u>2,104</u> | <u>2,056</u> | <u>1,745</u> | <u>2,128</u> | <u>257</u> | <u>175,632</u> |
| Expenditures | | | | | | |
| Legislative and executive | 498 | -- | 345 | -- | -- | 4,932 |
| Public works | -- | -- | -- | -- | -- | -- |
| Total Expenditures | <u>498</u> | <u>--</u> | <u>345</u> | <u>--</u> | <u>--</u> | <u>4,932</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | |
| Expenditures Before Other Financing Sources (Uses) | <u>1,606</u> | <u>2,056</u> | <u>1,400</u> | <u>2,128</u> | <u>257</u> | <u>170,700</u> |
| Other Financing Sources (Uses) | | | | | | |
| Transfers from other funds | -- | -- | -- | -- | -- | -- |
| Transfers to other funds | -- | -- | -- | -- | -- | -- |
| Total Other Financing Sources (Uses) | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> | <u>--</u> |
| Net Change in Fund Balances | <u>1,606</u> | <u>2,056</u> | <u>1,400</u> | <u>2,128</u> | <u>257</u> | <u>170,700</u> |
| Fund Balances - Beginning of Year | <u>24,866</u> | <u>24,307</u> | <u>20,625</u> | <u>347,917</u> | <u>85,344</u> | <u>1,192,655</u> |
| Fund Balances - End of year | <u>\$ 26,472</u> | <u>\$ 26,363</u> | <u>\$ 22,025</u> | <u>\$ 350,045</u> | <u>\$ 85,601</u> | <u>\$ 1,363,355</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Beginning Balance <u>July 1, 2016</u> | <u>Additions</u> | <u>Deductions</u> | Ending Balance <u>June 30, 2017</u> |
|-------------------------------------|---|-------------------|-------------------|---|
| <u>SCHOOL ACTIVITY FUNDS</u> | | | | |
| Assets | | | | |
| Cash | \$ <u>311,021</u> | \$ <u>362,011</u> | \$ <u>364,722</u> | \$ <u>308,310</u> |
| Liabilities | | | | |
| Due to student groups | \$ <u>311,021</u> | \$ <u>362,011</u> | \$ <u>364,722</u> | \$ <u>308,310</u> |

City of Pawtucket
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2017

| <u>REVENUE</u> | <u>Municipal</u> | <u>Education Department</u> |
|--|-----------------------|---------------------------------|
| Current Year Levy Tax Collection | \$ 101,320,665 | \$ - |
| Last Year's Levy Tax Collection | 1,508,301 | - |
| Prior Years Property Tax Collection | 444,056 | - |
| Interest & Penalty | 792,035 | - |
| PILOT & Tax Treaty (excluded from levy) Collection | - | - |
| Other Local Property Taxes | - | - |
| Licenses and Permits | 959,449 | - |
| Fines and Forfeitures | 296,591 | - |
| Investment Income | 207,637 | - |
| Departmental | 1,481,027 | - |
| Rescue Run Revenue | 2,284,080 | - |
| Police & Fire Detail | 677,705 | - |
| Other Local Non-Property Tax Revenues | - | - |
| Tuition | - | 478,309 |
| Impact Aid | - | - |
| Medicaid | - | 1,403,803 |
| Federal Stabilization Funds | - | - |
| Federal Food Service Reimbursement | - | 4,129,281 |
| CDBG | 498,167 | - |
| COPS Grants | - | - |
| SAFER Grants | - | - |
| Other Federal Aid Funds | 123,103 | 9,545,972 |
| MV Excise Tax Reimbursement | 821,285 | - |
| State PILOT Program | 554,958 | - |
| Distressed Community Relief Fund | 1,523,936 | - |
| Library Resource Aid | 384,468 | - |
| Library Construction Aid | - | - |
| Public Service Corporation Tax | 891,950 | - |
| Meals & Beverage Tax / Hotel Tax | 868,841 | - |
| LEA Aid | - | 83,570,201 |
| Group Home | - | - |
| Housing Aid Capital Projects | - | - |
| Housing Aid Bonded Debt | 2,185,120 | - |
| State Food Service Revenue | - | 69,729 |
| Incentive Aid | 9,556 | - |
| Property Revaluation Reimbursement | - | - |
| Other State Revenue | 36,490 | 3,772,637 |
| Other Revenue | 838,799 | 944,715 |
| Local Appropriation for Education | - | 30,707,632 |
| Regional Appropriation for Education | - | - |
| Supplemental Appropriation for Education | - | - |
| Regional Supplemental Appropriation for Education | - | - |
| Other Education Appropriation | - | - |
| Rounding | - | - |
| Total Revenue | \$ 118,708,219 | \$ 134,622,279 |
| Financing Sources: Transfer from Capital Funds | \$ - | \$ - |
| Financing Sources: Transfer from Other Funds | 292,813 | - |
| Financing Sources: Debt Proceeds | 5,115,000 | - |
| Financing Sources: Other | 2,448,404 | - |
| Rounding | - | - |
| Total Other Financing Sources | \$ 7,856,217 | \$ - |

City of Pawtucket
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2017

| EXPENDITURES | General Government | Finance | Social Services | Centralized IT | Planning | Libraries | Public Works | Parks and Rec | Police Department |
|---|-----------------------|---------------------|--------------------|-------------------|---------------------|---------------------|---------------------|---------------------|----------------------|
| Compensation- Group A | \$ 1,407,536 | \$ 1,278,506 | \$ 293,088 | \$ 323,513 | \$ 879,996 | \$ 1,209,812 | \$ 2,980,091 | \$ 861,007 | \$ 10,558,649 |
| Compensation - Group B | - | - | - | - | - | - | - | - | 1,011,938 |
| Compensation - Group C | - | - | - | - | - | - | - | - | - |
| Compensation -Volunteer | - | - | - | - | - | - | - | - | - |
| Overtime- Group A | 26,155 | 8,904 | 82 | 762 | 10,676 | 53,393 | 133,669 | 37,580 | 741,393 |
| Overtime - Group B | - | - | - | - | - | - | - | - | 107,135 |
| Overtime - Group C | - | - | - | - | - | - | - | - | - |
| Police & Fire Detail | - | - | - | - | - | - | - | - | 519,696 |
| Active Medical Insurance - Group A | 266,798 | 232,912 | 67,810 | 76,147 | 162,592 | 210,556 | 708,360 | 227,559 | 1,685,826 |
| Active Medical Insurance- Group B | - | - | - | - | - | - | - | - | 105,894 |
| Active Medical Insurance- Group C | - | - | - | - | - | - | - | - | - |
| Active Dental Insurance- Group A | 16,467 | 17,535 | 4,417 | 5,240 | 11,615 | 14,500 | 50,030 | 16,058 | 231,084 |
| Active Dental Insurance- Group B | - | - | - | - | - | - | - | - | 17,327 |
| Active Dental Insurance- Group C | - | - | - | - | - | - | - | - | - |
| Payroll Taxes | 104,638 | 102,647 | 21,646 | 23,894 | 67,149 | 95,384 | 233,643 | 67,306 | 275,856 |
| Life Insurance | 9,570 | 7,600 | 1,407 | 1,970 | 5,348 | 5,067 | 18,014 | 5,630 | 98,033 |
| State Defined Contribution- Group A | 10,220 | 13,021 | 1,833 | 3,794 | 7,025 | 5,733 | 25,541 | 7,825 | - |
| State Defined Contribution - Group B | - | - | - | - | - | - | - | - | 8,273 |
| State Defined Contribution - Group C | - | - | - | - | - | - | - | - | - |
| Other Benefits- Group A | - | - | - | - | - | - | - | - | - |
| Other Benefits- Group B | - | - | - | - | - | - | - | - | - |
| Other Benefits- Group C | - | - | - | - | - | - | - | - | - |
| Local Defined Benefit Pension- Group A | - | - | - | - | - | - | - | - | 7,115,211 |
| Local Defined Benefit Pension - Group B | - | - | - | - | - | - | - | - | - |
| Local Defined Benefit Pension - Group C | - | - | - | - | - | - | - | - | - |
| State Defined Benefit Pension- Group A | 204,383 | 224,558 | 29,854 | 52,966 | 125,162 | 151,701 | 450,470 | 125,712 | - |
| State Defined Benefit Pension - Group B | - | - | - | - | - | - | - | - | 163,950 |
| State Defined Benefit Pension - Group C | - | - | - | - | - | - | - | - | - |
| Other Defined Benefit / Contribution | - | - | - | - | - | - | - | - | - |
| Purchased Services | 933,656 | 201,899 | 4,663 | 64,626 | 150,837 | 116,346 | 868,799 | 69,690 | 337,836 |
| Materials/Supplies | 65,751 | 36,019 | 5,128 | 3,954 | 19,037 | 134,298 | 139,871 | 29,039 | 349,359 |
| Software Licenses | - | - | - | 135,156 | - | - | 2,866 | - | 8,182 |
| Capital Outlays | 12,531 | 9,181 | 3,053 | 6,174 | 1,463 | 12,046 | 167,379 | - | 200,581 |
| Insurance | 1,043,963 | - | - | - | - | - | - | - | - |
| Maintenance | 11,483 | 3,085 | 19,737 | 18,743 | 1,589 | 44,943 | 187,208 | 51,000 | 176,065 |
| Vehicle Operations | - | - | 11,183 | - | 2,055 | 1,840 | 109,242 | 65,013 | 238,790 |
| Utilities | 22,513 | 15,987 | 54,868 | 38,219 | 16,354 | 91,265 | 423,199 | 234,666 | 101,841 |
| Contingency | - | - | - | - | - | - | - | - | - |
| Street Lighting | - | - | - | - | - | - | 1,009,162 | - | - |
| Revaluation | - | - | - | - | - | - | - | - | - |
| Snow Removal-Raw Material & External Contracts | - | - | - | - | - | - | 307,432 | - | - |
| Trash Removal & Recycling | - | - | - | - | - | - | 2,110,364 | - | - |
| Claims & Settlements | 477,384 | - | - | - | - | - | - | - | - |
| Community Support | 104,896 | - | - | - | - | - | - | - | - |
| Other Operation Expenditures | 28,513 | 12,160 | 16 | - | 11,408 | 19,776 | - | 317 | 18,819 |
| 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 | - | - | - | - | - | - | - | - | - |
| Non-Qualified OPEB Trust Contribution | - | - | - | - | - | - | - | - | - |
| Rounding | - | - | - | - | - | - | - | - | - |
| Total Expenditures | \$ 4,746,457 | \$ 2,164,014 | \$ 518,785 | \$ 755,158 | \$ 1,472,306 | \$ 2,169,526 | \$ 9,922,474 | \$ 1,798,402 | \$ 24,071,738 |

City of Pawtucket
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2017

| EXPENDITURES | Fire Department | Centralized Dispatch | Public Safety Other | Education Appropriation | Debt | OPEB | Total Municipal | Education Department |
|--|----------------------|-------------------------|------------------------|----------------------------|---------------------|---------------------|-----------------------|-------------------------|
| Compensation- Group A | \$ 9,696,154 | \$ - | \$ 838,290 | \$ - | \$ - | \$ - | \$ 30,326,642 | \$ 55,746,251 |
| Compensation - Group B | 333,799 | - | - | - | - | - | 1,345,737 | 6,856,965 |
| Compensation - Group C | - | - | - | - | - | - | - | 7,746,563 |
| Compensation -Volunteer | - | - | - | - | - | - | - | - |
| Overtime- Group A | 3,016,717 | - | 53,413 | - | - | - | 4,082,744 | - |
| Overtime - Group B | 16,834 | - | - | - | - | - | 123,969 | - |
| Overtime - Group C | - | - | - | - | - | - | - | 393,551 |
| Police & Fire Detail | - | - | - | - | - | - | 519,696 | - |
| Active Medical Insurance - Group A | 1,730,181 | - | 88,156 | - | - | - | 5,456,897 | 8,001,520 |
| Active Medical Insurance- Group B | 3,725 | - | - | - | - | - | 109,619 | 909,468 |
| Active Medical Insurance- Group C | - | - | - | - | - | - | - | 2,871,130 |
| Active Dental insurance- Group A | 101,770 | - | 5,501 | - | - | - | 474,217 | 772,383 |
| Active Dental Insurance- Group B | 941 | - | - | - | - | - | 18,268 | 74,004 |
| Active Dental Insurance- Group C | - | - | - | - | - | - | - | 235,096 |
| Payroll Taxes | 193,489 | - | 103,756 | - | - | - | 1,289,408 | 5,272,811 |
| Life Insurance | 55,398 | - | 9,289 | - | - | - | 217,326 | 407,680 |
| State Defined Contribution- Group A | - | - | 6,895 | - | - | - | 81,887 | 352,877 |
| State Defined Contribution - Group B | 193 | - | - | - | - | - | 8,466 | 43,173 |
| State Defined Contribution - Group C | - | - | - | - | - | - | - | 69,070 |
| Other Benefits- Group A | - | - | - | - | - | - | - | - |
| Other Benefits- Group B | - | - | - | - | - | - | - | - |
| Other Benefits- Group C | - | - | - | - | - | - | - | 669,672 |
| Local Defined Benefit Pension- Group A | 7,003,127 | - | - | - | - | - | 14,118,338 | - |
| Local Defined Benefit Pension - Group B | - | - | - | - | - | - | - | - |
| Local Defined Benefit Pension - Group C | - | - | - | - | - | - | - | - |
| State Defined Benefit Pension- Group A | - | - | 119,997 | - | - | - | 1,484,803 | 7,378,832 |
| State Defined Benefit Pension - Group B | 11,389 | - | - | - | - | - | 175,339 | 933,996 |
| State Defined Benefit Pension - Group C | - | - | - | - | - | - | - | 1,114,212 |
| Other Defined Benefit / Contribution | - | - | - | - | - | - | - | - |
| Purchased Services | 78,937 | - | 15,448 | - | - | - | 2,842,737 | 22,634,925 |
| Materials/Supplies | 216,686 | - | 30,863 | - | - | - | 1,030,005 | 1,877,788 |
| Software Licenses | - | - | - | - | - | - | 146,204 | 194,026 |
| Capital Outlays | 126,658 | - | 1,351 | - | - | - | 540,417 | 5,218,550 |
| Insurance | - | - | - | - | - | - | 1,043,963 | 127,117 |
| Maintenance | 71,607 | - | 14,958 | - | - | - | 600,418 | 439,902 |
| Vehicle Operations | 216,781 | - | 4,605 | - | - | - | 649,509 | 81,848 |
| Utilities | 185,691 | - | 119,469 | - | - | - | 1,304,072 | 1,863,283 |
| Contingency | - | - | - | - | - | - | - | - |
| Street Lighting | - | - | - | - | - | - | 1,009,162 | - |
| Revaluation | - | - | - | - | - | - | - | - |
| Snow Removal-Raw Material & External Contracts | - | - | - | - | - | - | 307,432 | - |
| Trash Removal & Recycling | - | - | - | - | - | - | 2,110,364 | - |
| Claims & Settlements | - | - | - | - | - | - | 477,384 | - |
| Community Support | - | - | - | - | - | - | 104,896 | - |
| Other Operation Expenditures | 137,119 | - | 5,835 | - | - | - | 233,963 | 251,751 |
| Local Appropriation for Education | - | - | - | 30,707,632 | - | - | 30,707,632 | - |
| Regional Appropriation for Education | - | - | - | - | - | - | - | - |
| Supplemental Appropriation for Education | - | - | - | - | - | - | - | - |
| Regional Supplemental Appropriation for Education | - | - | - | - | - | - | - | - |
| Other Education Appropriation | - | - | - | - | - | - | - | - |
| Municipal Debt- Principal | - | - | - | - | 3,412,537 | - | 3,412,537 | - |
| Municipal Debt- Interest | - | - | - | - | 1,239,539 | - | 1,239,539 | - |
| School Debt- Principal | - | - | - | - | 1,787,284 | - | 1,787,284 | 35,200 |
| School Debt- Interest | - | - | - | - | 1,117,334 | - | 1,117,334 | 5,137 |
| Retiree Medical Insurance- Total | - | - | - | - | - | 8,210,393 | 8,210,393 | 1,825,647 |
| Retiree Dental Insurance- Total | - | - | - | - | - | 350,237 | 350,237 | 163,625 |
| OPEB Contribution- Total | - | - | - | - | - | - | - | - |
| Non-Qualified OPEB Trust Contribution | - | - | - | - | - | - | - | - |
| Rounding | - | - | - | - | - | - | - | - |
| Total Expenditures | \$ 23,197,196 | \$ - | \$ 1,417,826 | \$ 30,707,632 | \$ 7,556,694 | \$ 8,560,630 | \$ 119,058,838 | \$ 134,568,053 |
| Financing Uses: Transfer to Capital Funds | - | - | - | - | - | - | \$ - | \$ - |
| Financing Uses: Transfer to Other Funds | - | - | - | - | - | - | 93,092 | - |
| Financing Uses: Payment to Bond Escrow Agent | - | - | - | - | - | - | 7,290,162 | - |
| Financing Uses: Other | - | - | - | - | - | - | - | - |
| Total Other Financing Uses | - | - | - | - | - | - | \$ 7,383,254 | \$ - |
| Net Change in Fund Balance¹ | - | - | - | - | - | - | 122,344 | 54,226 |
| Fund Balance1- beginning of year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 14,705,596 | \$ 2,381,034 |
| Funds removed from Reportable Government Services (RGS) | - | - | - | - | - | - | - | (30,663) |
| Funds added to Reportable Government Services (RGS) | - | - | - | - | - | - | - | - |
| Prior period adjustments | - | - | - | - | - | - | (161,376) | - |
| Misc. Adjustment | - | - | - | - | - | - | (277,234) | (149) |
| Fund Balance¹ - beginning of year adjusted | - | - | - | - | - | - | 14,266,986 | 2,350,222 |
| Rounding | - | - | - | - | - | - | - | - |
| Fund Balance¹ - end of year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 14,389,330 | \$ 2,404,448 |

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

City of Pawtucket
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended June 30, 2017

| Per Audited Fund Financial Statements Fund Description | Total Revenue | Total Other Financing Sources | Total Expenditures | Total Other Financing Uses | Net Change in Fund Balance ¹ | Beginning Fund Fund Balance ¹ (Deficit) | Prior Period Adjustment | Restated Beginning Fund Balance ¹ (Deficit) | Ending Fund Balance ¹ (Deficit) |
|---|-----------------------|-------------------------------------|-----------------------|----------------------------------|---|--|----------------------------|--|--|
| Fund Balance¹ - per MTP-2 at June 30, 2016 | | | | | | \$ 14,705,596 | (161,376) | \$ 14,544,220 | |
| <i>MTP 2 Prior year adjustment due to CDBG funds</i> | | | | | | (41,885) | - | (41,885) | |
| <i>MTP 2 Prior year adjustment due to CDBG funds</i> | | | | | | (235,349) | - | (235,349) | |
| <i>No misc. adjustments made for fiscal 2017</i> | | | | | | - | - | - | |
| Fund Balance¹ - per MTP-2 at June 30, 2016 adjusted | | | | | | <u>\$ 14,428,362</u> | - | <u>\$ 14,266,986</u> | |
| General Fund | \$ 116,953,315 | \$ 7,856,217 | \$ 86,584,267 | \$ 38,090,886 | \$ 134,379 | \$ 14,094,553 | \$ (161,376) | \$ 13,933,177 | \$ 14,067,556 |
| Family Literacy Initiative | 56,481 | - | 53,613 | - | 2,868 | 45,900 | - | 45,900 | 48,768 |
| State Grant In Aid | 384,468 | - | 380,872 | - | 3,596 | - | - | - | 3,596 |
| Library Donations | 31,511 | - | 1,135 | - | 30,376 | 116,395 | - | 116,395 | 146,771 |
| Details Private Company Reimbursement | - | - | - | - | - | - | - | - | - |
| Details Private Company Reimbursement | 463,948 | - | 519,696 | - | (55,748) | 167,414 | - | 167,414 | 111,666 |
| Leon Mathieu Donations | 10,876 | - | 4,003 | - | 6,873 | 4,100 | - | 4,100 | 10,973 |
| CDBG Community Development | 473,098 | 74 | 472,737 | - | 435 | 1,962 | - | 1,962 | 2,397 |
| Emergency Shelter | 107,173 | - | 107,173 | - | - | 25 | - | 25 | 25 |
| Home Program | 315,243 | 40 | 335,488 | - | (20,205) | 20,863 | - | 20,863 | 658 |
| Pawtucket Redevelopment Agency | 431,542 | - | 367,656 | - | 63,886 | 212,499 | - | 212,499 | 276,385 |
| Totals per audited financial statements | <u>\$ 119,227,655</u> | <u>\$ 7,856,331</u> | <u>\$ 88,826,640</u> | <u>\$ 38,090,886</u> | <u>\$ 166,460</u> | <u>\$ 14,663,711</u> | <u>\$ (161,376)</u> | <u>\$ 14,502,335</u> | <u>\$ 14,668,795</u> |
| <u>Reconciliation from financial statements to MTP2</u> | | | | | | | | | |
| Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2 | \$ - | \$ - | \$ 30,707,632 | \$ (30,707,632) | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt Reimbursement (COPS Lease) reported as expenditure credits on financial statements but revenue on MTP2 | 269,622 | - | 269,622 | - | - | - | - | - | - |
| RIDOT reimbursement for police details reported as expenditure credits on financial statements but revenue on MTP2 | 213,757 | - | 213,757 | - | - | - | - | - | - |
| Program activity in CDBG Funds (871,873,874,878) that are not reported on the MTP2 because they are for program revenues & expenses and not for administration. | (1,002,815) | (114) | (958,813) | - | (44,116) | (235,349) | - | (235,349) | (279,465) |
| Rounding | - | - | - | - | - | - | - | - | - |
| Totals Per MTP2 | <u>\$ 118,708,219</u> | <u>\$ 7,856,217</u> | <u>\$ 119,058,838</u> | <u>\$ 7,383,254</u> | <u>\$ 122,344</u> | <u>\$ 14,428,362</u> | <u>\$ (161,376)</u> | <u>\$ 14,266,986</u> | <u>\$ 14,389,330</u> |

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

City of Pawtucket
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2017
Total Other

| Per Audited Fund Financial Statements Fund Description | Total Revenue | Financing Sources | Total Expenditures | Total Other Financing Uses | Net Change in Fund Balance ¹ | Beginning Fund Fund Balance ¹ (Deficit) | Prior Period Adjustment | Restated Beginning Fund Balance ¹ (Deficit) | Ending Fund Balance ¹ (Deficit) |
|---|-----------------------|----------------------|-----------------------|----------------------------------|---|--|----------------------------|--|--|
| Fund Balance ¹ - per MTP-2 at June 30, 2016 | | | | | | \$ 2,381,034 | - | \$ 2,381,034 | |
| Miscellaneous variance and rounding from prior year. | | | | | | (149) | - | (149) | |
| Special Revenue Funds reflected as Agency funds for MTP2 for fiscal 2017 | | | | | | (30,663) | - | (30,663) | |
| Fund Balance ¹ - per MTP-2 at June 30, 2016 adjusted | | | | | | <u>\$ 2,350,222</u> | - | <u>\$ 2,350,222</u> | |
| School Unrestricted Fund | \$ 91,162,944 | \$ 30,911,623 | \$ 120,362,242 | \$ 2,181,371 | \$ (469,046) | \$ 1,377,015 | \$ - | \$ 1,377,015 | \$ 907,969 |
| Enterprise Fund ¹ | 4,687,321 | 50,000 | 4,769,804 | - | (32,483) | 53,941 | - | 53,941 | 21,458 |
| SBA School Capital Project Funds | 2,914,518 | 564,107 | 3,577,085 | - | (98,460) | 649,508 | - | 649,508 | 551,048 |
| School Capital Reserve Fund | - | 2,091,034 | 853,754 | 523,770 | 713,510 | - | - | - | 713,510 |
| School Special Revenue Funds | 10,555,699 | - | 10,433,544 | 203,991 | (81,836) | 300,421 | - | 300,421 | 218,585 |
| Totals per audited financial statements | <u>\$ 109,320,482</u> | <u>\$ 33,616,764</u> | <u>\$ 139,996,429</u> | <u>\$ 2,909,132</u> | <u>\$ 31,685</u> | <u>\$ 2,380,885</u> | <u>\$ -</u> | <u>\$ 2,380,885</u> | <u>\$ 2,412,570</u> |
| <u>Reconciliation from financial statements to MTP2</u> | | | | | | | | | |
| Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2 | \$ 30,707,632 | \$ (30,707,632) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only | (5,404,333) | - | (5,404,333) | - | - | - | - | - | - |
| GAAP reporting on loan proceeds for HVAC SBA Loan Project & capital outlay as a Other Source but reported as revenue on MTP2 | - | - | - | - | - | - | - | - | - |
| Pepsi Scholarship/Dental Program/Aramark Scholarship re-evaluated by UCOA - Determined to track as student Activity so not in UCOA | (1,500) | - | (24,037) | - | 22,537 | (30,663) | - | (30,663) | (8,126) |
| Transfer from Capital Reserve to SBA Fund for School Projects as Other Financing Sources/Uses for GAAP while not reported in UCOA | - | (523,770) | - | (523,770) | - | - | - | - | - |
| Transfer from School Unrestricted to SBA fund reported as Other Financing Sources/Uses for GAAP while not reported in UCOA | - | (40,337) | - | (40,337) | - | - | - | - | - |
| Transfer (of 1.346M from School Unrestricted to the Capital Projects Fund) is reported as an Other Financing Sources and Use for GAAP while it is not reported in UCOA or the MTP2 because the transfers net out to zero. | - | (1,346,097) | - | (1,346,097) | - | - | - | - | - |
| Transfer from School Unrestricted to Enterprise Fund | - | (50,000) | - | (50,000) | - | - | - | - | - |
| For financial statements, indirect cost charges and recovery are reported in federal grant funds and also actual expenditures & reimbursement reported in School Unrestricted Fund. | - | (203,991) | - | (203,991) | - | - | - | - | - |
| Transfer from School Unrestricted to Capital Reserves is reported as Other Financing Sources/Uses for GAAP while it is not reported in UCOA | - | (744,937) | - | (744,937) | - | - | - | - | - |
| Rounding | (2) | - | (6) | - | 4 | - | - | - | 4 |
| Totals Per MTP2 | <u>\$ 134,622,279</u> | <u>\$ -</u> | <u>\$ 134,568,053</u> | <u>\$ -</u> | <u>\$ 54,226</u> | <u>\$ 2,350,222</u> | <u>\$ -</u> | <u>\$ 2,350,222</u> | <u>\$ 2,404,448</u> |
| <u>Reconciliation from MTP2 to UCOA</u> | | | | | | | | | |
| No reconciling items from MTP2 to UCOA | - | - | - | - | - | - | - | - | - |
| Totals per UCOA Validated Totals Report | <u>\$ 134,622,279</u> | <u>\$ -</u> | <u>\$ 134,568,053</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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

CITY OF PAWTUCKET, RHODE ISLAND

M-2

NOTES TO OTHER SUPPLEMENTARY INFORMATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 – BASIS OF PRESENTATION

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

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

NOTE 2 – REPORTABLE GOVERNMENT SERVICES

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

NOTE 3 – ALLOCATIONS

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

NOTE 4 – EMPLOYEE GROUPS

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 PAWTUCKET, RHODE ISLAND

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NOTES TO OTHER SUPPLEMENTARY INFORMATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 4 – EMPLOYEE GROUPS (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/>.

STATISTICAL SECTION

CITY OF PAWTUCKET, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT

REAL ESTATE, MOTOR VEHICLE, AND PERSONAL PROPERTY TAXES

| Tax Roll Year | Balance July 1, 2016 | Current year assessment | Abatements/ Adjustments | Amount to be collected | Collections | Balance, June 30, 2017 | July-August 2016 Collections Subject to 60-Day FY16 Accrual | September - June 2017 Collections | Total FY 2017 Cash Collections | July - August 2017 Collections Subject to 60-Day FY17 Accrual |
|---------------|----------------------|-------------------------|-------------------------|------------------------|------------------|------------------------|---|-----------------------------------|--------------------------------|---|
| 2016 | \$ - | \$ 104,201,777 | \$ (385,762) | \$ 103,816,015 | \$ (100,731,893) | \$ 3,084,122 | | \$ 100,731,678 | \$ 100,731,678 | \$ 588,772 |
| 2015 | 3,220,250 | | (21,322) | 3,198,928 | (2,142,872) | 1,056,056 | \$ 668,517 | \$ 1,474,355 | \$ 2,142,872 | \$ 33,945 |
| 2014 | 1,084,985 | | (20,261) | 1,064,724 | (262,022) | 802,702 | \$ 83,583 | \$ 178,439 | \$ 262,022 | \$ 15,839 |
| 2013 | 938,549 | | (3,395) | 935,154 | (110,588) | 824,566 | \$ 19,771 | \$ 90,817 | \$ 110,588 | \$ 11,111 |
| 2012 | 908,916 | | (3,870) | 905,046 | (77,010) | 828,036 | \$ 13,236 | \$ 63,774 | \$ 77,010 | \$ 4,410 |
| 2011 | 833,495 | | (3,411) | 830,084 | (37,608) | 792,476 | \$ 4,541 | \$ 33,067 | \$ 37,608 | \$ 4,593 |
| 2010 | 527,417 | | (3,490) | 523,927 | (18,600) | 505,327 | \$ 1,675 | \$ 16,925 | \$ 18,600 | \$ 1,348 |
| 2009 | 335,698 | | (2,825) | 332,873 | (4,462) | 328,411 | \$ 230 | \$ 4,232 | \$ 4,462 | \$ 412 |
| 2008 | 365,829 | | (2,476) | 363,353 | (5,192) | 358,161 | \$ 69 | \$ 5,123 | \$ 5,192 | \$ 2,613 |
| 2007 | 334,864 | | (1,592) | 333,272 | (6,633) | 326,639 | \$ 304 | \$ 6,329 | \$ 6,633 | \$ 2,965 |
| 2006 & prior | 331,772 | | (320,672) | 11,100 | (2,301) | 8,799 | \$ 735 | \$ 1,566 | \$ 2,301 | \$ 494 |
| <hr/> | | | | | | | | | | |
| | \$ 8,881,775 | \$ 104,201,777 | \$ (769,076) | \$ 112,314,476 | \$ (103,399,181) | \$ 8,915,295 | \$ 792,661 | \$ 102,606,305 | \$ 103,398,966 | \$ 666,502 |

SCHEDULE OF NET ASSESSED PROPERTY VALUE BY CATEGORY

| Description of Property | Valuations | | Levy | |
|---------------------------|-------------------------|-----------------------|-------------------|--------------|
| | December 31, 2015 | July 1, 2016 | December 31, 2015 | July 1, 2016 |
| Real Property | \$ 3,337,757,170 | \$ 82,532,545 | | |
| Motor Vehicles | \$ 294,779,899 | \$ 15,335,132 | | |
| Tangible | \$ 150,905,970 | \$ 6,334,100 | | |
| Total | \$ 3,783,443,039 | \$ 104,201,777 | | |
| Exemptions | \$ (148,165,719) | \$ - | | |
| Net assessed value | \$ 3,635,277,320 | \$ 104,201,777 | | |

RECONCILIATION OF CURRENT YEAR PROPERTY TAX REVENUE

| | |
|---|-----------------------|
| Current year collections | \$ 103,399,181 |
| July - August 2017 Collections Subject to 60-day FY17 Accrual | \$ 666,502 |
| | \$ 104,065,683 |
| July - August 2016 Collections Subject to 60-day FY16 Accrual | \$ (792,661) |
| Current year property tax revenue | \$ 103,273,022 |

CITY OF PAWTUCKET

LONG -TERM DEBT - GOVERNMENTAL AND BUSINESS ACTIVITY

| | Date of Issuance | Interest Rate | Date of Maturity | Authorized | Outstanding June 30, 2016 | Additions | Maturities During the Year | Outstanding June 30, 2017 | Interest Paid |
|--|------------------|---------------|------------------|-----------------------|---------------------------|----------------------|----------------------------|---------------------------|---------------------|
| General Obligation Bonds and Loans Payable | | | | | | | | | |
| School & Public Improvement Bond (Refunded City Portion 11/2014) | 7/1/2005 | 3.25% - 5% | 7/1/2025 | \$ 13,300,000 | \$ 2,795,000 | \$ -- | \$ 2,560,000 | \$ 235,000 | \$ 109,899 |
| School Bond | 6/27/2006 | 4% - 5% | 4/1/2010 | 1,500,000 | 910,000 | -- | 910,000 | -- | 43,175 |
| School & Public Improvement Bond | 7/1/2009 | 2% - 4.75% | 7/15/2029 | 8,200,000 | 6,365,000 | -- | 340,000 | \$ 6,025,000 | 278,250 |
| School & Public Improvement Bond | 6/15/2009 | 2.5% - 6.25% | 4/1/2029 | 6,000,000 | 4,525,000 | -- | 3,990,000 | \$ 535,000 | 247,775 |
| School & Public Improvement Bond | 4/14/2010 | 3.36% | 7/1/2018 | 7,593,349 | 2,755,576 | -- | 885,038 | \$ 1,870,538 | 77,719 |
| Cemetary Perpetual Care Loan | 6/23/2011 | 0% | 7/23/2021 | 400,000 | 190,000 | -- | 40,000 | \$ 150,000 | -- |
| School Improvement Bond Refunded 2001 | 12/5/2013 | 3.14% | 12/5/2021 | 2,115,000 | 1,550,000 | -- | 285,000 | \$ 1,265,000 | 46,457 |
| Road Improvement Bond (RICWFA) | 9/3/2014 | 0.64% - 2.97% | 9/3/2035 | 3,500,000 | 3,362,000 | -- | 140,000 | \$ 3,222,000 | 97,521 |
| Public Improvement Bond Refunded 2001 & 2005 | 11/19/2014 | 2% - 5% | 11/19/2021 | 7,571,748 | 7,219,626 | -- | 772,383 | \$ 6,447,243 | 235,055 |
| Public Improvement Bond | 11/21/2014 | 2% - 5% | 11/21/2035 | 6,000,000 | 5,795,000 | -- | 210,000 | \$ 5,585,000 | 242,100 |
| School Improvement Bond (RIHEBC) | 11/21/2014 | 2% - 4% | 11/21/2034 | 8,000,000 | 7,480,000 | -- | 310,000 | \$ 7,170,000 | 259,169 |
| Road Improvement Bond (RICWFA) | 5/28/2015 | 0.66% - 2.93% | 5/28/2035 | 5,000,000 | 4,999,000 | -- | 210,000 | \$ 4,789,000 | 132,991 |
| Road Improvement Bond (RICWFA) | 4/19/2016 | 0.60% - 2.57% | 9/1/1935 | 3,000,000 | 3,000,000 | -- | -- | \$ 3,000,000 | 40,324 |
| RIHEBC SBA Loan | 6/29/2016 | 0.0192 | 6/1/2026 | 352,000 | 352,000 | -- | 35,200 | \$ 316,800 | 6,233 |
| Energy Efficiency Bond | 7/5/2016 | 1.27 - 2.56% | 9/1/2027 | 3,915,000 | -- | 3,915,000 | -- | \$ 3,915,000 | 12,669 |
| Road Improvement Bond (RICWFA) | 5/15/2017 | .76 - 2.53 | 9/1/2036 | 3,000,000 | -- | 3,000,000 | -- | \$ 3,000,000 | -- |
| School Improvement Bond (RIHEBC) | 6/13/2017 | 3.0 - 5.0% | 4/1/2037 | 23,615,000 | -- | 23,615,000 | -- | 23,615,000 | -- |
| Total General Obligation Bonds and Loans Payable | | | | <u>103,062,097</u> | <u>51,298,202</u> | <u>30,530,000</u> | <u>10,687,621</u> | <u>71,140,581</u> | <u>1,829,337</u> |
| Bond Premiums and Capital Leases | | | | | | | | | |
| Bond Premiums | | | | N/A | 886,996 | 2,448,404 | 51,384 | 3,284,016 | -- |
| Capital Leases | | | | N/A | 7,461,229 | -- | 1,564,805 | 5,896,424 | 286,140 |
| Total Bond Premiums and Capital Leases | | | | -- | <u>8,348,225</u> | <u>2,448,404</u> | <u>1,616,189</u> | <u>9,180,440</u> | <u>286,140</u> |
| Total Governmental Activities Long-term Obligations | | | | <u>\$ 103,062,097</u> | <u>59,646,427</u> | <u>32,978,404</u> | <u>12,303,810</u> | <u>80,321,021</u> | <u>2,115,477</u> |
| Accrued Expenses | | | | | | | | | |
| Compensated absences | | | | | 8,091,413 | -- | 424,068 | 7,667,345 | -- |
| Net OPEB obligation | | | | | 99,929,218 | 6,616,526 | -- | 106,545,744 | -- |
| Pension liability | | | | | 2,462,384 | -- | 83,152 | 2,379,232 | -- |
| Net Pension liability | | | | | 271,734,735 | 11,236,399 | -- | 282,971,134 | -- |
| Total Accrued Expense | | | | | <u>382,217,750</u> | <u>17,852,925</u> | <u>507,220</u> | <u>399,563,455</u> | <u>--</u> |
| Total Long-term Liabilities | | | | | <u>\$441,864,177</u> | <u>\$ 50,831,329</u> | <u>\$ 12,811,030</u> | <u>\$479,884,476</u> | <u>\$ 2,115,477</u> |

(Continued)

CITY OF PAWTUCKET

LONG -TERM DEBT - GOVERNMENTAL AND BUSINESS ACTIVITY

| | Date of Issuance | Interest Rate | Date of Maturity | Authorized | Outstanding June 30, 2016 | Additions | Maturities During the Year | Outstanding June 30, 2017 | Interest Paid | |
|---|------------------|---------------|------------------|--------------------|---------------------------|---------------------|----------------------------|---------------------------|---------------------|------------------|
| Business-type Activities | | | | | | | | | | |
| Bonds, Notes and Loans Payable: | | | | | | | | | | |
| Water Fund: | | | | | | | | | | |
| Water System Improvement Bond Refunded 2001 | 11/19/2014 | 2% - 5% | 11/19/2021 | \$ 385,000 | \$ 95,374 | \$ -- | \$ 17,617 | \$ 77,757 | \$ 3,045 | |
| Water System Improvement Bond | 4/14/2010 | 3.36% | 7/1/2018 | 336,651 | 123,090 | -- | 39,962 | 83,128 | 3,509 | |
| RI Clean Water Financing Agency Bonds - 2004A | 3/11/2004 | 2.0% - 5.0% | 9/1/2024 | 41,875,000 | 23,802,000 | -- | 2,316,000 | 21,486,000 | 664,195 | |
| RI Clean Water Financing Agency Bonds - 2005A | 3/23/2005 | 2.0% - 5.0% | 9/1/2027 | 31,909,000 | 21,568,000 | -- | 1,477,000 | 20,091,000 | 649,391 | |
| RI Clean Water Financing Agency Bonds - 2009A | 11/19/2009 | .86% - 4.72% | 9/1/2030 | 5,935,000 | 4,792,000 | -- | 246,000 | 4,546,000 | 119,240 | |
| RI Clean Water Financing Agency Bonds - 2012 Direct Loan | 11/4/2011 | 1.12% - 3.71% | 9/1/2031 | 7,485,000 | 6,304,000 | -- | 308,000 | 5,996,000 | 193,376 | |
| RI Clean Water Financing Agency Bonds - 2012A | 6/14/2012 | .53% - 3.33% | 9/1/2032 | 1,955,000 | 1,720,000 | -- | 81,000 | 1,639,000 | 44,247 | |
| RI Clean Water Financing Agency Bonds - 2013A | 5/14/2013 | .37% - 2.83% | 9/1/2034 | 8,645,000 | 8,294,000 | -- | 352,000 | 7,942,000 | 178,095 | |
| RI Infrastructure Bank Bonds - 2015A | 8/6/2015 | .77% - 3.24% | 9/1/2034 | 5,907,000 | 5,906,000 | -- | 1,000 | 5,905,000 | 109,879 | |
| RI Infrastructure Bank Bonds - 2016A | 1/27/2016 | .40% - 2.80% | 9/1/2035 | 4,718,000 | 4,718,000 | -- | 1,000 | 4,717,000 | 50,857 | |
| RI Infrastructure Bank Bonds - 2015B | 12/18/2015 | 3.50% - 5.00% | 9/1/2035 | <u>24,265,000</u> | <u>24,265,000</u> | -- | -- | <u>24,265,000</u> | <u>1,012,156</u> | |
| Total Water Fund Bonds, Notes and Loans Payable | | | | <u>133,415,651</u> | <u>101,587,464</u> | -- | <u>4,839,579</u> | <u>96,747,885</u> | <u>3,027,990</u> | |
| Other Liabilities | | | | | | | | | | |
| Water Fund: | | | | | | | | | | |
| Bond Premiums | | | | -- | 1,304,126 | -- | 66,526 | 1,237,600 | -- | |
| Less undrawn loan proceeds held by the state | | | | -- | <u>(7,141,543)</u> | <u>2,745,030</u> | -- | <u>(4,396,513)</u> | -- | |
| Total Other Liabilities | | | | -- | <u>(5,837,417)</u> | <u>2,745,030</u> | <u>66,526</u> | <u>(3,158,913)</u> | -- | |
| Total Business-type Activities Long Term Obligations | | | | | <u>\$ 133,415,651</u> | <u>95,750,047</u> | <u>2,745,030</u> | <u>4,906,105</u> | <u>93,588,972</u> | <u>3,027,990</u> |
| Accrued Expenses | | | | | | | | | | |
| Compensated absences | | | | | 737,518 | -- | 8,128 | 729,390 | -- | |
| Net OPEB obligation | | | | | 1,605,267 | -- | 23,357 | 1,581,910 | -- | |
| Net Pension liability | | | | | <u>3,732,680</u> | <u>373,859</u> | -- | <u>4,106,539</u> | -- | |
| Total Accrued Expense | | | | | <u>6,075,465</u> | <u>373,859</u> | <u>31,485</u> | <u>6,417,839</u> | -- | |
| Total Long-term Liabilities | | | | | <u>\$ 101,825,512</u> | <u>\$ 3,118,889</u> | <u>\$ 4,937,590</u> | <u>\$ 100,006,811</u> | <u>\$ 3,027,990</u> | |

(Continued)

CITY OF PAWTUCKET

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LONG -TERM DEBT - GOVERNMENTAL AND BUSINESS ACTIVITY

(3 of 3)

| | Authorized | Outstanding June 30, 2016 | Additions | Maturities During the Year | Outstanding June 30, 2017 | Interest Paid |
|---|----------------------|------------------------------|---------------------|-------------------------------|------------------------------|--------------------|
| Bonds, Notes, Bond Premiums and Capital Leases | | | | | | |
| Governmental Activities Long-term Obligations | \$ 103,062,097 | \$ 59,646,427 | \$32,978,404 | \$ 12,303,810 | \$ 80,321,021 | \$2,115,477 |
| Business-type Activities Long-term Obligations | <u>133,415,651</u> | <u>95,750,047</u> | <u>2,745,030</u> | <u>4,906,105</u> | <u>93,588,972</u> | <u>3,027,990</u> |
| Total Bonds, Notes, Bond Premiums and Capital Leases | <u>\$236,477,748</u> | <u>155,396,474</u> | <u>35,723,434</u> | <u>17,209,915</u> | <u>173,909,993</u> | <u>5,143,467</u> |
| Accrued Expenses | | | | | | |
| Compensated absences | | 8,828,931 | -- | 432,196 | 8,396,735 | -- |
| Net OPEB obligation | | 101,534,485 | 6,616,526 | 23,357 | 108,127,654 | -- |
| Pension liability | | 2,462,384 | -- | 83,152 | 2,379,232 | -- |
| Net Pension liability | | <u>275,467,415</u> | <u>11,610,258</u> | <u>--</u> | <u>287,077,673</u> | <u>--</u> |
| Toal Accrued Expense | | <u>388,293,215</u> | <u>18,226,784</u> | <u>538,705</u> | <u>405,981,294</u> | <u>--</u> |
| Total Long-term Liabilities | | <u>\$543,689,689</u> | <u>\$53,950,218</u> | <u>\$ 17,748,620</u> | <u>\$ 579,891,287</u> | <u>\$5,143,467</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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**SCHEDULE OF DEBT SERVICE REQUIREMENTS
TO MATURITY - GOVERNMENT ACTIVITIES**

| Fiscal Year Ended June 30, | Percentage to Maturity | Principal | Interest | Total Debt Service |
|-------------------------------|---------------------------|----------------------|----------------------|-----------------------|
| 2018 | 6.48% | \$ 4,607,953 | \$ 1,816,667 | \$ 8,937,700 |
| 2019 | 7.18% | 5,105,568 | 1,736,305 | 9,358,898 |
| 2020 | 5.96% | 4,242,816 | 1,606,495 | 8,218,671 |
| 2021 | 6.13% | 4,361,092 | 1,481,998 | 8,042,253 |
| 2022 | 6.28% | 4,464,352 | 1,358,782 | 7,845,099 |
| 2023 | 5.79% | 4,116,200 | 1,231,087 | 7,196,716 |
| 2024 | 5.99% | 4,264,200 | 1,110,490 | 7,056,709 |
| 2025 | 6.24% | 4,437,200 | 992,461 | 6,939,223 |
| 2026 | 6.46% | 4,598,200 | 870,929 | 6,791,692 |
| 2027 | 5.12% | 3,640,000 | 747,265 | 5,524,180 |
| 2028 | 5.33% | 3,791,000 | 635,528 | 5,396,322 |
| 2029 | 4.94% | 3,513,000 | 541,113 | 4,869,066 |
| 2030 | 4.49% | 3,191,000 | 444,136 | 4,311,459 |
| 2031 | 3.76% | 2,678,000 | 342,655 | 3,596,012 |
| 2032 | 3.89% | 2,768,000 | 274,978 | 3,526,485 |
| 2033 | 4.04% | 2,876,000 | 217,478 | 3,470,895 |
| 2034 | 4.20% | 2,990,000 | 156,995 | 3,410,435 |
| 2035 | 3.55% | 2,527,000 | 90,456 | 2,782,489 |
| 2036 | 2.19% | 1,561,000 | 33,255 | 1,686,524 |
| 2037 | 1.98% | 1,408,000 | 3,055 | 1,454,892 |
| | | <u>\$ 71,140,581</u> | <u>\$ 15,692,128</u> | <u>\$ 110,415,720</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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SCHEDULE OF DEBT SERVICE REQUIREMENTS
TO MATURITY - BUSINESS-TYPE ACTIVITIES

| Fiscal Year Ended June 30, | Percentage to Maturity | Principal | Interest | Total Debt Service |
|-------------------------------|---------------------------|----------------------|----------------------|-----------------------|
| 2018 | 5.63% | 5,447,247 | \$ 3,287,526 | \$ 8,734,773 |
| 2019 | 5.79% | 5,603,299 | 3,128,316 | 8,731,615 |
| 2020 | 5.92% | 5,728,384 | 2,957,637 | 8,686,021 |
| 2021 | 6.11% | 5,907,108 | 2,776,753 | 8,683,861 |
| 2022 | 6.30% | 6,096,847 | 2,584,600 | 8,681,447 |
| 2023 | 6.49% | 6,282,000 | 2,381,093 | 8,663,093 |
| 2024 | 6.72% | 6,499,000 | 2,165,963 | 8,664,963 |
| 2025 | 6.95% | 6,724,000 | 1,938,706 | 8,662,706 |
| 2026 | 5.78% | 5,590,000 | 1,712,920 | 7,302,920 |
| 2027 | 6.01% | 5,811,000 | 1,489,227 | 7,300,227 |
| 2028 | 6.26% | 6,054,000 | 1,253,785 | 7,307,785 |
| 2029 | 4.18% | 4,042,000 | 1,049,546 | 5,091,546 |
| 2030 | 4.35% | 4,211,000 | 894,126 | 5,105,126 |
| 2031 | 4.51% | 4,361,000 | 745,228 | 5,106,228 |
| 2032 | 4.24% | 4,104,000 | 594,358 | 4,698,358 |
| 2033 | 3.85% | 3,722,000 | 454,760 | 4,176,760 |
| 2034 | 3.85% | 3,724,000 | 322,260 | 4,046,260 |
| 2035 | 3.99% | 3,857,000 | 186,041 | 4,043,041 |
| 2036 | 3.08% | 2,984,000 | 58,331 | 3,042,331 |
| | | <u>\$ 96,747,885</u> | <u>\$ 29,981,176</u> | <u>\$ 126,729,061</u> |

CITY OF PAWTUCKET, RHODE ISLAND

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COMPUTATION OF LEGAL DEBT MARGIN

JUNE 30, 2017

| | |
|--|--------------------------------|
| Gross assessed value | \$ 3,783,443,039 |
| Less: exempt property | <u>(148,165,719)</u> |
| Total Taxable Assessed Value | <u>\$ 3,635,277,320</u> |
| | |
| Debt Limit - 3 percent of total assessed value | \$ 109,058,320 |
| | |
| Amount of debt applicable to debt limit: | |
| Total bonded debt | <u>(3,538,800)</u> |
| | |
| Legal Debt Margin | <u>\$ 105,519,520</u> |