

# **TOWN OF TIVERTON**

## **ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED JUNE 30, 2021**



**Chris Cotta**  
**Town Administrator**

**Denise G. Saurette**  
**Treasurer**

**Prepared by: Finance Department**

**-----Tiverton, Rhode Island-----**



TOWN OF TIVERTON, RHODE ISLAND

June 30, 2021

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## INTRODUCTORY SECTION

This Section Contains the Following Subsections:

List of Town Officials

**TOWN OF TIVERTON, RHODE ISLAND**

**JUNE 30, 2021**

**TOWN COUNCIL**

Denise M. deMedeiros, President

Michael S. Burk, Vice-President

Donna J. Cook

Jay P. Edwards

Deborah G. Janick

Joseph C. Perry, Jr.

William J. Vieira

**TOWN ADMINISTRATOR**

Chris Cotta

**TOWN TREASURER**

Denise G. Saurette

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## FINANCIAL SECTION

This Section Contains the Following Subsections:

Independent Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Supplementary Information

CERTIFIED PUBLIC ACCOUNTANTS  
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Fall River, MA 02720  
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FAX (508) 675-7859  
www.hague-sahady.com

## *Independent Auditor's Report*

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

### **Report on the Financial Statements**

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

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

### **Opinions**

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

(Continued)

## **Emphasis of a Matter**

During the year ended June 30, 2021, the Town adopted Government Accounting Standards Board (GASB) Statement No. 84 "Fiduciary Activities." As discussed in Note 15 to the financial statements, net position as of June 30, 2020 for the fiduciary activities was restated to reflect this change in accounting principle. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Tiverton, Rhode Island's basic financial statements. The introductory section, other supplementary information and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules included in the other supplementary information section including the detailed revenue and expenditures for the general fund, combining and individual nonmajor fund financial statements, and Annual Supplemental Transparency Portal (MTP2) are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules included in the other supplementary information section including the detailed revenue and expenditures for the general fund, combining and individual nonmajor fund financial statements, and Annual Supplemental Transparency Portal (MTP2) 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, December 28, 2021, on our consideration of the Town of Tiverton, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Tiverton, Rhode Island's internal control over financial reporting and compliance.

*Hague, Sabady & Co. PC*

Fall River, Massachusetts  
December 28, 2021

## Management's Discussion and Analysis

# TOWN OF TIVERTON, RHODE ISLAND

## Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

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The management of the Town of Tiverton, Rhode Island (herein, The Town), offers readers of the Town's financial statements this narrative overview and analysis of the Town's financial activities for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented herein conjunction with additional information found within the financial statements.

The Governmental Accounting Standards Board (GASB) is the authoritative standard setting body that provides guidance on how to prepare financial statements in conformity with generally accepted accounting principles (GAAP). Users of these financial statements (such as investors and rating agencies) rely on the GASB to establish consistent reporting standards for all governments in the United States. This consistent application is the only way users (including citizens, the media, legislators and others) can assess the financial condition of one government compared to others.

### **Government-Wide Highlights**

- ❖ The government-wide liabilities and deferred inflows of the Town exceeded their assets and deferred outflows at the close of the most recent fiscal year by \$2,176,823. The net position of business activities decreased by \$37,309, while the net position of Governmental Activities increased by \$2,214,132.
- ❖ The Town's government-wide (governmental and business activities) operating expenses were \$61,540,183 a 1.42% decrease from the prior year, while the revenues collected were \$63,712,194 a 19.51% increase compared to the prior year.

### **Fund Highlights**

- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$21,647,582. Of this amount \$3,499,396 or 16.20%, is unassigned in the general fund and available for use within the Town's designation and fiscal policies. \$1,019,843 is committed for School expenditures, \$9,950,381 is committed to the landfill closure and \$5,467,103 is set aside for the remaining non-major governmental funds.
- ❖ At the end of the current fiscal year, the general fund unassigned fund balance was \$3,499,396 or 7.70% of the total general fund expenditures and transfers out for the fiscal year. On a budgetary basis, revenues exceeded expenditures and transfers by \$222,983. The school department ended with a committed fund balance of \$1,019,843 or 3.07% of the current year budget. The current year's revenues exceed the current year expenditures by \$526,603.
- ❖ The Tiverton Casino and Hotel officially opened September 1, 2018. Due to the pandemic the State of RI annual minimum guarantee of \$3M in gaming revenue was lost. In the current fiscal year, the Town was able to secure and enforce the conditions of the previous agreement for the casino. The State replaced the loss of revenue up to \$3M.

# TOWN OF TIVERTON, RHODE ISLAND

## Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

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### Overview of the Financial Statements

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

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

The government-wide financial statements provide both long-term and short-term information about the Town as a whole. The fund financial statements focus on the individual components of the Town's government, reporting the Town's operations in more detail than the government-wide statements. Both representations (government-wide and fund) allow the user to address relevant questions, broaden the basis of comparison and enhance the Town's accountability. An additional part of the basic financial statements are the notes to the financial statements. The report also contains other required supplementary information as well as additional supplementary information to the basic financial statements themselves.

**Government-Wide Financial Statements** - are designed to provide readers with a broad overview of the Town's finances in a manner, which is similar to a private-sector business. The statements provide both short-term and long-term information about the Town's financial position, which assists in assessing the Town's economic position at the end of the fiscal year.

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

The *Statement of Activities* presents information which shows how the Town's net position changed during the fiscal year. All changes in 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 would include uncollected taxes and earned, unused compensated absences.

Both government-wide financial statements distinguish functions of the Town, which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Town's governmental activities include general government and administration, public safety, development services, cultural and recreational services. The Town's business activities include the Land Acquisition Fund and the Cafeteria Fund.

In the statement of activities, the operations of the Town are presented in a format that reports the net expense and revenues of its individual functions - the objective being to report the relative burden of each of the Town's functions to the taxpayers. Revenue's offsetting related functional expenses are separated into three categories: charges for services, operating grants and contributions, and capital grants and contributions.

The government wide financial statements are reported on the pages indicated on the table of contents of this report.

# TOWN OF TIVERTON, RHODE ISLAND

## Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

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

Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and School Special Revenue Unrestricted 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 in the supplementary section of this report.

The basic governmental fund financial statements are presented on the pages indicated on the table of contents of this report.

**Proprietary Funds** - The Town's proprietary funds are used to report financed business-type activities provided to the general public (enterprise funds). These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The Town has three enterprise funds, the Land Acquisition Fund, Cafeteria Fund, and Early Risers Fund. These are considered to be major funds for financial statement process.

The basic proprietary fund financial statements are presented on the pages indicated on the table of contents of this report.

**Fiduciary Funds** - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because resources of those funds are *not* available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary fund financial statements can be found on the pages indicated on the table of contents of this report.

**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 the pages indicated on the table of contents of this report.

**Other Required Supplementary Information** - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the Town's operations. Required supplementary information presents schedules detailing certain pension information, as well as budgetary comparison schedules for the general fund and the school unrestricted fund to demonstrate compliance with their respective budgets. Required supplementary information is presented on the pages indicated on the table of contents of this report.

# TOWN OF TIVERTON, RHODE ISLAND

## Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

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### ***Governmental Funds (Continued)***

***Supplementary Information*** - The combining statements referred to earlier in connection with non-major governmental funds, as well as other information, are presented on the pages indicated on the table of contents of this report.

***Statistical Section*** - Information contained in the section has not been subject to audit procedures but is included as additional analysis and can be found on the pages indicated on the table of contents of this report.

### **Government-Wide Financial Analysis**

#### **Analysis of the Town of Tiverton's Net Position**

As noted earlier, the Town's 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 Town's governmental activities liabilities plus deferred inflows exceeded assets plus deferred outflows by \$13,440,066 as of June 30, 2021. This represents a current years' increase of \$2,214,132. Listed below is a comparison of the current and prior fiscal years.

The Town's governmental activities net position net investment in capital assets comprises \$28,180,366 of total net position. This amount consists of its 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 Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's investment in its capital assets 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.

In addition, a portion of the Town's net position totaling \$3,585,834 represents resources that are subject to external restriction in how they may be used. Unrestricted net position, totals \$ (45,206,266), and represents the remaining amount available to be used to meet the government's ongoing obligation to citizens and creditors.



**TOWN OF TIVERTON, RHODE ISLAND**

Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

**Statement of Net Position  
June 30, 2021 and 2020**

	<b>Governmental</b>		<b>Business-Type</b>		<b>Total</b>		<b>\$ Change</b>
	<b>Activities</b>		<b>Activities</b>				
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	
<b>Assets</b>							
Current assets	\$ 26,570,096	\$ 21,837,451	\$ 503,693	\$ 500,964	\$ 27,073,789	\$ 22,338,415	\$ 4,735,374
Long-term assets	68,655,011	71,565,138	3,148,600	3,148,600	71,803,611	74,713,738	(2,910,127)
Total assets	<u>95,225,107</u>	<u>93,402,589</u>	<u>3,652,293</u>	<u>3,649,564</u>	<u>98,877,400</u>	<u>97,052,153</u>	<u>1,825,247</u>
<b>Deferred outflows of resources</b>							
OPEB related outflows	1,459,303	-	-	-	1,459,303	-	1,459,303
Pension related outflows	9,571,361	9,251,706	-	-	9,571,361	9,251,706	319,655
Total deferred outflows of resources	<u>11,030,664</u>	<u>9,251,706</u>	<u>-</u>	<u>-</u>	<u>11,030,664</u>	<u>9,251,706</u>	<u>1,778,958</u>
<b>Liabilities</b>							
Current liabilities	6,857,350	6,515,222	57,372	17,334	6,914,722	6,532,556	382,166
Long-term liabilities	101,809,944	106,576,225	-	-	101,809,944	106,576,225	(4,766,281)
Total liabilities	<u>108,667,294</u>	<u>113,091,447</u>	<u>57,372</u>	<u>17,334</u>	<u>108,724,666</u>	<u>113,108,781</u>	<u>(4,384,115)</u>
<b>Deferred inflows of resources</b>							
Pension related inflows	7,631,536	4,435,340	-	-	7,631,536	4,435,340	3,196,196
OPEB related inflows	2,550,827	-	-	-	2,550,827	-	2,550,827
Gain on debt refunding	846,180	953,044	-	-	846,180	953,044	(106,864)
Total deferred inflows of resources	<u>11,028,543</u>	<u>5,388,384</u>	<u>-</u>	<u>-</u>	<u>11,028,543</u>	<u>5,388,384</u>	<u>5,640,159</u>
<b>Net Position</b>							
Investment in capital assets, Net investment in capital assets	28,180,366	26,833,539	3,148,600	3,148,600	31,328,966	29,982,139	1,346,827
Restricted	3,585,834	545,995	-	366,300	3,585,834	912,295	2,673,539
Unrestricted	<u>(45,206,266)</u>	<u>(43,205,070)</u>	<u>446,321</u>	<u>117,330</u>	<u>(44,759,945)</u>	<u>(43,087,740)</u>	<u>(1,672,205)</u>
Total net position	<u>\$ (13,440,066)</u>	<u>\$ (15,825,536)</u>	<u>\$ 3,594,921</u>	<u>\$ 3,632,230</u>	<u>\$ (9,845,145)</u>	<u>\$ (12,193,306)</u>	<u>\$ 2,348,161</u>

**Changes in Net Position**

The following analysis provides a summary of the Town's operations for the year ended June 30, 2021. Governmental activities increased the Town's net position by \$2,214,132 for the current period, while business-type activities decreased the Town's net position by \$37,309. Overall, the Town's current year's net position increase was \$2,176,823.

In the current fiscal year, the Town's governmental fund financial statements ended with a net increase in the overall fund balances of \$4,329,814.

In the statement of activities, expenditures for capital items are not recorded as expenses, but shown in the balance sheet as capital assets, with depreciation shown as a current year expense which resulted in a net increase of \$2,650,322. Bond payments are not recorded as expenditures but shown in the balance sheet as a reduction in long-term liabilities; this resulted in an increase to the Town's net position of \$2,348,161. Other material changes include an increase in the Town's net other postemployment benefits liability of \$312,379 and a decrease in the Town's net pension liability of \$2,921,693.

**TOWN OF TIVERTON, RHODE ISLAND**

Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

The following page presents the Changes in Net Position for the current year's activity.

**Changes in Net Position for the period ending June 30, 2021 and June 30, 2020 (Government-wide level)**

	Changes in Net Position						\$ Change
	Governmental		Business-Type		Total		
	2021	2020	2021	2020	2021	2020	
<b>Revenues</b>							
Program Revenues:							
Charges for service	\$ 2,934,330	\$ 2,821,171	\$ 61,038	\$ 436,130	\$ 2,995,368	\$ 3,257,301	\$ (261,933)
Operating grants & contributions	14,265,713	14,831,354	486,135	167,735	14,751,848	14,999,089	(247,241)
Capital grants & contributions	2,990,477	955,377	-	-	2,990,477	955,377	2,035,100
General Revenues:							
Property taxes	39,063,417	30,969,713	-	-	39,063,417	30,969,713	8,093,704
State aid to town	2,947,814	908,445	-	-	2,947,814	908,445	2,039,369
Gaming revenue	100,000	1,385,083	-	-	100,000	1,385,083	(1,285,083)
Miscellaneous revenue	526,620	458,567	-	-	526,620	458,567	68,053
Earnings on investments	336,650	379,477	-	-	336,650	379,477	(42,827)
<b>Total revenue</b>	<b>63,165,021</b>	<b>52,709,187</b>	<b>547,173</b>	<b>603,865</b>	<b>63,712,194</b>	<b>53,313,052</b>	<b>10,399,142</b>
<b>Expenses</b>							
General government	8,371,094	8,805,569	-	-	8,371,094	8,805,569	(434,475)
Public safety	7,042,649	7,956,891	-	-	7,042,649	7,956,891	(914,242)
Education	38,115,505	39,039,735	-	-	38,115,505	39,039,735	(924,230)
Public works	4,584,951	3,408,625	-	-	4,584,951	3,408,625	1,176,326
Health and human services	927,336	840,500	-	-	927,336	840,500	86,836
Parks and recreation	437,347	197,898	-	-	437,347	197,898	239,449
Interest on debt	1,476,819	1,441,537	-	-	1,476,819	1,441,537	35,282
Land acquisition fund	-	-	12,500	41,000	12,500	41,000	(28,500)
Early risers	-	-	35,252	33,764	35,252	33,764	1,488
Cafeteria fund	-	-	536,730	565,111	536,730	565,111	(28,381)
<b>Total expenses</b>	<b>60,955,701</b>	<b>61,690,755</b>	<b>584,482</b>	<b>639,875</b>	<b>61,540,183</b>	<b>62,330,630</b>	<b>(790,447)</b>
<b>Increase(decrease) in net position before transfers</b>	<b>2,209,320</b>	<b>(8,981,568)</b>	<b>(37,309)</b>	<b>(36,010)</b>	<b>2,172,011</b>	<b>(9,017,578)</b>	<b>11,189,589</b>
<b>Other financing sources/uses</b>							
Transfers	4,812	(16,199)	-	16,199	4,812	-	4,812
<b>Increase(decrease) in net position</b>	<b>2,214,132</b>	<b>(8,997,767)</b>	<b>(37,309)</b>	<b>(19,811)</b>	<b>2,176,823</b>	<b>(9,017,578)</b>	<b>11,194,401</b>
Net position, July 1, 2020 restated	(15,654,199)	(6,827,770)	3,632,230	3,652,041	(12,021,969)	(3,175,729)	(8,846,240)
<b>Net position, June 30, 2021</b>	<b>\$(13,440,066)</b>	<b>\$(15,825,536)</b>	<b>\$3,594,921</b>	<b>\$3,632,230</b>	<b>\$(9,845,145)</b>	<b>\$(12,193,306)</b>	<b>\$2,348,161</b>

## TOWN OF TIVERTON, RHODE ISLAND

### Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

#### Financial Analysis of the Town of Tiverton's Funds

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

As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$21,647,582. Of this amount \$3,219,591 or 14.9% is unassigned and available for use within the Town's designation and fiscal policies. The remainder of the fund balance is categorized at various commitment levels as follows.

	<b>2021</b>	<b>2020</b>	<b>\$ Change</b>
<b>Nonspendable for</b>			
Prepays	\$ 599,486	\$ 106,351	\$ 493,135
<b>Restricted for</b>			
Educational programs	136,310	98,842	37,468
Public safety programs	102,430	90,213	12,217
Public works programs	3,347,093	356,940	2,990,153
<b>Assigned for</b>			
Student activities	184,051	-	184,051
CRF purposes	450,962	-	450,962
<b>Committed for</b>			
Debt service	985,749	988,989	(3,240)
Public works programs	10,061,102	9,325,968	735,134
Public safety programs	214,988	210,663	4,325
General government	146,923	1,046,348	(899,425)
Capital projects	436,728	173,094	263,634
Capital Resolution	-	341,474	(341,474)
Educational purposes	1,019,843	-	1,019,843
Culture and recreation	742,325	19,302	723,023
<b>Unassigned</b>	<b>3,219,591</b>	<b>4,388,245</b>	<b>(1,168,654)</b>
<b>Total fund balances</b>	<b>\$ 21,647,582</b>	<b>\$ 17,146,430</b>	<b>\$ 4,501,152</b>

The Town's unassigned fund balance decreased in the current year from \$4,388,245 to \$3,219,591.

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

Unrestricted net position of the proprietary funds is \$446,321.

#### General Fund Budgetary Highlights

The original budget for the fiscal year ended June 30, 2021, was adopted at the financial town referendum in the amount of \$53,550,840. No changes were made to the final budget amount however transfers were authorized between expenditure line items.

Actual revenues reported were more than budgeted amounts by \$1,255,601, due principally to a surplus in licenses, permits, and usage fees in the amount of \$229,901, intergovernmental in the amount of \$887,507, as well as other revenue above the budget by \$62,350.

**TOWN OF TIVERTON, RHODE ISLAND**

Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

**General Fund Budgetary Highlights (Continued)**

Actual expenditures resulted in a favorable variance over the budget in the amount of \$936,120. The favorable amounts were in various departments including \$436,607 relating to finance administration and \$232,283 related to public safety.

The total excess of expenditures and other financing sources over revenues and other financing uses on a budgetary basis was \$1,350,700 of which \$660,411 was encumbered and carried in fiscal year 2022.

Municipal budgeting is a process that includes forecasting revenue and expenses over one year in advance. While we can be reasonably assured of contractual expenses, debt service payments, and other planned expenditures, it is difficult to project all unexpected circumstances. Keeping a close watch on expenditures as the year progresses allows us to anticipate and prioritize other needs as they may arise. In addition to monitoring all financial transactions, a budget can be used as a management and planning tool.

**The Town of Tiverton's Capital Assets**

The Town's investment in capital assets for its governmental and business-type activities amounts to \$67,744,354 net of accumulated depreciation at June 30, 2021. Included are land, building and improvements, motor vehicles, furniture and equipment and infrastructure.

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>		<u>\$ Change</u>
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	
Land	\$ 4,540,592	\$ 4,540,592	\$3,148,600	\$3,148,600	\$ 7,689,192	\$ 7,689,192	\$ -
Infrastructure, net	2,746,571	3,209,159	-	-	2,746,571	3,209,159	(462,588)
Building & improvements, net	54,267,808	56,231,688	-	-	54,267,808	56,231,688	(1,963,880)
Vehicles, net	902,616	1,179,236	-	-	902,616	1,179,236	(276,620)
Equipment, net	2,138,167	2,085,401	-	-	2,138,167	2,085,401	52,766
<b>Total</b>	<u>\$ 64,595,754</u>	<u>\$ 67,246,076</u>	<u>\$3,148,600</u>	<u>\$3,148,600</u>	<u>\$ 67,744,354</u>	<u>\$ 70,394,676</u>	<u>\$ (2,650,322)</u>

Additional information on the Town's capital assets is located in Note 7 of the notes to the financial statements.

**The Town of Tiverton's Debt Administration**

At the end of the current fiscal year, the Town's Governmental Activities had a total bonded debt of \$31,965,000 and bond premiums of \$2,909,487. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the Town's long-term debt.

	<b>Debt Administration</b>						<b>\$ Change</b>
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>		
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	
General obligation bonds	\$ 34,874,487	\$ 38,539,496	\$ -	\$ -	\$ 34,874,487	\$ 38,539,496	\$(3,665,009)
Capital leases	475,398	684,113	-	-	475,398	684,113	(208,715)
<b>Total</b>	<u>\$ 35,349,885</u>	<u>\$ 39,223,609</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,349,885</u>	<u>\$ 39,223,609</u>	<u>\$(3,873,724)</u>

Additional information on the Town's long-term debt can be found in Note 8 of the notes to the financial statements.

# TOWN OF TIVERTON, RHODE ISLAND

## Management's Discussion and Analysis

*For the Year Ended June 30, 2021*

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### **The Town of Tiverton's Debt Administration**

The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable Town property on the general obligation debt that a municipality can issue. The Town of Tiverton's limit is \$71,935,518 at year-end. The Town's outstanding general obligation debt is \$31,965,000 at year-end, which is \$39,970,518 under the State imposed limitation.

### **Economic Factors and Next Year's Budgets and Rates**

It's hard to believe that another year has passed, and we are still working under albeit, slightly relaxed COVID-19 conditions. Adjustments to our operations became the normal course of business and finalizing the FY2021 budget without any decisive guidance from the State of RI was not easy. We did our best, issued one quarter tax bills to keep cash flow going, and finally adopted the FY2021 budget in September of 2020 – almost 5 months late.

The Federal Government released several relief packages, and most Towns and Cities were doing their best to work within those parameters.

Tiverton was able to secure and enforce the conditions of the previous agreement between the State and the town regarding the gaming revenue. For FY21, the State of RI, replaced the lost revenue from the casino up to the \$3M guarantee as originally promised. While it didn't make up for the revenue losses of FY20, it was most certainly a step in the right direction.

As the Town continued its' conservative approach to spending, we also sought any and all means of Federal COVID-19 reimbursements available to us. For FY2021 – we were eligible for, and received \$91K in FEMA reimbursements. Further, the State of RI distributed "CARES" Act funding to the municipalities based on our MV rolls. With specific spending restrictions attached, we received \$450K in CRF funding from the State. However, at the same time, the State of RI reduced our MV reimbursement by \$241K. These funds, according to the State of RI had to be used to offset public safety salaries. Finally, the Federal government approved the American Rescue Plan Act (ARPA) which will provide for municipal assistance based on population. Of course there are strict stipulations attached to the use of these funds, and the Town is working on a plan to make sure they will be used accordingly, and will yield the greatest Town-wide benefit.

General fund budgetary revenue and expenses closed with a small deficit of \$220K, and town services and operations were able to continue to the best of their ability. However, once the CARES Act funds were accounted for in accordance with State requirements and recorded Federal Revenue, the net result offset the deficit and added \$222,983 to our General Fund Balance. We are hopeful that our plans to use these and the ARPA Funds will ensure projects that were delayed will ultimately be funded.

The FTR to adopt the FY2022 expense budget was delayed, but only until July 2021. The approved total expense budget of \$54,118,092 is divided between an Education appropriation of \$32,506,856 and a municipal expense budget of \$21,611,236. The town went through a full revaluation, and all together the tax rate went from \$16.19 per thousand to \$14.27 per thousand.

We continue to prepare to close the landfill, and plans are underway to construct a recycling center. Police Pension has reached a 90% valuation and continues to grow.

Given worldwide circumstances, our Town has held its own and continues to plan for the future.

### **Request for Information**

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the Town's finances and to show the Town's accountability for the tax dollars received. If you have questions about this report or need additional financial information, contact Denise G. Saurette, Town Treasurer, Treasurer's Office, Town of Tiverton, 343 Highland Road, Tiverton RI 02878.

## Basic Financial Statements

**TOWN OF TIVERTON, RHODE ISLAND**

Statement of Net Position

*June 30, 2021*

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets</b>			
<i><b>Current Assets:</b></i>			
Cash and cash equivalents	\$ 9,248,109	\$ 85,470	\$ 9,333,579
Investments	14,893,065	-	14,893,065
Receivables, net			
Personal property taxes	2,158,758	-	2,158,758
Intergovernmental	24,478	64,423	88,901
Internal balances	(353,800)	353,800	-
Prepaid expenses	599,486	-	599,486
<i><b>Total Current Assets</b></i>	<i><b>26,570,096</b></i>	<i><b>503,693</b></i>	<i><b>27,073,789</b></i>
<i><b>Noncurrent Assets:</b></i>			
Net pension asset	4,059,257	-	4,059,257
Capital assets:			
Land	4,540,592	3,148,600	7,689,192
Infrastructure, net	2,746,571	-	2,746,571
Building and improvements, net	54,267,808	-	54,267,808
Automobiles and vessels, net	902,616	-	902,616
Machinery and equipment, net	2,138,167	-	2,138,167
<i><b>Total Noncurrent Assets</b></i>	<i><b>68,655,011</b></i>	<i><b>3,148,600</b></i>	<i><b>71,803,611</b></i>
<b>Total Assets</b>	<b>95,225,107</b>	<b>3,652,293</b>	<b>98,877,400</b>
<i><b>Deferred Outflows of Resources:</b></i>			
Deferred OPEB outflows	1,459,303	-	1,459,303
Deferred pension amounts	9,571,361	-	9,571,361
<i><b>Total assets and deferred outflows of resources</b></i>	<i><b>\$ 106,255,771</b></i>	<i><b>\$ 3,652,293</b></i>	<i><b>\$ 109,908,064</b></i>

*The accompanying notes are an integral part of this statement.*

*(Continued)*

**TOWN OF TIVERTON, RHODE ISLAND**

Statement of Net Position

June 30, 2021

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts payable and accrued expenses	\$ 2,347,733	\$ 57,372	\$ 2,405,105
Other liabilities	190,101	-	190,101
Accrued interest	219,323	-	219,323
Deposits held	111,180	-	111,180
Intra-Entity Payable	416,370	-	416,370
Capital leases due within one year	155,689	-	155,689
Long-term debt due within one year	3,340,000	-	3,340,000
Compensated absences payable	76,954	-	76,954
<b>Total Current Liabilities</b>	<b>6,857,350</b>	<b>57,372</b>	<b>6,914,722</b>
<b>Noncurrent Liabilities</b>			
Capital leases	319,709	-	319,709
Bonds and notes payable	31,534,487	-	31,534,487
Compensated absences	1,462,125	-	1,462,125
Net other post-employment benefit liability	26,478,611	-	26,478,611
Net pension liability	31,315,012	-	31,315,012
Landfill closure and postclosure costs	10,700,000	-	10,700,000
<b>Total Noncurrent Liabilities</b>	<b>101,809,944</b>	<b>-</b>	<b>101,809,944</b>
<b>Total Liabilities</b>	<b>108,667,294</b>	<b>57,372</b>	<b>108,724,666</b>
<b>Deferred Inflows of Resources</b>			
Deferred pension inflows	7,631,536	-	7,631,536
Deferred OPEB inflows	2,550,827	-	2,550,827
Gain on bond refunding	846,180	-	846,180
Total deferred inflows	11,028,543	-	11,028,543
<b>Net Position</b>			
Net investment in capital assets	28,180,366	3,148,600	31,328,966
Restricted for infrastructure	2,990,477	-	2,990,477
Restricted for educational purposes	136,310	-	136,310
Restricted for public safety programs	102,430	-	102,430
Restricted for public works programs	356,617	-	356,617
Unrestricted	(45,206,266)	446,321	(44,759,945)
<b>Total Net Position</b>	<b>\$ (13,440,066)</b>	<b>\$ 3,594,921</b>	<b>\$ (9,845,145)</b>
<b>Total Liabilities, Deferred Inflows of Resources and Net Position</b>	<b>\$ 106,255,771</b>	<b>\$ 3,652,293</b>	<b>\$ 109,908,064</b>

*The accompanying notes are an integral part of this statement.*



**TOWN OF TIVERTON, RHODE ISLAND**

Statement of Activities

*For the Year Ended June 30, 2021*

	<u>Net (Expense) Revenue and Changes in Net Position</u>						
	<u>Program Revenues</u>				<u>Primary Government</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Governmental Activities</b>							
General government	\$ 8,371,094	\$ 1,846,347	\$ 786,565	\$ -	\$ (5,738,182)	\$ -	\$ (5,738,182)
Public safety	7,042,649	921,088	414,498	-	(5,707,063)	-	(5,707,063)
Education	36,278,644	-	10,362,526	-	(25,916,118)	-	(25,916,118)
Public works	4,584,951	85,256	753,293	2,990,477	(755,925)	-	(755,925)
Health and human services	927,336	2,726	28,900	-	(895,710)	-	(895,710)
Parks and recreation	437,347	78,913	83,070	-	(275,364)	-	(275,364)
State contribution to teachers' pension plan	1,836,861	-	1,836,861	-	-	-	-
Interest on debt	1,476,819	-	-	-	(1,476,819)	-	(1,476,819)
Total governmental activities	<u>60,955,701</u>	<u>2,934,330</u>	<u>14,265,713</u>	<u>2,990,477</u>	<u>(40,765,181)</u>	<u>-</u>	<u>(40,765,181)</u>
<b>Business-Type Activities</b>							
Land acquisition fund	12,500	-	-	-	-	(12,500)	(12,500)
Early risers	35,252	37,896	-	-	-	2,644	2,644
Cafeteria fund	536,730	23,142	486,135	-	-	(27,453)	(27,453)
Total business-type activities	<u>584,482</u>	<u>61,038</u>	<u>486,135</u>	<u>-</u>	<u>-</u>	<u>(37,309)</u>	<u>(37,309)</u>
Total Town of Tiverton	<u>\$ 61,540,183</u>	<u>\$ 2,995,368</u>	<u>\$ 14,751,848</u>	<u>\$ 2,990,477</u>	<u>\$ (40,765,181)</u>	<u>\$ (37,309)</u>	<u>\$ (40,802,490)</u>

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Statement of Activities

*For the Year Ended June 30, 2021*

	<b>Net (Expense) Revenue and Changes in Net Position</b>		
	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Total Expenditure for the Town of Tiverton	\$(40,765,181)	\$ (37,309)	\$ (40,802,490)
<b>General revenues</b>			
Real estate and personal property, net of reserve for abatements	\$ 39,063,417	\$ -	\$ 39,063,417
Fines and interest payments	329,636	-	329,636
Meals and beverage tax	281,595	-	281,595
Public service corp tax	196,984	-	196,984
Earnings on investments	336,650	-	336,650
Gaming revenue	100,000	-	100,000
State aid to town	2,666,219	-	2,666,219
<b>Total general revenues</b>	42,974,501	-	42,974,501
<b>Other Financing Sources</b>			
Transfers	4,812	-	4,812
<b>Total general revenues, special items, and transfers</b>	42,979,313	-	42,979,313
Changes in net position	2,214,132	(37,309)	2,176,823
Net position - July 1, 2020 restated	(15,654,199)	3,632,230	(12,021,969)
Net position - June 30, 2021	\$(13,440,066)	\$ 3,594,921	\$ (9,845,145)

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Governmental Funds  
Balance Sheet

June 30, 2021

	<b>Major Fund</b>			<b>Non-Major</b>	<b>Total</b>
	<b>General Fund</b>	<b>Landfill Closure</b>	<b>School Unrestricted</b>	<b>Governmental Funds</b>	<b>Governmental Funds</b>
<b>Assets</b>					
Cash and cash equivalents	\$ 6,938,417	\$ 915,759	\$ 40,054	\$ 1,353,879	\$ 9,248,109
Investments	5,536,213	9,077,230	-	279,622	14,893,065
<b>Receivables:</b>					
Property taxes, net	2,158,758	-	-	-	2,158,758
Intergovernmental	-	-	-	24,478	24,478
Due from State	-	-	23,748	-	23,748
Due from other funds	-	-	2,217,988	4,202,310	6,420,298
Prepaid expenses	599,486	-	-	-	599,486
Total assets	15,232,874	9,992,989	2,281,790	5,860,289	33,367,942
<b>Deferred outflows of resources</b>					
Deferred outflows	-	-	-	-	-
Total assets and deferred outflows of resources	15,232,874	9,992,989	2,281,790	5,860,289	33,367,942
<b>Liabilities</b>					
Accounts payable and accrued expenses	1,045,894	-	1,261,947	39,893	2,347,734
Other liabilities	249,316	-	-	-	249,316
Deposits held	111,180	-	-	-	111,180
Due to other funds	6,759,100	42,608	-	353,293	7,155,001
Total liabilities	8,165,490	42,608	1,261,947	393,186	9,863,231
<b>Deferred inflows of resources</b>					
Deferred property tax	1,857,129	-	-	-	1,857,129
Total deferred inflows of resources	1,857,129	-	-	-	1,857,129
<b>Fund balances</b>					
Nonspendable	599,486	-	-	-	599,486
Restricted	-	-	-	3,585,833	3,585,833
Committed	660,411	9,950,381	1,019,843	1,977,024	13,607,659
Assigned	450,962	-	-	184,051	635,013
Unassigned	3,499,396	-	-	(279,805)	3,219,591
Total fund balances	5,210,255	9,950,381	1,019,843	5,467,103	21,647,582
Total liabilities, deferred inflows of resources, and fund balance	\$ 15,232,874	\$ 9,992,989	\$ 2,281,790	\$ 5,860,289	\$ 33,367,942

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Reconciliation of Governmental Funds Balance to the Statement of Net Position

June 30, 2021

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Total governmental fund balances	\$ 21,647,582
Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	
Net pension asset	4,059,257
Capital assets, net	64,595,754
Other pension related liabilities are not available to pay for current-period expenditures and, therefore, are deferred outflows of resources in the funds	848,301
Deferred property taxes and taxes paid in advance are not available to pay for current period expenditures and, therefore, are deferred inflows of resources in the funds	1,857,129
Long term liabilities relating to gain on refunding over the life of the bond	(846,180)
In the statement of activities, interest is accrued on outstanding long-term debt whereas in governmental funds interest is not reported until due	(219,322)
Long-term liabilities are not due and payable in the current period and, therefore are not reported in the governmental funds	
Bonds and notes payable	(34,874,487)
Capital leases	(475,398)
Compensated absences	(1,539,079)
Net other postemployment benefit liability	(26,478,611)
Net pension liability	(31,315,012)
Landfill closure and postclosure care costs	<u>(10,700,000)</u>
Net position of governmental activities	<u><u>\$ (13,440,066)</u></u>

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Statement of Revenues, Expenditures and Changes in Fund Balances

*For the Year Ended June 30, 2021*

	<u>Major Fund</u>			<u>Non-Major</u>	<u>Total</u>
	<u>General Fund</u>	<u>Landfill Closure</u>	<u>School Unrestricted</u>	<u>Governmental Funds</u>	<u>Governmental Funds</u>
<b>Revenues</b>					
Real estate and personal property taxes	\$ 39,102,640	\$ -	\$ -	\$ -	\$ 39,102,640
Fines and interest on late payments	329,636	-	-	-	329,636
Intergovernmental	1,492,596	-	8,149,766	1,734,731	11,377,093
Licenses, permits, and fees	2,852,691	-	-	-	2,852,691
Investment Income	23,417	312,962	-	271	336,650
State contribution to teachers' pension plan	-	-	1,755,039	-	1,755,039
School aid	1,752,202	-	-	-	1,752,202
Other Revenue	103,500	641,400	370,591	4,525,979	5,641,470
<b>Total revenue</b>	<b>45,656,682</b>	<b>954,362</b>	<b>10,275,396</b>	<b>6,260,981</b>	<b>63,147,421</b>
<b>Expenditures</b>					
General government	1,119,074	-	-	19,569	1,138,643
Finance administration	5,558,864	-	-	-	5,558,864
Public safety	5,973,474	-	-	1,275,993	7,249,467
Education	-	-	32,471,984	1,865,207	34,337,191
Public works	2,281,999	142,957	-	3,888	2,428,844
Health and human services	706,636	-	-	220,700	927,336
Parks and recreation	86,343	-	-	280,325	366,668
State contribution to teachers' pension plan	-	-	1,755,039	-	1,755,039
Capital outlay	306,987	-	-	-	306,987
Debt service					-
Principal	3,260,000	-	-	-	3,260,000
Interest	1,493,380	-	-	-	1,493,380
<b>Total expenditures</b>	<b>20,786,757</b>	<b>142,957</b>	<b>34,227,023</b>	<b>3,665,682</b>	<b>58,822,419</b>
Excess (deficiency) of revenues over expenditures	24,869,925	811,405	(23,951,627)	2,595,299	4,325,002
<b>Other financing sources (uses)</b>					
Transfers in	4,812	-	24,651,754	173,524	24,830,090
Transfers out	(24,651,754)	-	(173,524)	-	(24,825,278)
<b>Other financing sources (uses)</b>	<b>(24,646,942)</b>	<b>-</b>	<b>24,478,230</b>	<b>173,524</b>	<b>4,812</b>
<b>Excess of revenue and other sources over expenditures and other uses</b>	<b>222,983</b>	<b>811,405</b>	<b>526,603</b>	<b>2,768,823</b>	<b>4,329,814</b>
Fund balance, July 1, 2020 restated	4,987,272	9,138,976	493,240	2,698,279	17,317,767
<b>Fund balance, June 30, 2021</b>	<b>\$ 5,210,255</b>	<b>\$ 9,950,381</b>	<b>\$ 1,019,843</b>	<b>\$ 5,467,103</b>	<b>\$ 21,647,582</b>

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and  
Changes in Fund Balance

*For the Year Ended June 30, 2021*

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Net change in fund balances - total governmental funds	\$ 4,329,814
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period	(2,650,322)
Revenues in the Statement of Activities that do not provide current financial resources are fully deferred in the Statement of Revenues, Expenditures and Changes in Fund Balances. Therefore, the recognition of revenue for various types of accounts receivable (i.e., real estate and personal property, motor vehicle excise, etc.) differ between the two statements. This amount represents the net change in deferred inflows of resources	(64,223)
The issuance of long-term debt (e.g., bonds and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items	3,873,724
Gains as a result of bond refunding are amortized over the course of the payable but are not reported as an expenditure on governmental fund statements	106,864
In the Statement of Activities, interest is accrued on outstanding long-term debt, whereas in governmental funds interest, is not reported until due	16,561
Some expenses reported in the Statement of Activities, such as compensated absences, do not require the current financial resources, and therefore, are not reported as expenditures in the governmental funds	(1,779,731)
The net other postemployment benefit liability expense reported in the Statement of Activities requires the use of current financial resources and is not reported as an expenditure in the governmental funds	(312,379)
The net pension related expense reported in the Statement of Activities requires the use of current financial resources and is not reported as an expenditure in the governmental funds	<u>(1,306,177)</u>
Change in net position of governmental activities	<u>\$ 2,214,132</u>

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Proprietary Funds  
Statement of Net Position

*June 30, 2021*

	<b>Business-Type Activities</b>			<b>Total Enterprise Funds</b>
	<b>Enterprise Funds</b>			
	<b>Land Acquisition Fund</b>	<b>Cafeteria Fund</b>	<b>Early Risers</b>	
<b>Assets</b>				
Current assets				
Cash and cash equivalents	\$ -	\$ 85,889	\$ (419)	\$ 85,470
Intergovernmental	-	60,817	3,606	64,423
Due from other funds	353,800	-	-	353,800
Total current assets	353,800	146,706	3,187	503,693
Non-current assets				
Land	3,148,600	-	-	3,148,600
Total non-current assets	3,148,600	-	-	3,148,600
Total assets	3,502,400	146,706	3,187	3,652,293
<b>Deferred outflows of resources</b>				
Deferred outflows	-	-	-	-
Total assets and deferred outflows of resources	3,502,400	146,706	3,187	3,652,293
<b>Liabilities</b>				
Accounts payable	-	56,829	543	57,372
Total current liabilities	-	56,829	543	57,372
<b>Deferred inflows of resources</b>				
Deferred inflows	-	-	-	-
<b>Total deferred inflows of resources</b>	-	-	-	-
<b>Net position</b>				
Net investment in capital assets	3,148,600	-	-	3,148,600
Restricted for infrastructure	-	-	-	-
Unrestricted	353,800	89,877	2,644	446,321
Total liabilities, deferred inflows of resources and net position	<u>\$ 3,502,400</u>	<u>\$ 146,706</u>	<u>\$ 3,187</u>	<u>\$ 3,652,293</u>

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Proprietary Funds  
Statement of Revenues, Expenses and Changes in Net Position

*For the Year Ended June 30, 2021*

	<b>Business-type Activities Enterprise Funds</b>			<b>Total Enterprise Funds</b>
	<b>Land Acquisition Fund</b>	<b>Cafeteria Fund</b>	<b>Early Risers</b>	
<b>Operating revenues</b>				
Federal and state revenue	\$ -	\$ 486,135	\$ -	\$ 486,135
Charges for services	-	23,142	37,896	61,038
Total operating revenues	-	509,277	37,896	547,173
<b>Operating expenses</b>				
General expenses	12,500	536,730	35,252	584,482
Total operating expenses	12,500	536,730	35,252	584,482
Operating income (loss) before transfers	(12,500)	(27,453)	2,644	(37,309)
<b>Transfers</b>				
Transfers in	-	-	-	-
Total transfers	-	-	-	-
Change in net position	(12,500)	(27,453)	2,644	(37,309)
Net position, July 1, 2020	3,514,900	117,330	-	3,632,230
Net position, June 30, 2021	\$ 3,502,400	\$ 89,877	\$ 2,644	\$ 3,594,921

*The accompanying notes are an integral part of this statement.*



**TOWN OF TIVERTON, RHODE ISLAND**

Proprietary Funds  
Statement of Cash Flows

*For the Year Ended June 30, 2021*

	Business-Type Activity			Total Enterprise Funds
	Enterprise Funds			
	Land Acquisition Fund	Cafeteria Fund	Early Risars Fund	
<b>Cash flows from operating activities</b>				
Cash received from government	\$ -	\$ 511,467	\$ -	\$ 511,467
Cash received from customers	-	23,142	34,290	57,432
Other receipts (payments)	12,500	-	-	12,500
Payments to suppliers and employees	(12,500)	(497,235)	(34,709)	(544,444)
<b>Net cash provided (used) by operating activities</b>	-	37,374	(419)	36,955
<b>Cash flows from capital and related financing activities</b>				
Transfer to other funds	-	-	-	-
Net increase in cash and cash equivalents	-	37,374	(419)	36,955
Cash balances-beginning of the year	-	48,515	-	48,515
Cash balances-end of the year	-	85,889	(419)	85,470
Displayed as:				
Cash and cash equivalents	\$ -	\$ 85,889	\$ -	\$ 85,889

**Reconciliation of operating income (loss) to net cash provided (used) by operating activities:**

Operating income (loss)	\$ (12,500)	\$ (27,453)	\$ 2,644	\$ (37,309)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Change in assets and liabilities:				
(Increase) decrease in receivables	-	25,332	-	25,332
(Increase) decrease in due from other funds	12,500	-	(3,606)	8,894
Increase (decrease) accounts payable and accrued expenses	-	39,495	543	40,038
Net cash provided (used) by operating activities	\$ -	\$ 37,374	\$ (419)	\$ 36,955

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Fiduciary Funds

Statement of Fiduciary Net Position

*June 30, 2021*

	<b>Employee Benefit Trust Funds</b>	<b>Private Purpose Trust Funds</b>	<b>Custodial Funds</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 1,008,879	\$ 482,642	\$ 76,121
Investments, at fair value			
Cash management investment fund	47,337	70,977	-
Equities	15,544,577	-	-
Fixed income	2,850,339	-	-
Due from	-	-	416,370
Total assets	19,451,132	553,619	492,491
<b>Deferred outflows of resources</b>			
Deferred outflows	-	-	-
Total assets and deferred outflows of resources	19,451,132	553,619	492,491
<b>Liabilities</b>			
Due to	-	35,467	-
Total liabilities	-	35,467	-
<b>Deferred inflows of resources</b>			
Deferred inflows	-	-	-
<b>Net position</b>			
Restricted for pension	18,395,672	-	-
Restricted for Town OPEB	511,699	-	-
Restricted for School OPEB	543,761	-	-
Restricted for custodial funds	-	-	492,491
Restricted for lots / cemetery	-	518,152	-
Total net position	19,451,132	518,152	492,491
Total liabilities and net position	\$ 19,451,132	\$ 553,619	\$ 492,491

*The accompanying notes are an integral part of this statement.*

**TOWN OF TIVERTON, RHODE ISLAND**

Fiduciary Funds

Statement of Changes in Net Position

*For the Year Ended June 30, 2021*

	<b>Employee Benefit Trust Funds</b>	<b>Private Purpose Trust Funds</b>	<b>Custodial Funds</b>
<b>Additions</b>			
Employer contributions	\$ 1,799,044	\$ -	\$ -
Plan member contributions	324,462	-	-
Investment income (net of related fees)	4,895,534	3,807	10
Other	-	24,335	70,000
	<u>7,019,040</u>	<u>28,142</u>	<u>70,010</u>
<b>Deductions</b>			
Benefits paid	2,149,001	-	-
Administrative costs	11,000	-	-
Other deductions	-	-	100,041
Per trust agreements	-	30,265	-
	<u>2,160,001</u>	<u>30,265</u>	<u>100,041</u>
<b>Other financing sources (uses)</b>			
Transfer from (to) other funds	-	-	(4,812)
	<u>-</u>	<u>-</u>	<u>(4,812)</u>
<b>Changes in fund equity held in trust for individuals, organizations, and other governments</b>			
	4,859,039	(2,123)	(34,843)
Net position, July 1, 2020 restated	<u>14,592,093</u>	<u>520,275</u>	<u>527,334</u>
Net position, June 30, 2021	<u>\$ 19,451,132</u>	<u>\$ 518,152</u>	<u>\$ 492,491</u>

*The accompanying notes are an integral part of this statement.*

# TOWN OF TIVERTON, RHODE ISLAND

## Notes to the Financial Statements

June 30, 2021

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### **Note 1. Summary of Significant Accounting Policies:**

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

#### **A. *Financial Reporting Entity***

The Town of Tiverton was founded in Massachusetts in 1694 and in Rhode Island in 1746. The Town is governed largely under the Tiverton Home Rule Charter. The Town operates under an elected Town Council, School Committee, Budget Committee, Town Clerk, and Town Treasurer form of government. The Town Council operates with assistance from a Town Administrator while the School Committee has assistance from a Superintendent of Schools. Both the Town Clerk and Town Treasurer have appropriate support staffs. The Budget Committee operates from the start of January until the annual Town Financial Referendum is held in early May. The Town provides the following services: Public Safety (police, fire, traffic safety, inspections, zoning and building), Public Works (recreation, sanitation, highways and streets, engineering and building maintenance), Education, Social Services, and General Administrative Services.

This report includes all of the funds of the Town of Tiverton. The reporting entity for the town consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable.

In evaluating the inclusion of other separate and distinct legal entities as component units within its financial reporting structure, the Town applied the criteria prescribed by Governmental Accounting Standards Board (GASB) Statement No. 14, as amended by GASB Statement No. 61, "Determining Whether Certain Organizations Are Component Units." A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable or for which the nature and significance of its relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Town has no reportable component units.

#### **B. *Government-Wide Financial Statements***

The government-wide statement of net position and statement of activities display information about the Town as a whole. They include all funds of the Town except for fiduciary funds and distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The government-wide statement of activities presents a comparison between expenses and program revenue for each function of the Town's governmental activities. Program revenues include a) fees, fines and charges paid by the recipients of goods or services offered by the programs and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

# TOWN OF TIVERTON, RHODE ISLAND

## Notes to the Financial Statements

June 30, 2021

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### Note 1. Summary of Significant Accounting Policies (Continued):

#### C. Fund Financial Statements

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

Total assets plus deferred outflows, liabilities plus 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 total assets plus deferred outflows, liabilities plus 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.

All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

Fund types used by the Town and a description of the funds comprising each are as follows:

#### 1. Governmental Funds

Governmental funds are used to account for operations that supply basic government services. The Town uses the following governmental funds:

- a. **The General fund** is the primary operating fund of the Town and is always classified as a major fund. It is used to account for and report all financial resources not accounted for and reported in another fund.
- b. **Special Revenue funds** are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.
- c. **Capital Projects funds** are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays.
- d. **Debt Service funds** are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.
- e. **Permanent funds** are used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the Town's programs. The Town does not have any permanent funds.

#### 2. Proprietary Funds

Proprietary funds are used to account for business-like activities provided to the general public (enterprise funds) or within the government (internal service funds). These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The Town's enterprise funds, Land Acquisition Fund, Cafeteria Fund, and Early Risers are major funds. The Land Acquisition Fund is used to account for the purchase of land for use by the town and fees and the expenses associated with maintaining the land for future use. The Cafeteria Fund is used to account for the school lunch program and expenses related to providing breakfast and lunch to Tiverton students. The Early Risers Fund is used to account for before school program revenues and expenses. The Town has no internal service funds.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

**C. Fund Financial Statements (Continued)**

**3. Fiduciary Funds**

These funds account for assets held by the Town as a trustee or agent for individuals, private organizations, and other units of governments. These funds are as follows:

**Custodial Funds** – accounts for money and/or property received and held in the capacity of trustee, custodian, or agent.

**Pension Trust Fund** - is used to account for funds that are to be used for the payment of retirement benefits to former employees. The Pension Committee oversees this fund.

**Private-Purpose Trust Funds** – are used to account for funds that are held by the town under various trust arrangements for the benefit of certain individuals.

**OPEB Trust Fund** - is used to account for funds that are to be used for the payment of other post-employment benefits to former employees.

**D. Measurement Focus and Basis of Accounting**

**1. Government-Wide Financial Statements**

In the Government-Wide Financial Statements the Statement of Net Position and Statement of Activities, the governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expense, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year-end on behalf of the government also are recognized as revenue. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash. In determining when to recognize intergovernmental revenues (grants and entitlements), the legal and contractual requirements of the individual programs are used as guidance. Revenues are recognized when the eligibility requirements have been met.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between fiduciary fund types. These charges have been reclassified as other receivables or other liabilities.

Amounts reported as program revenues included 1) charges to customers or applicants for goods, services, fines, or privileges provided, 2) operating grants and contributions and 3) capital grants and operations. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

# TOWN OF TIVERTON, RHODE ISLAND

## Notes to the Financial Statements

June 30, 2021

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### Note 1. Summary of Significant Accounting Policies (Continued):

#### D. Measurement Focus and Basis of Accounting (Continued)

##### 2. Fund Financial Statements

The accounting and financial reporting treatment applied to the *fund financial statements* is determined by its measurement focus. All Governmental Fund Types accounted for using a "current financial resources" measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds' present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All Proprietary Fund Types and Fiduciary Fund Types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net position) is segregated into contributed capital and retained earnings components. Proprietary Fund Type operating statements present increases (i.e., revenues) and decreases (i.e. expenses) in net position.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges for services. Operating expenses for enterprise funds include the cost of operations and maintenance, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

All Governmental Fund Types are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e. both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Licenses and permits, charges for services, fines, forfeits, and miscellaneous revenue are recorded as revenues when received in cash. Those revenues susceptible to accrual are property taxes and investment earnings. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for debt service and other long-term obligations, which are recognized when paid.

Non-current portions of long-term receivables of Governmental Fund Types are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate however, that they should not be considered "available expendable resources" since they do not represent net current assets. Recognition of Governmental Fund Type revenues represented by non-current receivables is deferred until they become current receivables.

Because of their spending measurement focus, expenditure recognition for Governmental Fund Types excludes amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as Governmental Fund Type expenditures or fund liabilities. They are instead reported as Long-term Liabilities – Governmental Activities.

In applying the "susceptible to accrual" concept to intergovernmental revenues the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of such revenues. For one type, amounts must be expended on the specific purpose or project before any amounts will be paid to the Town; therefore, revenues are recognized based upon the expenditures recorded.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

**D. Measurement Focus and Basis of Accounting (Continued)**

**2. Fund Financial Statements (Continued)**

For the other type, revenues are virtually unrestricted as to purpose of expenditure and revocable only for failure to comply with the prescribed requirements, such as a Community Development Block Grant. These resources are reflected as revenues at the time of receipt or earlier if they meet the "available" criteria.

All Proprietary Funds and Pension Trust Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

**E. Financial Statement Amounts**

**1. Cash and Cash Equivalents**

Cash and cash equivalents consist of cash on hand, time and demand deposits and short-term investments maturing within three months from the date of acquisition.

Under Rhode Island general laws, depository institutions must insure deposits of municipalities or pledge eligible collateral equal to 100% of deposits maturing in greater than 60 days. Any institution not meeting certain federally prescribed minimum capital standards must insure deposits or provide collateral regardless of date of maturity. The Town complied with these requirements.

**2. Investments**

Investments are government securities, commercial paper and various types of corporate stocks and bonds held in the Governmental and Fiduciary Fund types, which are recorded at fair value. Fair value is determined wherever possible, by use of published quoted amounts, where quotes are not available, formal valuations are obtained.

When discounts or premiums are present, the Town will capitalize and amortize the amount over the period of the related investment.

**3. Receivables**

Accounts receivables are recorded in the General, Special Revenue and Enterprise funds. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

**4. Property Taxes**

The town is permitted by state law to levy property taxes. Current tax collections for the Town were 99.98% of the total December 31, 2020, levy. The Town's fiscal 2021 property tax were levied in July 2020 on assessed valuation as of December 31, 2020.

Upon levy, taxes are billed quarterly and are due on July 1, October 1, January 1, and April 1. Assessed values are established by Tax Assessor's Office and are currently calculated at 100% of assessed value for real estate and 100% of market value for motor vehicles.



TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

**Note 1. Summary of Significant Accounting Policies (Continued):**

*E. Financial Statement Amounts (Continued)*

*5. Capital Assets*

Capital assets in Governmental Fund type operations are accounted for using the "current financial resources" measurement focus. Capital assets, which include property, plant and equipment, and infrastructure (e.g. road, curbs and gutters, streets and sidewalks, and drainage systems), are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The Town 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 cost (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 estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are recorded as expenditures as incurred.

The Town capitalizes certain interest costs in accordance with GASB Code Section 1400 as part of constructed assets. Interest is capitalized throughout the construction period in the Capital projects fund prior to the assets being transferred to the governmental fund and placed in service.

Property, plant and equipment for Proprietary Fund Types are valued at historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance is expensed as incurred.

Property, plant and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Estimated Description</u>	<u>Lives (years)</u>
Autos and information processing equipment	5
Trucks	8
Equipment	10
Heavy Equipment	25
Buildings, infrastructure, water lines and fire hydrants	40
Sewer mains and certain water assets	75-100

*6. Vacation, Sick Leave, and Other Compensated Absences*

Town employees are granted vacation and sick leave in varying amounts. Upon retirement, termination, or death, certain employees are compensated for unused vacation and sick leave (subject to certain limitations) at their current rates of pay. The amount recorded is that unused days earned at the current rate of pay. For governmental activities the general fund is used to satisfy this liability as it becomes due, while the enterprise fund accounts for all settlement of business-type liabilities for compensated absences.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

**E. Financial Statement Amounts (Continued)**

**6. Vacation, Sick Leave, and Other Compensated Absences (Continued)**

Town employees are entitled to vacation based on length of service. Up to two weeks of vacation days (10 days) are allowed to carry over to succeeding years only with written permission of the Department Head and the Town Administrator. Town employees are entitled to 18 sick days per year of service accruing at the rate of 1.5 days per month cumulative to two hundred (200) days. For all employees hired on or after January 1, 2009, Town employees are entitled to 15 sick days per year of service accruing at the rate of 1¼ day per month cumulative to one hundred fifty (150) days. For all employees hired on or after January 1, 2020, Town employees are entitled to 12 sick days per year, accruing at the rate of 1 day per month.

Police employees are entitled to vacation based on length of service. Vacation days must be used within the fiscal year. Police are entitled to sick leave at the rate of 17 working days per year. Sick days shall be accumulative to 145 overall working days.

Fire employees are entitled to vacation based on length of service. Vacations may be taken by the employee in accordance with his desires so that all personnel will be able to apply for their vacation days by the 15th of June of each year. Sick leave shall be earned at a rate of 1¾% working days for each full calendar month of service; provided, however, that sick leave shall not accrue in excess of 21 working days per calendar year, and further provided, however, that sick leave shall not accrue in excess of 145 working days.

Public Works employees are entitled to vacation based on length of service. Up to 25 days of vacation are allowed to carry over to succeeding years. Public Works employees are entitled to 1.25 sick days per month worked. Sick leave cumulative to 3 days.

**7. Long-Term Liabilities**

For long-term liabilities, only that portion, which is matured, is reported as a fund liability of a governmental fund. All long-term liabilities are reported in government-wide financial statement of net position.

**8. Deferred Inflows of Resources**

In the governmental fund financial statement, deferred inflows of resources represent funds received in advance of being owed or receivables which will be collected and included in revenues of future fiscal years.

In the General fund, deferred inflows of resources relate to revenue that is measurable, but not available.

In the Special Revenue funds, deferred inflows of revenues represent amounts received in advance of expenditures incurred for certain grants.

In the government-wide financial statements revenue is recorded when earned. Therefore, for these statements deferred inflows of resources represents only unearned revenues.

**9. Encumbrances**

Encumbrance accounting, under which purchase orders, contracts and other commitments for fund expenditures and/or expense are recorded in order to reserve portions of applicable appropriations, is employed in the governmental and business-type funds.

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

*E. Financial Statement Amounts (Continued)*

*10. Equity Classifications*

*A. Government-Wide Statements*

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

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

*B. Governmental Fund Financial Statements*

Listed below are the fund balance categories and their definitions.

- **Non-spendable** - amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact
- **Restricted** - amounts that have been restricted to specific purposes either by creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation.
- **Committed** - amounts constrained to specific purposes by the Town, using its highest level of decision-making authority
- **Assigned** - amounts that are intended by the Town to be used for specific purposes, but are neither restricted nor committed
- **Unassigned** - amounts available for any purpose; these amounts are reported only in the general fund.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

***E. Financial Statement Amounts (Continued)***

***10. Equity Classifications (Continued)***

***B. Governmental Fund Financial Statements (Continued)***

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

- a) For committed fund balances: The Town Council is the highest level of decision-making authority and a meeting of the Town Council is required to establish, modify or rescind a fund balance commitment.
- b) For assigned fund balance: The Town Administrator and Treasurer are authorized to assign amounts to a purpose and with authorization given by the Town Council.
- c) The Town considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and considers committed amounts to have been spent when and expenditure is incurred for purposes for which amounts in any other unrestricted fund balance could be used.

***11. Revenues, Expenditure and Expenses***

Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, tax revenues, fees and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred. Revenues and expenses of proprietary fund types are recognized using the full accrual basis of accounting. Revenue is recognized when earned and expenses as incurred.

***12. Program Revenues and Expenses***

In the statement of activities specific revenues are allocated to program expenses due to their direct relationships. Collections for licenses, fees, tickets and fines are among some of the revenue sources that are program revenues. Indirect expenses are not allocated to functions in the statement of activities.

***13. Bond Premiums***

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

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

***14. Interfund Activity***

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefitting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

**E. Financial Statement Amounts (Continued)**

**15. Pensions**

Employees' Retirement System Plan (ERS)

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) and the additions to/deductions from ERS' fiduciary net position have been determined on the same basis as they are reported by ERS. 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.

Municipal Employees' Retirement System (MERS)

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees' Retirement System (MERS) of Rhode Island and additions to/deductions from MERS' fiduciary net position have been determined on the same basis as they are reported by 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.

Teachers' Survivors Benefit Plan (TSB)

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 Teachers' Survivors Benefit plan (TSB) and the additions to/deductions from TSB fiduciary net position have been determined on the same basis as they are reported by TSB. 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.

Police Pension Plan

**(a) Basis of Accounting** the Plan's financial statements are prepared using the accrual basis of accounting and in accordance with generally accepted accounting principles that apply to governmental accounting for defined benefit plans. Employer contributions are recognized when made, because there are no required due dates for contributions. Other additions are recognized when due. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan document. Plan expenses, other than benefits and refunds are recognized on the accrual basis in accordance with generally accepted accounting principles.

**(b) Plan Expenses** Certain expenses are paid from the assets of the Plan and are recorded as administrative expenses on the financial statements. These expenses include actuarial fees, auditing expenses, benefit payment processing fees, legal fees and other miscellaneous expenses.

Additionally, investment manager fees and investment consulting expenses are recorded as investment expenses.

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

**E. Financial Statement Amounts (Continued)**

**15. Pensions**

Police Pension Plan (continued)

(c) **Fair Value of Investments** Plan investments are reported at fair value. The Plan's custodian provides pricing for all Plan investments. Plan investments in market-traded securities, including U.S. government and agency securities, municipal and corporate bonds and debentures, and common stock are reported at last quoted sales/bid prices provided by independent pricing vendors. These holdings are valued by investment managers in accordance with the authoritative guidance on fair value measurements and disclosures. Valuation policies and procedures are generally described in the investment managers' financial statements. Cash equivalents are valued at cost, which approximates fair value.

(d) **Income Taxes** Pursuant to a determination letter received from the Internal Revenue Service (IRS), the Plan is exempt from federal income taxes. Although the Plan has been subsequently amended, management of the Board is of the opinion that the Plan, as amended, meets the IRS requirements and, therefore, continues to be tax exempt.

**16. Other Post-Employment Benefits**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Town's plan and additions to/deductions from Town's fiduciary net position have been determined on the same basis as they are reported by the Town. For this purpose, the Town recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

**17. Use of Estimates**

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

**F. Implementation of New Accounting Principles**

During the fiscal year June 30, 2021, the Town of Tiverton has adopted the following new accounting standards issued by GASB:

GASB Statement No. 84, *Fiduciary Activities* is effective for periods beginning after December 15, 2020. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. An activity meeting the criteria should present a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. An exception to that requirement is provided for a business-type activity that normally expects to hold custodial assets for three months or less. **The Town of Tiverton implemented this standard in the CY. See note 15.**

# TOWN OF TIVERTON, RHODE ISLAND

## Notes to the Financial Statements

June 30, 2021

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### Note 1. Summary of Significant Accounting Policies (Continued):

#### F. Implementation of New Accounting Principles (Continued)

GASB Statement 87, *Leases* was originally effective for periods beginning after December 15, 2019, however it was postponed by an additional eighteen months by GASB 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The Statement is now effective for reporting periods after December 15, 2020. The objective of this Statement is to improve accounting and financial reporting for leases by governments. It requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. **The Town of Tiverton is in the process of evaluating this Statement and expects an impact to the financial accounting and reporting framework in FY22.**

GASB Statement 89, *Accounting for Interest Cost Incurred before the End of a Construction Period* was originally effective for periods beginning after December 15, 2019, however, it was postponed an additional year by GASB Statement 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The Statement is now effective for reporting periods after December 15, 2020. The objectives of this statements are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This statement establishes accounting requirements for interest cost incurred before the end of a construction period and requires that interest cost incurred before the end of a construction period be recognized as an expense for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. **The Town of Tiverton is in the process of evaluating this Statement and do not expect an impact to the financial accounting and reporting framework in FY22.**

GASB Statement 90, *Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61* was originally effective for periods beginning after December 15, 2018, however, it was postponed an additional year by GASB Statement 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The Statement is now effective for reporting periods after December 15, 2020. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. For all other holdings of a majority equity interest in a legally separate organization, a government should report the legally separate organization as a component unit, and the government or fund that holds the equity interest should report an asset related to the majority equity interest using the equity method. This Statement also requires that a component unit in which a government has 100 percent equity interest account for its assets, deferred outflows of resources, liabilities and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component units. **The Town of Tiverton has evaluated this standard and does not expect an impact to the financial reporting framework.**

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

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**Note 1. Summary of Significant Accounting Policies (Continued):**

**F. Implementation of New Accounting Principles (Continued)**

GASB Statement 91, *Conduit Debt Obligations* was originally effective for reporting periods beginning after December 15, 2020, however, it was postponed an additional year by GASB 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The Statement is now effective for reporting periods after December 15, 2021. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. A conduit debt obligation is defined as a debt instrument having *all* of the following characteristics: (a) There are at least three parties involves: (1) an issuer, (2) a third-party obligor and (3) a debt holder or a debt trustee; (b) The issuer and the third party obligor are not within the same financial reporting entity; (c) The debt obligation is not a parity bond of the issuer, not is it cross-collateralized with other debt of the issuer; (d) The third party obligor or its agent, not the issuer, ultimately receives the proceeds from the debt issuances; and (5) The third party obligor, not the issuer, is primarily obligated for the payment of all amounts associated with the debt obligation (debt service payments.) This Statement also addresses arrangements-often characterized as leases-that are associated with conduit debt obligations. **The Town of Tiverton is in the process of evaluating this Statement and will evaluate prior to the requirement implementation of FY22.**

GASB Statement No. 92, *Omnibus 2020* was originally effective for reporting periods beginning after June 15, 2020, however, it was postponed an additional year by GASB 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The Statement is now effective for reporting periods after June 15, 2021. This statement enhances the consistency of authoritative literature by addressing practice issues identified during implementation and application of certain GASB Statements. The statement addresses a variety of topics including, but not limited to effective dates of GASB 87 Leases for interim financial reports, reporting of transfers between the primary government and component unit defined benefit or defined benefit other postretirement benefit (OPEB) plan and the applicability of GASB 84 Fiduciary Activities to post employment benefit arrangements. **The Town of Tiverton is in the process of evaluating this Statement and will evaluate prior to the required implementation of FY22.**

GASB Statement No. 93, *Replacement of Interbank Offered Rates* was originally effective for reporting periods beginning after June 15, 2020, however, it was postponed an additional year by GASB 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The Statement is now effective for reporting periods after June 15, 2021. The objective of this statement is to address those and other accounting and financial implications that result from the replacement of an IBOR. Some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR, most notably the London Interbank Offered Rate (LIBOR.) LIBOR is expected to cease in exist in its current form at the end of 2021 prompting governments to amend or replace certain financial instruments. **The Town of Tiverton is in the process of evaluating this Statement and will evaluate prior to the required implementation of FY22.**



# TOWN OF TIVERTON, RHODE ISLAND

## Notes to the Financial Statements

June 30, 2021

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### Note 1. Summary of Significant Accounting Policies (Continued):

#### F. Implementation of New Accounting Principles (Continued)

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* is effective for fiscal years beginning after June 15, 2022. The primary objective of this statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs.) A PPP is an arrangement in which a government contracts with an operator to provide public services by conveying the control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset for a period in time in an exchange or an exchange-like transaction. This statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs.) An APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. **The Town of Tiverton is in the process of evaluating this Statement and will evaluate prior to the required implementation of FY23.**

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* is effective for fiscal years beginning after June 15, 2022. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments.) This Statement (1) defines an SBITA, (2) establishes that an SBITA results in a right-to-use subscription asset, and intangible asset, and a corresponding subscription liability, (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of SBITA, and (4) requires note disclosures regarding a SBITA. **The Town of Tiverton is in the process of evaluating this Statement and will evaluate prior to the required implementation of FY23.**

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32* is effective for fiscal years beginning after June 30, 2021. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform, (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. **The Town of Tiverton is in the process of evaluating this Statement and will evaluate prior to the required implementation of FY22.**

# TOWN OF TIVERTON, RHODE ISLAND

## Notes to the Financial Statements

June 30, 2021

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### Note 2. Budgetary Data and Budgetary Compliance:

The Town adopts an annual budget for the General Fund at the annual Financial Town referendum based on recommendations from the Budget Committee. The Town Council with some restrictions can transfer budgeted amounts within and among departments and to authorize emergency expenditures. Any revisions that alter total expenditures must be approved by the taxpayers by a vote at the Financial Town referendum. Only the Town Administrator can make budget transfers without Town Council approval up to \$2,500. There were no supplemental budgetary appropriations during the fiscal year. The School Unrestricted Fund is subject to an annual operating budget approved by the School Committee and adopted in total by the Town Council as part of General Fund budget. The annual operating budgets' appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. The General Fund and Special Revenue - School Unrestricted Fund's annual operating budgets are prepared on the budgetary basis of accounting which is not in conformity with Generally Accepted Accounting Principles. The budget to actual presentation in required supplementary information is reflected on the budgetary basis. The only Special Revenue fund that has a legally enacted budget is the School Unrestricted Fund. Therefore, the budget and actual figures presented for Special Revenue Funds in the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual only include this fund.

The Town does not budget for the combined Special Revenue Funds or the Capital Project Funds, since budgetary control is maintained on an individual basis. Since grant periods may differ from the Town's fiscal year, a comparison of budgetary information may not be meaningful and has not been presented in the accompanying financial statements.

### Note 3. Stewardship, Compliance and Accountability:

#### *Legal Debt Margin*

The Town's legal debt margin as set forth by State Statute is limited to three percent of total assessed value, which approximates \$71,935,518 based on the December 31, 2020, assessment. As of June 30, 2021, the Town's debt is under the debt limit by \$39,970,518. In addition to the bonding authority granted under §45- 12-2 of the RI General Laws, the Town of Tiverton can authorize bond issues pursuant to a special act of the RI General Assembly. Bond issues authorized by a special act of the General Assembly are normally not subject to any legal debt limit but are subject to financial constraints such as the Town's ability and willingness to service the bonded debt. See the statistical section for computation of the legal debt margin.

### Note 4. Cash and Investments:

The Town maintains deposits in various financial institutions that are carried at cost except for those amounts which are carried as petty cash. The carrying amount of deposits is separately displayed on the balance sheet as "Cash and Cash Equivalents". The Town policy is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity.

#### *Deposits:*

At June 30, 2021, the carrying amount of the Town's cash and cash equivalents was \$44,307,516 while the bank balance was \$41,805,000. Of the bank balance, \$4,713,637 was covered by federal and depository insurance, \$9,304,989 was collateralized by securities held by financial institution and/or third parties in the name of the Town. The remaining balance of \$27,786,374 was uninsured. Information on the Town's book balance of \$44,307,516 is provided below.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 4. Cash and Investments (Continued):**

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

<b><i>Cash and Cash Equivalents</i></b>	
Deposits with financial institutions	\$ 10,901,221
<b><i>Investments</i></b>	
Certificate of Deposits	\$ 1,439,398
Municipal Bonds	235,421
Corporate bonds	5,085,139
Equity	19,563,256
Fixed Index Annuity	1,193,469
Real Estate	2,109
Mutual Funds	1,008,879
Fixed Income	4,878,624
<b><i>Total Cash and Investments</i></b>	<b><u>\$ 44,307,516</u></b>

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

<b><i>Statement of Net Position</i></b>	
Cash and cash equivalents	\$ 9,333,579
Investments	14,893,065
<b><i>Fiduciary Funds</i></b>	
Cash and cash equivalents	1,567,642
Investments	18,513,230
<b><i>Total Cash and Investments</i></b>	<b><u>\$ 44,307,516</u></b>

***Custodial Credit Risk:***

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Town will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party.

***Investments:***

Investment of all idle funds is made through national banks or trust companies, providing that the financial conditions and integrity of these institution or institutions are verifiable and can be monitored. The investment of funds is 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. All investments are made as would be done by prudent men of discretion and intelligence in such matters who are seeking a reasonable income and preservation of their capital. The Town follows the guidance of the fair value measurement and disclosures in accordance with GASB Statement No. 72, "Fair Value Measurement and Application". The fair value hierarchy is categorized into three levels based on the inputs as follows:

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 4. Cash and Investments (Continued):**

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 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 Town are open-ended mutual funds that are registered with the Securities and Exchange Commission.

*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.

The following table summarizes the assets of the Town for which fair values are determined on a recurring basis as of June 30, 2021.

<u>Investments at Fair Value</u>	<u>June 30, 2021</u>	<u>Fair Value Measurements</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Municipal Bonds	\$ 235,421	\$ 235,421	\$ -	\$ -
Corporate Bonds	5,085,139	5,085,139	-	-
Equity	19,563,256	19,563,256	-	-
Fixed Index Annuity	1,193,469	1,193,469	-	-
Fixed Income	4,878,624	4,878,624	-	-
Real Estate	2,109	2,109	-	-
Mutual Funds	1,008,879	1,008,879	-	-
Certificate of Deposits	1,439,398	-	-	1,439,398
Total investments measured at fair value	<u>\$ 33,406,295</u>	<u>\$ 31,966,897</u>	<u>\$ -</u>	<u>\$ 1,439,398</u>

*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. Information about the exposure of the town's debt type investments to this risk using the segment time distribution model is as follows:

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 4. Cash and Investments (Continued):**

*Credit Risk:*

The Town's investment policy allows for investments in obligations of the U.S. Government and its agencies, state and municipal obligations, corporate debt securities, preferred stock, corporate debt, preferred stocks convertible to equities, repurchase agreements and commercial paper. These allowed investments are subject to the following limitations: at the time of purchase all investments must have a rating of A or higher from Moody's or a comparable established rating agency, fixed income investments must be rated at least Baa2 or its equivalent by at least one recognized bond rating service and at least 80% of the fixed income portfolio must carry a rating of A, and commercial paper must be rated P-1 or A-1 by Standards & Poor's or Moody's, respectively.

Moody's Average Rating	Municipal Bonds and Corporate Bonds
A2	\$ 215,263
A3	602,652
Aa3	104,636
Ba2	408,500
Baa1	1,247,085
Baa2	2,208,201
Baa3	534,223
	\$ 5,320,560

**Note 5. Interfund Receivables and Payables**

Inter-fund receivables represent loans to various funds for use in operations. These amounts are expected to be repaid at certain future dates. Below are balances at June 30, 2021.

	Due from Other Funds	Due to Other Funds
<b>Major Governmental Funds</b>		
General Fund	\$ -	\$ 6,759,100
Landfill	-	42,608
School Unrestricted	2,217,988	-
<b>Non-Major Governmental Funds</b>		
Special Revenue Funds	1,152,969	324,568
Capital Projects	3,019,645	28,725
Debt Service Fund	29,696	-
<b>Proprietary Funds</b>		
Land Acquisition Fund	353,800	-
<b>Fiduciary Funds</b>		
Private Purpose Trust Fund	-	35,467
Custodial Funds	416,370	-
Totals	\$ 7,190,468	\$ 7,190,468

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 5. Interfund Receivables and Payables (Continued):**

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

	<b>Transfers In</b>	<b>Transfers Out</b>
<b>Major Governmental Funds</b>		
General Fund	\$ 4,812	\$ 24,651,754
School Unrestricted	24,651,754	173,524
<b>Non-Major Governmental Funds</b>		
Special Revenue Funds	173,524	-
<b>Custodial Fund</b>	-	4,812
Totals	<b>\$ 24,830,090</b>	<b>\$ 24,830,090</b>

**Note 6. Property Taxes**

The Town 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 NCGA Interpretation-3 (Revenue Recognition - Property Taxes), which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and receivable within the current period and collected no longer than 60 days after the close of the current period. The Town does not use an allowance method for bad debts. It directly writes off receivables as they become uncollectible as per state law.

**Note 7. Capital Assets**

The Town 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 cost (for certain assets acquired prior to 1960). The following schedule list prior year balances and current year activity for all Governmental Fund capital asset transactions.

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

**Proprietary Activities:**

Capital assets not being depreciated:

Land	\$ 3,148,600	\$ -	\$ -	\$ 3,148,600
Subtotal	3,148,600	-	-	3,148,600
Other Capital Assets:				
None	-	-	-	-
Net other capital assets	-	-	-	-
Net capital assets	<b>\$ 3,148,600</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,148,600</b>

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 7. Capital Assets (Continued)**

	<b>Balance July 1, 2020</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance June 30, 2021</b>
<b><u>Governmental Activities:</u></b>				
Capital assets not being depreciated:				
Land	\$ 4,540,592	\$ -	\$ -	\$ 4,540,592
Construction in progress	-	-	-	-
Subtotal	4,540,592	-	-	4,540,592
Other Capital Assets:				
Buildings and improvements	78,853,575	280,847	-	79,134,422
Motor vehicles	6,868,012	37,989	-	6,906,001
Infrastructure	17,189,470	173,193	-	17,362,663
Machinery and equipment	5,533,161	496,998	-	6,030,159
Subtotal	108,444,218	989,027	-	109,433,245
Accumulated Depreciation:				
Buildings and improvements	22,621,887	2,244,727	-	24,866,614
Motor vehicles	5,688,776	314,609	-	6,003,385
Infrastructure,	13,980,311	635,781	-	14,616,092
Machinery and equipment	3,447,760	444,232	-	3,891,992
Subtotal	45,738,734	3,639,349	-	49,378,083
Net other capital assets	62,705,484	(2,650,322)	-	60,055,162
Net capital assets	\$ 67,246,076	\$ (2,650,322)	\$ -	\$ 64,595,754

Depreciation was charged to functions as follows:

General government	\$ 1,216,567
Public safety	255,120
Public works	768,709
Parks and recreation	70,679
Education	1,328,274
	\$ 3,639,349

**Note 8. Long-Term Debt**

Governmental long-term liabilities do not appear in the fund financial statements but rather are a reconciling item in the presentation of the government-wide financial statements and are included in the statement of net position. Long-Term liabilities directly related to and intended to be paid from the Proprietary Fund Types are included in the accounts of such fund.

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

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 8. Long-Term Debt (Continued):**

	<b>Balance July 1, 2020</b>	<b>Additions</b>	<b>Retirements</b>	<b>Balance June 30, 2021</b>	<b>Due within one year</b>
<b>Governmental activities</b>					
Bonds and notes payable					
Bonds payable	\$ 35,225,000	\$ -	\$ 3,260,000	\$ 31,965,000	\$ 3,340,000
Bond premium	3,314,496	-	405,009	2,909,487	387,072
Total bonds payable	<u>38,539,496</u>	<u>-</u>	<u>3,665,009</u>	<u>34,874,487</u>	<u>3,727,072</u>
Capital leases	684,113	-	208,715	475,398	155,689
Other post-employment liability	26,166,232	386,877	74,498	26,478,611	-
Net pension liability - police	5,758,217	-	3,709,681	2,048,536	-
Net pension liability - ERS	23,645,938	782,045	-	24,427,983	-
Net pension liability - MERS	4,832,550	317,465	311,522	4,838,493	-
Landfill closure and postclosure care costs	9,100,000	1,600,000	-	10,700,000	-
Accrued compensated absences	1,359,348	220,685	40,954	1,539,079	76,954
Total long-term obligations	<u>71,546,398</u>	<u>3,307,072</u>	<u>4,345,370</u>	<u>70,508,100</u>	<u>232,643</u>
Total government-wide obligations	<u>\$ 110,085,894</u>	<u>\$ 3,307,072</u>	<u>\$ 8,010,379</u>	<u>\$ 105,382,587</u>	<u>\$ 3,959,715</u>

<b>Year Ending June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 3,340,000	\$ 1,397,262	\$ 4,737,262
2023	2,750,000	1,280,588	4,030,588
2024	2,850,000	1,149,988	3,999,988
2025	2,975,000	1,014,388	3,989,388
2026	3,090,000	874,438	3,964,438
2027-2031	9,430,000	2,526,813	11,956,813
2032-2036	5,570,000	1,146,319	6,716,319
2037-2038	1,960,000	148,250	2,108,250
	<u>\$ 31,965,000</u>	<u>\$ 9,538,046</u>	<u>\$ 41,503,046</u>

The Town and school have entered into capital leases for various equipment. The following is a schedule of the minimum future payments as of June 30, 2021:

<b>Year End</b>	<b>Town &amp; School Lease Payments</b>
2022	\$ 155,689
2023	103,163
2024	51,929
2025	53,374
2026	54,859
Thereafter	<u>56,384</u>
Future minimum rental payments	475,398
Interest portion of payments	<u>39,041</u>
Obligation under capital leases	<u>\$ 514,439</u>



**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 9. Landfill Closure and Post-Closure Care Costs**

The Town accounts for its closure and post-closure care costs under GASB Statement No. 18. This Statement is based on the October 9, 1991, U.S. Environmental Protection Agency (EPA) rule, "Solid Waste Disposal Facility Criteria", which establishes closure requirements for all municipal solid waste landfills (MSWLF's) that receive solid waste after October 9, 1991. The EPA rule also establishes thirty-year post-closure care requirements for MSWLF's that accept solid waste after October 9, 1993. The effect of this EPA rule and similar state laws or regulations is to obligate MSWLF owners and operators to perform certain closing functions and post-closure monitoring and maintenance functions as a condition for the right to operate the MSWLF in the current period.

State and Federal laws and regulations require the Town to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after its closure.

The Town has recently been granted an extension by RIDEM. The deadline to close the Landfill is now scheduled for November 22, 2022. PARE's opinion of probable construction cost to cap the landfill, in 2014 dollars, is approximately \$10.7M. This cost accounts for construction materials and labor, engineering fees, permitting, inspection, certification, and storm water management. However, it should be noted that this is an approximate cost, and the actual cost to close the landfill will be based on the availability of materials and economic climate at the time of closure. The cost of many of the materials used in landfill capping, specifically the petroleum-based products like the plastic capping material, are tied to highly volatile commodities markets, and therefore, are very difficult to predict prior to the actual landfill closure.

To fund the landfill closure costs, the Town has restricted all net funds received from the pay-as-you-throw trash bag program. For fiscal years 2020 and 2021, the Town has set aside \$419,709 and \$504,708, respectively. As of June 30, 2021, the Town has accumulated \$9,950,381 in the Landfill Closure now classified as major fund per GASB 54.

**Note 10. Other Post Retirement Benefits**

**Plan Description**

In addition to the pension benefits described below, the Town provides post-employment health care benefits in accordance with Town union contracts. These benefits are for continued full family or individual health care for the employee groups as described below.

**Plan Types**

Medical: Blue Cross Classic/Blue Cross Blue Shield RI or Health Mate Coast to Coast  
Dental: Comprehensive Dental Insurance

**Eligibility - Medical, Dental, Life**

Town employees: Age 58 with 25 years of service. Medical – For Town & Police retirees the Town pays 50% of the deductible for active plans. For all other retirees the Town pay 100% of premiums. Dental – For all other retirees the Town pay 100% of premiums. Life – The Town pays 100% of premiums until the retiree reaches age 65. The Town pays 0% of premiums upon attainment of age 65.

School employees: 20 years of service with age + service at least equal to 80. Medical - For school retirees the Town pay 75% of premiums. Dental – For school retirees the Town pay 75% of premiums.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 10. Other Post Retirement Benefits (Continued)**

Town Employees: Members of Teamsters Union, no cost sharing, all others pay a fixed deductible amount. \*

School Employees: Individual Plan, 25% to 50% based on age & service, Family Plan 25% to 50% based on age and service. \*

\* Co pays may differ depending upon the contract the employee retires under and date of retirement. This co pay could increase to \$1,000 for single employees and \$2,000 for families.

**Benefit/Cost Sharing - Dental**

Police Employees: None

Fire Employees: None

Town Employees: None

School Employees: Individual Plan, 25% to 50% based on age & service, Family Plan 25% to 50% based on age and service.

**Eligibility - Life Insurance**

Town Employees: The Town does not provide life insurance in retirement.

School employees: Age 55 with 20 years of service until the age of 65.

**Town Membership**

<u>Description</u>	<u>Active Employees</u>	<u>Inactive or Beneficiaries Receiving Benefits</u>	<u>Total</u>
Number	57	93	150

**School Membership**

<u>Description</u>	<u>Active Employees</u>	<u>Inactive or Beneficiaries Receiving Benefits</u>	<u>Total</u>
Number	216	8	224

**Funding Policy**

The contribution requirements of plan members and the Town are established and may be amended through Town ordinances. For the 2021 fiscal year, total Town premium plus implicit costs for the retiree medical program are \$779,334 and the total School premium plus implicit costs for retiree medical programs are \$221,688. The Town contribution to an OPEB Trust for fiscal year 2021 was \$877,356. The School made a total contribution for the 2021 fiscal year of \$221,688.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 10. Other Post Retirement Benefits (Continued)**

**Town Annual OPEB Funded Status**

<b>Town</b>						
<b>Actuarial Valuation Date</b>	<b>Fiduciary Net Position</b>	<b>Total OPEB Liability</b>	<b>Net OPEB Liability</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>NOL as a % of Covered Payroll</b>
6/30/2021	\$ 511,699	\$19,863,247	\$19,351,548	2.58%	\$ 3,563,238	543.09%
6/30/2020	332,939	19,297,610	18,964,671	1.73%	3,442,854	550.84%
6/30/2019	181,752	18,308,292	18,126,540	0.99%	3,342,577	542.29%
6/30/2018	137,970	19,131,312	18,993,342	0.72%	7,025,422	270.35%

**School Annual OPEB Funded Status**

<b>School</b>						
<b>Actuarial Valuation Date</b>	<b>Fiduciary Net Position</b>	<b>Total OPEB Liability</b>	<b>Net OPEB Liability</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>NOL as a % of Covered Payroll</b>
6/30/2021	\$ 543,761	\$ 7,670,824	\$ 7,127,063	7.09%	\$15,862,241	44.93%
6/30/2020	415,529	7,617,090	7,201,561	5.46%	16,907,952	42.59%
6/30/2019	397,411	7,097,379	6,699,968	5.60%	16,415,487	40.81%
6/30/2018	292,088	7,676,844	7,384,756	3.80%	18,929,281	39.01%

**Investment Policy**

The Town and School’s policy in regard to the allocation of invested assets is established and may be amended by the committee by a majority vote of its members. It is the policy of the Town and School to pursue an investment strategy that reduced risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Town and School’s adopted asset allocation policy as of June 30, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity - Large Cap	37.10%
Domestic Equity - Small/Mid Cap	0.00%
International Equity - Developed Market	15.90%
International Equity - Emerging Market	0.00%
Domestic Fixed Income	39.00%
International Fixed Income	0.00%
Alternatives	0.00%
Real Estate	8.00%
Cash	0.00%
Total	<u>100.00%</u>

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 10. Other Post Retirement Benefits (Continued)**

**Concentrations**

There were no concentrations noted as of June 30, 2021.

**Rate of return**

For the year ended June 30, 2021, the annual money-weighted rate of return on investments, net of investment expense, was 5.84% for the Town and School. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Net OPEB Liability of the Town**

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

Description	Amounts
Total OPEB Liability (TOL)	\$ 19,863,247
Fiduciary Net Position	511,699
Net OPEB Liability (NOL)	19,351,548
Funded ratio (Fiduciary Net Position / NOL)	2.58%
Covered payroll (active plan members)	\$ 3,563,238
NOL as a percentage of covered payroll	543.09%

**Net OPEB Liability of the School**

Description	Amounts
Total OPEB Liability (TOL)	\$ 7,670,824
Fiduciary Net Position	543,761
Net OPEB Liability (NOL)	7,127,063
Funded ratio (Fiduciary Net Position / NOL)	7.09%
Covered payroll (active plan members)	\$ 15,862,241
NOL as a percentage of covered payroll	44.93%

**Actuarial Methods and Assumptions**

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

Actuarial Assumptions	Town and School
Investment rate of return	5.84%, net of OPEB plan investment expense, including inflation.
Municipal Bond Rate	2.18% as of June 30, 2021 (source: S&P Municipal Bond 20-Year High Grade Index - SAPIHG)
Single Equivalent Discount Rate	4.00%, net of OPEB plan investment expense, including inflation.
Inflation	2.50% as of June 30, 2021 and for future periods
Salary increases	3.00% annually as of June 30, 2021 and for future periods

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 10. Other Post Retirement Benefits (Continued)**

**Actuarial Methods and Assumptions (Continued)**

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2021 are summarized in the following table:

<b>Asset Class</b>	<b>Long-term Expected Real Rate of Return</b>
Domestic Equity - Large Cap	4.90%
Domestic Equity - Small/Mid Cap	5.40%
International Equity - Developed Market	5.32%
International Equity - Emerging Market	6.26%
Domestic Fixed Income	1.40%
International Fixed Income	1.30%
Alternatives	6.32%
Real Estate	6.25%
Cash	0.00%
I. Real Rate of Return	3.71%
II. Inflation Assumption	2.50%
III. Total Nominal Return [I. + II.]	6.21%
IV. Investment Expense	0.37%
V. Net Investment Return (III.-IV.)	5.84%

**Discount rate**

The discount rate used to measure the total OPEB liability was 4.0 percent. The projection of cash flows used to determine the discount rate assumed that Town and School contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Sensitivity of the net OPEB liability to changes in the discount rate**

The following presents the net OPEB liability of the Town, as well as what the Town’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentagepoint lower (3.0 percent) or 1-percentage-point higher (5.0 percent) than the current discount rate:

	<b>Impact of 1% Change in Discount Rate</b>		
	<b>1% Decrease (3.00%)</b>	<b>Current discount rate (4.00%)</b>	<b>1% Increase (5.00%)</b>
Net OPEB liability	22,094,752	19,351,548	17,118,593

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 10. Other Post Retirement Benefits (Continued)**

The following presents the net OPEB liability of the School, as well as what the School's net OPEB liability would be if it were calculated using a discount rate that is 1-percentagepoint lower (3.0 percent) or 1-percentage-point higher (5.0 percent) than the current discount rate:

	<b>Impact of 1% Change in Discount Rate</b>		
	<b>1% Decrease (3.00%)</b>	<b>Current discount rate (4.00%)</b>	<b>1% Increase (5.00%)</b>
Net OPEB liability	8,186,438	7,127,063	6,264,737

**Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates**

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost 79 trend rates that are 1-percentage-point lower (4.0 percent) or 1-percentage-point higher (6.0 percent) than the current healthcare cost trend rates:

	<b>Impact of 1% Change in Healthcare Trend Rate</b>		
	<b>1% Decrease (4.00%)</b>	<b>Current trend rate (5.00%)</b>	<b>1% Increase (6.00%)</b>
Net OPEB liability	16,891,269	19,351,548	22,420,305

The following presents the net OPEB liability of the School, as well as what the School's net OPEB liability would be if it were calculated using healthcare cost 79 trend rates that are 1-percentage-point lower (4.0 percent) or 1-percentage-point higher (6.0 percent) than the current healthcare cost trend rates:

	<b>Impact of 1% Change in Healthcare Trend Rate</b>		
	<b>1% Decrease (4.00%)</b>	<b>Current trend rate (5.00%)</b>	<b>1% Increase (6.00%)</b>
Net OPEB liability	6,220,957	7,127,063	8,257,269

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

For the year ended June 30, 2021, the Town recognize OPEB expense of \$407,598. At June 30, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Total</b>
Contributions made subsequent to the Measurement Date	\$ -	\$ -	\$ -
Difference between actual & expected experience	-	(2,416,153)	(2,416,153)
Changes of Assumptions	1,457,159	-	1,457,159
Net difference between projected & actual earnings on OPEB plan investments	2,144	(134,674)	(132,530)
Total	\$ 1,459,303	\$ (2,550,827)	\$ (1,091,524)

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 10. Other Post Retirement Benefits (Continued)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

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

Year ending June 30:	
2022	\$ (284,662)
2023	(281,204)
2024	(280,569)
2025	(281,282)
2026	67,259
Thereafter	<u>(31,066)</u>
Total	<u><u>\$ (1,091,524)</u></u>

**Aggregate Other Post-Employment Benefit (OPEB) Amounts Reported in the Financial Statements:**

As required by GASB No. 75, Accounting and Financial Reporting for Other Post-Employment Benefits Other Than Pension the table below presents the aggregate amount of Other Post-Employment Benefits (OPEB) expense, OPEB liabilities (assets), and deferred inflows and outflows for the OPEB plans of the Town of Tiverton, Rhode Island.

	<b>Town Plan</b>	<b>School Plan</b>	<b>Total</b>
Net OPEB Liability	\$ 19,351,548	\$ 7,127,063	\$ 26,478,611
Deferred Outflows of Resources - OPEB	1,057,669	401,634	1,459,303
Deferred Inflows of Resources - OPEB	1,848,780	702,047	2,550,827
OPEB Expense	<u>128,998</u>	<u>278,600</u>	<u>407,598</u>
Total	<u><u>\$ 22,386,995</u></u>	<u><u>\$ 8,509,344</u></u>	<u><u>\$ 30,896,339</u></u>

**Note 11. Pension Plans**

Effective July 1, 2012, the State administered retirement system which covers local teachers and certain municipal employees was modified to include both defined benefit and defined contribution plan components.

**Employees' Retirement Defined Benefit Pension Plan (ERS)**

**General Information about the Pension Plan**

*Plan description* - Certain employees of the Town of Tiverton, Rhode Island (Town) 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.

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

Note 11. Pension Plans

Employees' Retirement Defined Benefit Pension Plan (ERS) (continued)

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

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

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

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

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

Contributions - The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2019, Town teachers were required to contribute 3.75% of their annual covered salary except for teachers with twenty or more years of service as of June 30, 2012 must contribute 11% of their annual covered salary. The state and the Town 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 Town; the rates were 10.75% and 14.50% of annual covered payroll for the fiscal year ended June 30, 2020 for the state and Town, respectively. The Town contributed \$1,755,039, \$2,047,741, and \$1,849,978 for the fiscal years ended June 30, 2021, 2020, and 2019, respectively, equal to 100% of the required contributions for each year.

The State’s share of contribution for fiscal 2021 was \$1,755,039 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At June 30, 2021, the Town reported a liability of \$24,427,983 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the Town 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 Town were as follows:

Town proportionate share of net pension liability	\$ 24,427,983
State's proportionate share of the net pension liability associated with the Town	<u>18,150,590</u>
Total net pension liability	<u>\$ 42,578,573</u>



**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 11. Pension Plans**

**Employees' Retirement Defined Benefit Pension Plan (ERS) (continued)**

The net pension liability was measured as of June 30, 2020, the measurement date, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019 rolled forward to June 30, 2020. The Town proportion of the net pension liability was based on a projection of the Towns 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, 2019, the Town proportion was 0.76456771%.

For the year ended June 30, 2021 the Town recognized gross pension expense of \$2,707,170 and revenue of \$1,836,861 for support provided by the State. At June 30, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 238,840	\$ 476,065
Changes of assumptions	1,090,504	569,253
Net difference between projected and actual earnings on pension plan investments	495,938	-
Changes in proportion and differences between System contributions and proportionate share contributions	1,889,140	1,118,834
Contributions subsequent to the measurement date	1,755,039	-
	\$ 5,469,461	\$ 2,164,152
Net amount of deferred outflows and (inflows) excluding Town contributions subsequent to measurement date		\$ 1,550,270

\$1,755,039 reported as deferred outflows of resources related to pensions resulting from the Town contributions in fiscal year 2021 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 348,047
2023	446,901
2024	339,882
2025	341,393
2026	78,205
Thereafter	(4,159)
	\$ 1,550,270

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Employees' Retirement Defined Benefit Pension Plan (ERS) (continued)**

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

Inflation	2.50%
Salary increases	3.00% to 13.00%
Investment rate of return	7.00%

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

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

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 39 sources. The June 30, 2020 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

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

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

Note 11. Pension Plans

Employees' Retirement Defined Benefit Pension Plan (ERS) (continued)

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

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

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ 29,309,715	\$ 24,427,983	\$ 18,536,533

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 Pension Plan

Defined Contribution Plan Description:

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

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

The Town of Tiverton and the Tiverton School Department recognized pension expense of \$25,283 and \$388,667 for the fiscal year ended June 30, 2021, respectively.

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

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS)**

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

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

**Salary:** Salary includes the member's base earnings plus any payments under a regular longevity or incentive plan. Salary excludes overtime, unused sick and vacation leave, severance pay, and other extraordinary compensation. Certain amounts that are excluded from taxable wages, such as amounts sheltered under a Section 125 plan or amounts picked up by the employer under 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 Compensation:** Prior to July 1, 2012 and for general employee members eligible to retire as of June 30, 2012, the average was based on the member's highest three consecutive annual salaries. Effective July 1, 2012, the average was based on the member's highest five consecutive annual salaries. Once a member retires or is terminated, the applicable FAC will be the greater of the member's highest three-year FAC as of July 1, 2012 or the five-year FAC as of the retirement/termination date. Monthly benefits are based on one-twelfth of this amount.

# TOWN OF TIVERTON, RHODE ISLAND

## Notes to the Financial Statements

June 30, 2021

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### Note 11. Pension Plans

#### Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)

##### *General employees*

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

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

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

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

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

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

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

##### *Police and Fire employees*

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

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

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

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

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

*Police and Fire employees (continued)*

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

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

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

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

*Other benefit provisions*

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

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

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

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

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

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

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

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

	<b>General Employees</b>	<b>Local 2670A</b>	<b>Fire Department</b>
Retirees and Beneficiaries	53	19	29
Inactive, Non-retired Members	56	13	15
Active Members	94	25	26
Total	203	57	70

**Contributions** - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012 are required to contribute 1% of their salaries. General employees with more than 20 years of service as of June 30, 2012 are required to contribute 8.25%. Public safety employees are required to contribute 9% of their salaries. The Town contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The Town contributed \$28,630 to their general employee MERS plan in the year ended June 30, 2020 which was 0.75% of annual covered payroll, \$113,353 to their Local 2670A MERS plan in the year ended which was 10.06% of annual covered payroll and contributed \$473,099 to their Fire employee MERS plan which was 24.56% of annual covered payroll.

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

<b>Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the June 30, 2020 measurement date (June 30, 2019 valuation rolled forward to June 30, 2020)</b>	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
<b>Actuarial Assumptions</b>	
Investment Rate of Return	7.00%
Projected Salary Increases	General Employees - 3.50% to 7.25% ; Police & Fire Employees - 4.00% to 14.00%
Inflation	2.50%
Mortality	Mortality – Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.
Cost of Living Adjustments	A 2.1% COLA is assumed for all MERS units with the COLA provision

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

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (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 39 sources. The June 30, 2020 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

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

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



**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

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

**Changes in the Net Pension Liability (Asset) - General Employees**

	<b>Total Pension Liability</b>	<b>Plan Fiduciary Net Position</b>	<b>Net Pension Liability</b>
	<b>(a)</b>	<b>(b)</b>	<b>(a) - (b)</b>
<b>Balance as of June 30, 2019</b>	\$ 13,381,396	\$ 14,496,440	\$ (1,115,044)
<b>Changes for the year:</b>			
Service cost	314,248	-	314,248
Interest on total pension liability	921,629	-	921,629
Differences between expected and actual experience of the total pension liability	107,669	-	107,669
Changes in assumptions	(138,639)	-	(138,639)
Contributions - employer	-	113,181	(113,181)
Contributions - employee	-	89,871	(89,871)
Net investment income	-	528,842	(528,842)
Benefit payments, including employee refunds	(744,781)	(744,781)	-
Administrative expense	-	(14,571)	14,571
Other changes	-	16,685	(16,685)
<b>Net changes</b>	<b>460,126</b>	<b>(10,773)</b>	<b>470,899</b>
<b>Balance as of June 30, 2020</b>	<b>\$ 13,841,522</b>	<b>\$ 14,485,667</b>	<b>\$ (644,145)</b>

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

**Changes in the Net Pension Liability (Asset) - Local 2670A Employees**

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a) - (b)</b>
	<b>(a)</b>	<b>(b)</b>	<b>(a) - (b)</b>
<b>Balance as of June 30, 2019</b>	\$ 4,988,754	\$ 4,235,841	\$ 752,913
<b>Changes for the year:</b>			
Service cost	85,067	-	85,067
Interest on total pension liability	340,172	-	340,172
Differences between expected and actual experience of the total pension liability	(417,987)	-	(417,987)
Changes in assumptions	(59,962)	-	(59,962)
Contributions - employer	-	88,898	(88,898)
Contributions - employee	-	22,535	(22,535)
Net investment income	-	151,555	(151,555)
Benefit payments, including employee refunds	(343,376)	(343,376)	-
Administrative expense	-	(4,176)	4,176
Other changes	-	-	-
<b>Net changes</b>	<b>(396,086)</b>	<b>(84,564)</b>	<b>(311,522)</b>
<b>Balance as of June 30, 2020</b>	<b>\$ 4,592,668</b>	<b>\$ 4,151,277</b>	<b>\$ 441,391</b>

**Changes in the Net Pension Liability (Asset) - Fire Department Employees**

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a) - (b)</b>
	<b>(a)</b>	<b>(b)</b>	<b>(a) - (b)</b>
<b>Balance as of June 30, 2019</b>	\$ 15,093,511	\$ 11,013,874	\$ 4,079,637
<b>Changes for the year:</b>			
Service cost	387,049	-	387,049
Interest on total pension liability	1,037,893	-	1,037,893
Differences between expected and actual experience of the total pension liability	(48,265)	-	(48,265)
Changes in assumptions	178,321	-	178,321
Contributions - employer	-	442,149	(442,149)
Contributions - employee	-	192,658	(192,658)
Net investment income	-	413,687	(413,687)
Benefit payments, including employee refunds	(919,974)	(919,974)	-
Administrative expense	-	(11,398)	11,398
Other changes	-	200,437	(200,437)
<b>Net changes</b>	<b>635,024</b>	<b>317,559</b>	<b>317,465</b>
<b>Balance as of June 30, 2020</b>	<b>\$ 15,728,535</b>	<b>\$ 11,331,433</b>	<b>\$ 4,397,102</b>

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

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**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

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

<b>General Employees</b>		
<b>Current</b>		
<b>1% Decrease (6.00%)</b>	<b>Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
\$ 599,808	\$ (644,145)	\$ (2,145,306)

<b>Local 2670A Plan</b>		
<b>Current</b>		
<b>1% Decrease (6.00%)</b>	<b>Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
\$ 862,968	\$ 441,391	\$ (67,302)

<b>Fire Department Plan</b>		
<b>Current</b>		
<b>1% Decrease 6%</b>	<b>Discount Rate 7%</b>	<b>1% Increase 8%</b>
\$ 5,817,554	\$ 4,397,102	\$ 2,683,052

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

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

**General Employees Plan**

For the year ended June 30, 2021 the employer recognized pension expense of \$381,709. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

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**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

**General Employees**

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Changes in assumptions	\$ 148,196	\$ 112,293
Difference between expected and actual experience	162,823	160,338
Net difference between projected and actual earnings on pension plan investments	264,993	-
Contributions subsequent to the measurement date	28,630	-
	<b>\$ 604,642</b>	<b>\$ 272,631</b>
Net amount of deferred outflows and (inflows) excluding contributions subsequent to measurement date		<b>\$ 303,381</b>

\$28,630 reported as deferred outflows of resources related to pensions resulting from the Town contributions in fiscal year 2020 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2021. Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 74,333
2023	72,370
2024	70,702
2025	87,521
2026	(1,545)
	<b>\$ 303,381</b>

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

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**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

**Local 2670A Employees Plan**

For the year ended June 30, 2021 the employer recognized pension expense of \$109,373. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Changes in assumptions	\$ 62,494	\$ 49,353
Difference between expected and actual experience	162,104	439,489
Net difference between projected and actual earnings on pension plan investments	78,338	-
Contributions subsequent to the measurement date	113,353	-
	<b>\$ 416,289</b>	<b>\$ 488,842</b>
Net amount of deferred outflows and (inflows) excluding contributions subsequent to measurement date		<b>\$ (185,906)</b>

\$113,353 reported as deferred outflows of resources related to pensions resulting from the Town contributions in fiscal year 2018 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2021. Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ (59,688)
2023	(27,418)
2024	(22,584)
2025	(21,082)
2026	(55,134)
	<b>\$ (185,906)</b>

**Fire Department Employees Plan**

For the year ended June 30, 2020 the employer recognized pension expense of \$625,375. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Municipal Employees' Retirement Defined Benefit Pension Plan (MERS) (continued)**

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Changes in assumptions	\$ 406,390	\$ 15,084
Difference between expected and actual experience	317,332	256,773
Net difference between projected and actual earnings on pension plan investments	197,658	-
Contributions subsequent to the measurement date	473,099	-
	\$ 1,394,479	\$ 271,857
Net amount of deferred outflows and (inflows) excluding contributions subsequent to measurement date		\$ 649,523

\$473,099 reported as deferred outflows of resources related to pensions resulting from the Town contributions in fiscal year 2020 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2021. Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 203,074
2023	307,526
2024	52,873
2025	86,050
2026	-
	\$ 649,523

**Teachers' Survivor Defined Benefit Pension Plan (TSB)**

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

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Teachers' Survivor Defined Benefit Pension Plan (TSB) (continued)**

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

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

In January, a yearly cost-of-living adjustment for spouse's benefits is paid and based on the annual social security adjustment. Survivors are eligible for benefits if the member has made contributions for at least six months prior to death or retirement.

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

<u>Highest Annual Salary</u>	<u>Basic Monthly Spouses' Benefit</u>
\$17,000 or less	\$825
\$17,001 to \$25,000	\$963
\$25,001 to \$33,000	\$1,100
\$33,001 to \$40,000	\$1,238
\$40,001 and over	\$1,375

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

Parent and 1 Child	Parent and 2 or more Children	One Child Alone	Two Children Alone	Three or more Children Alone	Dependent Parent
150%	175%	75%	150%	175%	100%

**Contributions** - The contribution requirements of active employees and the participating school districts were established under Chapter 16-16 of the Rhode Island General Laws, which may be amended by the General Assembly. The cost of the benefits provided by the plan are two percent (2%) of the member's annual salary up to but not exceeding an annual salary of \$11,500; one-half (1/2) of the cost is contributed by the member by deductions

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 11. Pension Plans**

**Teachers' Survivor Defined Benefit Pension Plan (TSB) (Continued)**

from his or her salary, and the other half (1/2) is contributed and paid by the respective school district by which the member is employed. These contributions are in addition to the contributions required for regular pension benefits. The Town contributed \$21,058, \$21,445, and \$21,065 for the fiscal years ended June 30, 2021, 2020 and 2019, respectively, equal to 100% of the required contributions for each year.

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

At June 30, 2021, the Town reported an asset of \$3,415,112 for its proportionate share of the net pension asset related to its participation in TSB. The net pension asset was measured as of June 30, 2020, the measurement date, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of June 30, 2019. The Town proportion of the net pension asset was based on its share of contributions to the TSB for fiscal year 2020 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2020, the Town proportion was 2.87555575%.

For the year ended June 30, 2021 the Town recognized pension expense of \$(115,980) – an increase in the net pension asset. At June 30, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Description of Outflows/Inflows</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 292,904	\$ 728,234
Changes of assumptions	230,430	235,993
Net difference between projected and actual earnings on pension plan investments	166,659	-
Changes in proportion and differences between System contributions and proportionate share contributions	111,629	71,995
Contributions subsequent to the measurement date	21,058	-
	<u>\$ 822,680</u>	<u>\$ 1,036,222</u>
Net amount of deferred outflows and (inflows) excluding Town contributions subsequent to measurement date		<u>\$ (234,600)</u>

\$21,058 reported as deferred outflows of resources related to pensions resulting from the Town contributions in fiscal year 2020 subsequent to the measurement date will be recognized as an addition to the net pension asset for the year ended June 30, 2021. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:



TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

Note 11. Pension Plans

Teachers' Survivor Defined Benefit Pension Plan (TSB) (Continued)

Year ended June 30:		
	2022	\$ (34,977)
	2023	34,515
	2024	51,885
	2025	(16,664)
	2026	(95,490)
Thereafter		(173,869)
		<u>\$ (234,600)</u>

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

Inflation	2.50%
Salary increases	3.00% to 13.0%
Investment rate of return	7.00%

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

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

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

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 39 sources. The June 30, 2020 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Teachers' Survivor Defined Benefit Pension Plan (TSB) (Continued)**

<u>Asset class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
<b>GROWTH</b>		
<b>Global equity:</b>		
U.S. Equity	23.00%	6.31%
International Developed Equity	12.10%	6.71%
Emerging Markets Equity	4.90%	8.69%
<b>Private Growth</b>		
Private Equity	11.25%	9.71%
Non-Core Real Estate	2.25%	5.66%
Opportunistic Private Credit	1.50%	9.71%
<b>INCOME</b>		
High Yield Infrastructure	1.00%	3.88%
REITS	1.00%	5.66%
Equity Options	2.00%	6.04%
EMD (50/50 Blend)	2.00%	2.28%
Liquid Credit	2.80%	3.88%
Private Credit	3.20%	3.88%
<b>STABILITY</b>		
<b>Crisis Protection Class</b>		
Treasury Duration	5.00%	0.10%
Systematic Trend	5.00%	3.84%
<b>Inflation Protection</b>		
Core Real Estate	3.60%	5.66%
Private Infrastructure	2.40%	6.06%
TIPs	2.00%	0.74%
<b>Volatility Protection</b>		
IG Corp Credit	3.25%	1.54%
Securitized Credit	3.25%	1.54%
Absolute Return	6.50%	3.84%
Cash	2.00%	0.10%
	<u>100.00%</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 was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

Note 11. Pension Plans

Teachers' Survivor Defined Benefit Pension Plan (TSB) (Continued)

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ (2,840,707)	\$ (3,415,112)	\$ (4,108,515)

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

Police Pension Plan

(1) Plan Description

(a) Plan Administration

The Policemen's Pension Plan of the Town of Tiverton (the Plan) is a contributory, single employer, defined benefit plan. Washington Trust Wealth Management is the trustee of the Plan's investment funds.

All funds remain in custody of Washington Trust Wealth Management which is also responsible for maintenance of primary accounting records.

Administration of the Plan is the responsibility of the Town Administrator. Accordingly, he reviews the records of the Plan, prepares and accumulates the actuarial data, and prepares periodic reports for submission to the Town Council. The costs of administering the Plan are paid by the Plan. All members of the Police Department of the Town of Tiverton are covered by this Plan.

Article 15 of the Regulations of the State grants the authority to establish and amend the benefit terms to the Police Pension Board of Trustees (PPB).

The Board of the Police Pension Plan consists of five members - Town Administrator, Police Chief, Town Treasurer, Town Council Member, and the President of the Police Union. The Town Council Member is the only member of the Board who is appointed by the Town Council.

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

Note 11. Pension Plans

Police Pension Plan (Continued)

(b) Plan Membership

At June 30, 2021, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	36
Active plan members	<u>29</u>
Subtotal	<u>65</u>

(c) Benefits Provided

The Plan provides retirement as well as death and disability benefits. Participants in the Plan are eligible for retirement on the earlier of their 55th birthday or upon completion of 20 or more years of service. The normal retirement benefit is equal to 2.5% of average compensation multiplies by the years of credited service for the first 20 years plus an additional 2% for years in excess of 20 years, subject to a maximum of 75% of average compensation. Those personnel hired after 7/1/2012 are eligible for retirement at the earlier of 55th birthday or upon 25 years of service.

Participants are eligible for disability benefits after 7 years of service or immediately if the disability results from performance of duties. The benefit is 66.67% of average compensation or 50% if disability is due to non-occupational causes.

Death benefits will be paid to the beneficiary in the amount of \$400 for each year of service, subject to a minimum of \$2,000 and a maximum of \$8,000. After retirement, this benefit will be reduced by 25% per year but not less than \$2,000.

(d) Contributions

The Town establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate 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 year ended June 30, 2020, the active member contribution rate was 10 percent of annual pay, and the Town's contribution rate was 35.3 percent of annual payroll. The contributions made to the plan for the fiscal year ended June 30, 2021 were \$896,811 which consists of employer contributions of \$700,000 and employee contributions of \$196,230.

(2) Investments

(a) Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Police Pension Board (PPB) by a majority vote of its members. It is the policy of the PPB to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of June 30, 2021:

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Police Pension Plan (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>
Equities	80.0%
Fixed income	17.0%
Cash and cash equivalents	3.0%
Total	<u>100.0%</u>

**(b) Concentrations**

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in diversified mutual funds, external investment pools, and other pooled investments are excluded. As of June 30, 2021, the Plan had no investments in any one organization that represented 5% or more of the Plan's net position restricted for pension.

**(c) Money-Weighted Rate of Return**

For the year ended June 30, 2021 the annual money-weighted rate of return on Plan investments, net of investment expense, was 34.70%. The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of time they are available to earn a return during that period. External cash flows are determined on a monthly basis and are assumed to occur at the end of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow in each month. The money-weighted rate of return is calculated net of investment expenses.

**d) Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a failure of the counterparty, the Plan will not be able to recover its investment or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Plan, and are held by either the counterparty or the counterparty's trust department or agent but not in the Plan's name.

At June 30, 2021, there were no deposits subject to custodial credit risk.

**(e) Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the investment. At June 30, 2021, there were no deposits subject to custodial interest rate risk.

**(f) Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. As of June 30, 2021, the Plan has no single issuer that exceeds 5% of total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in diversified mutual funds, external investment pools, and other pooled investments are excluded.

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

Note 11. Pension Plans

Police Pension Plan (Continued)

(g) Credit Risk

Credit risk is the risk that an issuer or other counterparty to a debt instrument will not fulfill its obligations to the Plan. There are no Plan-wide policy limitations for credit risk exposures within the portfolio. Each portfolio is managed in accordance with an investment contract that is specific as to permissible credit quality ranges, the average credit quality of the overall portfolios, and issuer concentration.

(h) Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely impact the fair value of an investment or a deposit. At June 30, 2021, there were no deposits subject to foreign currency risk.

(i) Derivatives

Derivatives are financial instruments whose values depend upon, or are derived from, the value of something else, such as one or more underlying investments, indexes or currencies. Derivatives may be used both for hedging and to enhance returns. Derivatives may be traded on organized exchanges, or individually negotiated transactions with other parties, known as over-the-counter derivatives. Derivatives involve special risks and costs and may result in losses to the Plan. The successful use of derivatives requires sophisticated management, and, to the extent that derivatives are used, the Plan will depend on the investment managers and their advisors to analyze and manage derivatives transactions.

Certain commingled funds held by the Plan at the year-end were permitted through their individual investment guidelines to use derivative instruments, including forwards, futures, swaps, and options. Disclosures about derivative holdings of the commingled fund managers can be found in their respective audited financial statements. The plan did not directly own any derivatives as of June 30, 2021.

(3) Net Pension Liability of the Town

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

Total pension liability	\$ 20,444,208
Plan fiduciary net position	<u>(18,395,672)</u>
Town's net pension liability	<u>\$ 2,048,536</u>
Plan fiduciary net position as a percentage of the total pension liability	89.98%

(a) Actuarial assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	3.50 percent, including inflation
Investment rate of return	7.50 percent, net of administrative and investment expense, paid by the Trust

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

**Note 11. Pension Plans**

**Police Pension Plan (Continued)**

**(3) Net Pension Liability of the Town (Continued)**

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period ended June 30, 2020.

**(b) Discount rate**

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a) - (b)</b>
<b>Balance as of 6/30/2020</b>	\$ 19,601,842	\$ 13,843,625	\$ 5,758,217
<b>Changes for the year:</b>			
Service cost	354,423	-	354,423
Interest on total pension liability	1,453,595	-	1,453,595
Differences between expected and actual experience	235,785	-	235,785
Contributions - employer	-	700,000	(700,000)
Contributions - employee	-	196,230	(196,230)
Net investment income	-	4,814,796	(4,814,796)
Changes in assumptions	(53,458)	-	(53,458)
Benefit payments	(1,147,979)	(1,147,979)	-
Administrative expense	-	(11,000)	11,000
<b>Net changes</b>	<u>842,366</u>	<u>4,552,047</u>	<u>(3,709,681)</u>
<b>Balance as of 6/30/2021</b>	<u>\$ 20,444,208</u>	<u>\$ 18,395,672</u>	<u>\$ 2,048,536</u>

**(c) Sensitivity of the net pension liability to changes in the discount rate**

The following presents the net pension liability of the Town, calculated using the discount rate of 7.50 percent, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate:

	<b>1% Decrease (6.50%)</b>	<b>Current Discount Rate (7.50%)</b>	<b>1% Increase (8.50%)</b>
Plan's Net Pension Liability	\$ 4,537,501	\$ 2,048,536	\$ (9,358)

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 11. Pension Plans**

**Police Pension Plan (Continued)**

*(d) Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions*

For the year ended June 30, 2021 the Town recognized pension expense of (\$67,895).

At June 30, 2021 the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between expected and actual experience	\$ 466,099	\$ 302,774
Changes in assumptions	397,711	107,890
Difference between projected and actual earnings on plan investments	-	2,987,168
Total deferred outflows / (inflows)	<b>\$ 863,810</b>	<b>\$ 3,397,832</b>

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

**Year ended June 30:**

2022	\$ (597,291)
2023	(592,336)
2024	(610,003)
2025	(740,328)
2026	5,936
Thereafter	-
	<b>\$ (2,534,022)</b>

**Aggregate Pension Amounts Reported in the Financial Statements:**

As required by GASB Statement No. 68, Accounting and Financial Reporting for Pensions and amendment of GASB Statement No. 34 the table below presents the aggregate amount of pension expense, pension liabilities (assets), and deferred inflows and outflows for the define benefit plans of the Town of Tiverton, Rhode Island.

	<b>ERS</b>	<b>MERS General</b>	<b>MERS Local 2670A</b>	<b>MERS Fire</b>	<b>TSB</b>	<b>Town Plan Police</b>	<b>Total</b>
Deferred Outflows of Resources - Pension	\$ 5,469,461	\$ 604,642	\$ 416,289	\$ 1,394,479	\$ 822,680	\$ 863,810	\$ 9,571,361
Deferred Inflows of Resources - Pension	2,164,152	272,631	488,842	271,857	1,036,222	3,397,832	7,631,536
Net Pension Asset	-	644,145	-	-	3,415,112	-	4,059,257
Net Pension Liability	24,427,983	-	441,391	4,397,102	-	2,048,536	31,315,012
Pension Expense	2,378,914	381,709	109,373	625,375	(115,980)	(67,895)	3,311,496
Total	<b>\$34,440,510</b>	<b>\$1,903,127</b>	<b>\$ 1,455,895</b>	<b>\$ 6,688,813</b>	<b>\$ 5,158,034</b>	<b>\$ 6,242,283</b>	<b>\$ 55,888,662</b>



**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

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**Note 12. Financial Statements for Individual Pension and Other Postemployment Benefit Trust Funds**

GAAP requires that all Pension and Other Postemployment Trust Funds be combined and presented in one column in the Fiduciary Funds financial statements and that the individual financial statements for each trust fund plan are reported in the notes to the financial statements. Provided below are the individual financial statements for the pension and OPEB plan that are included in the Fiduciary Funds as Pension and Other Postemployment Benefits Trust Funds.

**Statement of Fiduciary Net Position**

	<b>Police Pension Trust</b>	<b>Town OPEB Trust Funds</b>	<b>School OPEB Trust Funds</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 497,180	511,699	\$ -
Investments, at fair value			
Cash management investment fund	-	-	47,337
Equities	15,178,706	-	365,871
Fixed income	2,719,786	-	130,553
Total assets	18,395,672	511,699	543,761
<b>Deferred outflows of resources</b>			
None	-	-	-
Total assets and deferred outflows of resources	18,395,672	511,699	543,761
<b>Liabilities</b>			
Accounts payable	-	-	-
Total liabilities	-	-	-
<b>Deferred inflows of resources</b>			
None	-	-	-
<b>Net position</b>			
Restricted for pension	18,395,672	-	-
Restricted for Town OPEB	-	511,699	-
Restricted for School OPEB	-	-	543,761
Total net position	18,395,672	511,699	543,761
Total liabilities and net position	\$ 18,395,672	\$ 511,699	\$ 543,761

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

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**Note 12. Financial Statements for Individual Pension and Other Postemployment Benefit Trust Funds (Continued)**

**Statement of Changes in Fiduciary Net Position**

	<b>Police Pension Trust</b>	<b>Town OPEB Trust Funds</b>	<b>School OPEB Trust Funds</b>
<b>Additions</b>			
Employer contributions	\$ 700,000	\$ 877,356	\$ 221,688
Plan member contributions	196,230	-	128,232
Investment income (net of related fees)	4,814,796	80,738	-
Other	-	-	-
	<u>5,711,026</u>	<u>958,094</u>	<u>349,920</u>
<b>Deductions</b>			
Benefits paid	1,147,979	779,334	221,688
Administrative costs	11,000	-	-
Per trust agreements	-	-	-
	<u>1,158,979</u>	<u>779,334</u>	<u>221,688</u>
Changes in fund equity held in trust for individuals, organizations, and other governments	4,552,047	178,760	128,232
Net position, July 1, 2020	<u>13,843,625</u>	<u>332,939</u>	<u>415,529</u>
Net position, June 30, 2021	<u>\$ 18,395,672</u>	<u>\$ 511,699</u>	<u>\$ 543,761</u>

TOWN OF TIVERTON, RHODE ISLAND

Notes to the Financial Statements

June 30, 2021

**Note 13. Commitments and Contingencies**

**a. Commitments:**

The Community Septic System Loan Program (CSSLP) is a lending program that provides low-cost, long-term financing to residential property owners for the repair or replacement of substandard or failing septic systems or to replace cesspools when the homeowner wishes to upgrade to a septic system.

- Financing is interest-free, with borrowers only subject to a \$300 loan origination fee and a 1% annual servicing fee on the outstanding loan balance (differs in some communities)
- Residents may borrow up to \$25,000 with a term of up to ten years (maximum loan amount varies by community)
- Funds may be used to pay for engineering costs in addition to construction work.
- Rhode Island Housing is responsible for underwriting and servicing loans made through the program.

Interested residents should contact the Tiverton Wastewater District.

**b. Contingencies**

**1. Bay Street Contamination**

This case concerns the contamination, by coal gasification waste fill, of approximately 100 residential properties and Town streets and a Town playground in a several block area of the Town abutting Fall River. The Town was named a Potentially Responsible Party by RIDEM, due to its ownership of the streets and playground.

In 2005, over 100 residents sued the Fall River Gas Company in four different lawsuits in federal court in Rhode Island and Massachusetts and in Rhode Island Superior Court. These cases were consolidated in the United States District Court for the District of Rhode Island as CORVELLO et. al. v NEW ENGLAND GAS COMPANY, and are case numbers: 05-221T, 05-274T, 05-370T, and 05-522T. The Town of Tiverton was brought in as a Third-Party Defendant by Southern Union. In September 2009, the parties settled the Federal Court case.

The Town of Tiverton received \$550,000 to be used to remediate roadways and right of ways with contamination levels exceeding industrial standards. RIDEM is requiring this remediation be completed within five years as part of a sewer system installation. The Town used some of the funds to clean up the mercury contamination, and the EPA has now certified that the cleanup as to the mercury is complete. The case is still open and reported because some final items need to be completed. It is, however, anticipated that any other future remediation that may be necessary will be covered by the remaining settlement funds.

**Note 14. Fund Deficit**

The following funds had deficits at year end:

NCPC	\$	(40,577)
PFS Grant		(29,716)
Town Farm Playground		(196,495)
Casino Fire Detail		(6,507)
Casino Police Detail		(16,180)
Police Detail		(19,498)
Total Deficit	\$	<u>(308,973)</u>

NCPC and PFS deficits are fully reimbursable grants and have been collected. Town Farm Playground deficit is a RIDEM reimbursable recreation grant. Police and Fire details are reimbursed for services provided for privatized.

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

June 30, 2021

**Note 15. Restatement**

In some instances, beginning fund balances have been restated as a result of adjustments made to correct or reclassify prior year balances. Such adjustments are summarized as follow:

	<u>Governmental Funds</u>	<u>Governmental Activities</u>	<u>Custodial Fund</u>	<u>School Special Revenue</u>	<u>Capital Project Fund</u>
Beginning balance, July 1, 2020	\$ -	\$ 17,146,430	\$ 698,670	\$ 98,842	\$ 9,596,885
GASB Statement No. 84 implementation	-	171,336	(171,336)	171,336	-
To reclassify Landfill Closure as a Major fund based on GASB 54	<u>9,138,976</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,138,976)</u>
Beginning balance, July 1, 2020, restated	<u>\$ 9,138,976</u>	<u>\$ 17,317,766</u>	<u>\$ 527,334</u>	<u>\$ 270,178</u>	<u>\$ 457,909</u>

During the year ended June 30, 2021, the Town implemented GASB Statement No. 84, Fiduciary Activities. The implementation of GASB Statement No. 84 establishes criteria for identifying fiduciary activities of state and local governments. This Statement also provides for the recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources.

**Note 16. Fund Balance Classifications**

The components of fund balance at June 30, 2021 are as follows:

	<u>Major Funds</u>			<u>Non-Major Funds</u>			<u>Total</u>
	<u>General Fund</u>	<u>Landfill Closure</u>	<u>School Department</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service Fund</u>	
<b>Fund Balances</b>							
<b>Nonspendable</b>							
Prepaid	\$ 599,486	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 599,486
<b>Restricted for</b>							
Public safety programs	-	-	-	102,430	-	-	102,430
Educational purposes	-	-	-	136,310	-	-	136,310
Public works programs	-	-	-	356,616	2,990,477	-	3,347,093
<b>Assigned for</b>							
Student Activities	-	-	-	184,051	-	-	184,051
CRF purposes	450,962	-	-	-	-	-	450,962
<b>Committed to</b>							
General government purposes	83,162	-	-	33,961	-	-	117,123
Finance administration purposes	29,800	-	-	-	-	-	29,800
Public safety programs	-	-	-	214,988	-	-	214,988
Public works programs	110,721	9,950,381	-	-	-	-	10,061,102
Parks and recreation	-	-	-	742,325	-	-	742,325
Capital projects	436,728	-	-	-	-	-	436,728
Educational purposes	-	-	1,019,843	-	-	-	1,019,843
Debt service bonds	-	-	-	-	425,017	560,732	985,749
<b>Unassigned</b>	3,499,396	-	-	(308,973)	29,168	-	3,219,591
	<u>\$ 5,210,255</u>	<u>\$ 9,950,381</u>	<u>\$ 1,019,843</u>	<u>\$ 1,461,709</u>	<u>\$ 3,444,662</u>	<u>\$ 560,732</u>	<u>\$ 21,647,582</u>

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to the Financial Statements

*June 30, 2021*

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**Note 17. Subsequent Events**

For purposes of determining the effects of subsequent events on these financial statements, management has evaluated events that have occurred subsequent to June 30, 2021 and through December 28, 2021, the date of which the financial statements were issued.

**Note 18. Coronavirus (COVID-19)**

On January 30, 2020, the World Health Organization declared the coronavirus to be a public health emergency. On March 9, 2020, the Governor of the State of Rhode Island declared a state of emergency to combat a novel coronavirus disease (COVID-19).

The Town has not seen a significant change in the tax collections or delinquency rates, and continue to provide its residents with adequate services, being mindful of the changing parameters of the COVID-19 pandemic.

## Required Supplementary Information

**TOWN OF TIVERTON, RHODE ISLAND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule - General Fund  
 For the Year Ended June 30, 2021

	<u>Original Budget</u>			Total Available	Actual	Appropriations Carried To FY 22	Favorable (Unfavorable)
	Carried to FY 21	Original Budget	Transfers				
<b>Revenues</b>							
General property taxes	\$ -	\$ 39,083,350	\$ -	\$ 39,083,350	\$ 39,102,640	\$ -	\$ 19,290
Intergovernmental	-	2,357,291	-	2,357,291	3,244,798	-	887,507
Licenses, permits, and usage fees	-	2,622,790	-	2,622,790	2,852,691	-	229,901
Fines and interest on late payments	-	256,500	-	256,500	329,636	-	73,136
Interest on investment	-	40,000	-	40,000	23,417	-	(16,583)
Other revenue	-	41,150	-	41,150	103,500	-	62,350
Total revenues	-	44,401,081	-	44,401,081	45,656,682	-	1,255,601
<b>Expenditures</b>							
General government	38,900	1,373,243	(7,016)	1,405,127	1,119,074	83,162	202,891
Finance administration	218,505	5,804,551	2,215	6,025,271	5,558,864	29,800	436,607
Public safety	-	6,204,788	969	6,205,757	5,973,474	-	232,283
Health and human services	-	732,942	678	733,620	706,636	-	26,984
Public works	186,994	2,220,851	3,154	2,410,999	2,281,999	110,721	18,279
Parks and recreation	-	105,419	-	105,419	86,343	-	19,076
Capital outlay	514,568	229,146	-	743,714	306,987	436,728	-
Debt service - principal	-	3,260,000	-	3,260,000	3,260,000	-	-
Debt service - interest	-	1,493,380	-	1,493,380	1,493,380	-	-
Total expenditures	958,967	21,424,320	-	22,383,287	20,786,757	660,411	936,120
<b>Excess (deficiency) of revenues over expenditures</b>	(958,967)	22,976,761	-	22,017,794	24,869,925	(660,411)	319,481

*See notes to the required supplementary information  
 See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule - General Fund  
 For the Year Ended June 30, 2021

	<u>Original Budget</u>			<u>Total Available</u>	<u>Actual</u>	<u>Encumbrances / Appropriations Carried To FY 22</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Encumbrances Carried to FY 21</u>	<u>Original Budget</u>	<u>Transfers</u>				
<b>Other financing sources and (uses)</b>							
Transfer to other funds	-	(24,651,754)	-	(24,651,754)	(24,651,754)	-	-
Transfer from other funds	-	-	-	-	4,812	-	4,812
Use of fund balance	-	1,674,993	-	1,674,993	-	-	(1,674,993)
	-	(22,976,761)	-	(22,976,761)	(24,646,942)	-	(1,670,181)
<b>Excess (deficiency) of revenues and other sources over expenditures and other uses, budgetary basis</b>	<u>\$ (958,967)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (958,967)</u>	\$ 222,983	<u>\$ (660,411)</u>	<u>\$ (1,350,700)</u>
Adjustment of budgetary basis to U.S. GAAP					-		
Excess of revenue and other financing sources over expenditures and other uses, U.S. GAAP basis					222,983	-	
Fund balance, July 1, 2020					4,987,272		
Fund balance, June 30, 2021					<u>\$ 5,210,255</u>		

*See notes to the required supplementary information  
 See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Notes to Required Supplementary Information

Budgetary Comparison Schedule – General Fund

*For the Year Ended June 30, 2021*

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Budgetary - GAAP Reporting Reconciliation - General Fund

In accordance with the Town's Charter, the Town has formally established budgetary accounting control for its General Fund. The General Fund is subject to annual operating budget legally adopted by the Town Council. The annual operating budget's appropriation amounts are supported by revenue estimates and take into account the elimination of an accumulated deficits and the reappropriation of accumulated surpluses to the extent necessary. The General Fund operating budget is in conformity with the legally enacted budgetary basis, which is not in conformity with accounting principles generally accepted in the United States of America ("US GAAP").

The accompanying Statement of Revenues, Expenditures Budget to Actual (Non-GAAP Budgetary Basis) – General Funds is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budgetary basis and the Generally Accepted Accounting Principles ("GAAP") basis are normally that:

- a) Revenues are recorded when received in cash (budgetary basis) as opposed to when susceptible to accrual (GAAP basis).
- b) Expenditures are recorded when paid in cash (budgetary basis) as opposed to when liabilities are incurred (GAAP basis).
- c) Encumbrances are reported as a use of fund (budgetary basis) as opposed to a reservation of fund balance (GAAP basis).

For the year ended June 30, 2021 there were no significant timing perspectives or differences in the excess (deficiency) of revenues and other sources of financial resources and expenditures and other uses, therefore, there were no differences when presenting the budgetary and GAAP basis presentation.

Appropriations in addition to those contained in the annual operating budget require Town Council approval. Amendments to the operating budget that do not result in additional appropriations may be made within departments through transfers. Transfers made within and outside the departmental level require Town Council approval. The level at which the General Fund budgeted expenditures may not legally exceed appropriations is at the departmental level.

*See notes to the required supplementary information  
See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Budgetary Comparison Schedule – Unrestricted School Fund

*For the Year Ended June 30, 2021*

	<b>Original Budget</b>	<b>Amended Budget</b>	<b>Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b>Revenues</b>				
Federal and State governments	\$ 7,474,766	\$ 7,474,766	\$ 7,474,766	\$ -
Medicaid Reimbursement	675,000	675,000	675,000	-
Other revenues	-	-	370,591	370,591
Reappropriated surplus	400,000	400,000	-	(400,000)
Total revenues	<u>8,549,766</u>	<u>8,549,766</u>	<u>8,520,357</u>	<u>(29,409)</u>
<b>Expenditures</b>				
Salaries	17,166,030	17,166,030	18,193,613	(1,027,583)
Employee benefits	6,729,373	6,729,373	6,865,655	(136,282)
Purchased services	8,132,160	8,132,160	6,152,172	1,979,988
Supplies and materials	982,607	982,607	989,954	(7,347)
Capital outlay	154,550	154,550	258,047	(103,497)
Other operating expenditures	36,800	36,800	12,543	24,257
Total expenditures	<u>33,201,520</u>	<u>33,201,520</u>	<u>32,471,984</u>	<u>729,536</u>
Excess of expenditures over revenues, budgetary basis	<u>(24,651,754)</u>	<u>(24,651,754)</u>	<u>(23,951,627)</u>	<u>700,127</u>
<b>Other financing sources (uses)</b>				
Transfer from Town of Tiverton	24,651,754	24,651,754	24,651,754	-
Transfer to Housing Aid	-	-	(173,524)	(173,524)
Total other financing sources (uses)	<u>24,651,754</u>	<u>24,651,754</u>	<u>24,478,230</u>	<u>(173,524)</u>
<b>Excess of revenues and other financing sources over expenditures and other financing uses, budgetary basis</b>	<u>\$ -</u>	<u>\$ -</u>	526,603	<u>\$ 526,603</u>
Adjustment of budgetary basis to U.S. GAAP basis			-	
Excess of revenues and other financing sources over expenditures and other financing uses, US GAAP basis			<u>526,603</u>	
Fund balance, July 1, 2020			<u>493,240</u>	
Total fund balance June 30, 2021			<u>\$ 1,019,843</u>	

Revenues in excess of appropriations for the school department totaled \$526,603 for the year ended June 30, 2021.

*See notes to the required supplementary information  
See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Notes to Required Supplementary Information

Budgetary Comparison Schedule – Unrestricted School Fund

*For the Year Ended June 30, 2020*

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Budgetary – GAAP reporting Reconciliation – Unrestricted School Fund

The accompanying Statement of Revenues, Expenditures Budget to Actual (Non-GAAP Budgetary Basis) – School Unrestricted is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budgetary basis and the Generally Accepted Accounting Principles (“GAAP”) basis are that:

- a) Revenues are recorded when received in cash (budgetary basis) as opposed to when susceptible to accrual (GAAP basis);
- b) Expenditures are recorded when paid in cash (budgetary basis) as opposed to when liabilities are incurred (GAAP basis);
- c) Encumbrances are reported as a use of fund (budgetary basis) as opposed to a reservation of fund balance (GAAP basis).

Therefore, timing perspective, and entity differences in the excess (deficiency) of revenues and other sources of financial resources and expenditures and other uses for the year ended June 30, 2021 are as follows:

	<b><u>School Unrestricted</u></b>
Excess (deficiency) of revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis) (Non-GAAP Budgetary Basis)	\$ 526,603
State contribution to teachers' pension plan revenue on behalf	1,755,039
State contribution to teacher's pension plan expense on behalf	<u>(1,755,039)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses (GAAP)	<u>\$ 526,603</u>

*See notes to the required supplementary information  
See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Other Post-Employment Benefits

Schedule of Contributions – Town

*Last 10 Fiscal Years\**

	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Actuarial determined contribution	\$ 1,195,334	\$ 1,523,355	\$ 1,404,414	\$ 1,594,417	\$ 1,486,663
Contributions in relation to the actuarially determined contribution	877,356	908,557	767,455	679,087	729,965
Contribution deficiency (excess)	<u>\$ 317,978</u>	<u>\$ 614,798</u>	<u>\$ 636,959</u>	<u>\$ 915,330</u>	<u>\$ 756,698</u>
Covered-employee payroll	\$ 3,563,238	\$ 3,442,854	\$ 3,342,577	\$ 7,025,422	\$ 6,622,134
Contributions as a percentage of covered-employee payroll	24.62%	26.39%	22.96%	9.67%	11.02%

\* Fifth year of implementation of GASB 74, therefore only five years of the ten required data is available.

*See notes to the required supplementary information  
See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Other Post-Employment Benefits

Schedule of Changes in the Net OPEB Liability and Related Ratios - Town

*Last 10 Fiscal Years\**

	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>
<b>Total OPEB liability</b>					
Service cost	\$ 455,864	\$ 440,917	\$ 407,294	\$ 466,061	\$ 442,043
Interest on net OPEB liability and service cost	779,478	829,821	774,142	763,900	700,377
Differences between actual and expected experience	(678,635)	(51)	(1,301,510)	-	-
Changes of assumptions	788,264	493,527	30,936	(1,843,107)	-
Benefit payments, including refunds	<u>(779,334)</u>	<u>(774,896)</u>	<u>(733,882)</u>	<u>(644,951)</u>	<u>(638,156)</u>
Net change in total OPEB liability	565,637	989,318	(823,020)	(1,258,097)	504,264
Total OPEB liability - beginning	<u>19,297,610</u>	<u>18,308,292</u>	<u>19,131,312</u>	<u>20,389,409</u>	<u>19,885,145</u>
Total OPEB liability - ending	<u><u>19,863,247</u></u>	<u><u>19,297,610</u></u>	<u><u>18,308,292</u></u>	<u><u>19,131,312</u></u>	<u><u>20,389,409</u></u>
<b>OPEB fiduciary net position</b>					
Benefit payments, including refunds	(779,334)	(774,896)	(733,882)	(644,951)	(638,156)
Contributions - employer	877,356	908,557	767,455	679,087	729,965
Net investment income	<u>80,738</u>	<u>17,526</u>	<u>10,209</u>	<u>6,461</u>	<u>5,564</u>
Net change in plan fiduciary net position	178,760	151,187	43,782	40,597	97,373
Plan fiduciary net position - beginning	<u>332,939</u>	<u>181,752</u>	<u>137,970</u>	<u>97,373</u>	<u>-</u>
Plan fiduciary net position - ending	<u><u>511,699</u></u>	<u><u>332,939</u></u>	<u><u>181,752</u></u>	<u><u>137,970</u></u>	<u><u>97,373</u></u>
Plan's net pension liability - ending	<u><u>\$ 19,351,548</u></u>	<u><u>\$ 18,964,671</u></u>	<u><u>\$ 18,126,540</u></u>	<u><u>\$ 18,993,342</u></u>	<u><u>\$ 20,292,036</u></u>
Plan fiduciary net position as % of total OPEB liability	2.58%	1.73%	0.99%	0.72%	0.48%
Covered employee payroll	\$ 3,563,238	\$ 3,442,854	\$ 3,342,577	\$ 7,025,422	\$ 6,622,134
Plan NOL as % of covered employee payroll	543.09%	550.84%	542.29%	270.35%	306.43%

\* Fifth year of implementation of GASB 74, therefore only five years of the ten required data is available.

*See notes to the required supplementary information  
See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Other Post-Employment Benefits

Schedule of Investment Returns and Notes

*Last 10 Fiscal Years\**

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	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Annual money-weighted rate of return, net of investment expense	23.19%	-2.55%	6.08%	5.66%	12.49%

\* Fifth year of implementation of GASB 74, therefore only five years of the ten required data is available.

**Notes to Required Supplementary Information:**

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Valuation Date:	Actuarially Determined Contribution was calculated as of July 1, 2020
Actuarial Cost Method:	Individual Entry Age Normal
Asset-Valuation Method:	Market Value Assets as of the Measurement Date, June 30, 2021

**Actuarial Assumptions:**

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Investment Rate of Return:	5.84%, net of OPEB plan investment expense
Single Equivalent Discount Rate:	4.00%, net of OPEB plan investment expense, including inflation
Inflation:	2.50% per year
Salary Increases:	3.00% per year
Pre-Retirement Mortality:	General: RP-2014 Mortality Table for Blue Collar Employees projected generationally with scale MP-2016 for males and females, set forward 1 year for females Teachers: RP-2014 Mortality Table for White Collar Employees projected generationally with scale MP-2016 for males and females
Post-Retirement Mortality:	General: RP-2014 Mortality Table for Blue Collar Healthy Annuitants projected generationally with scale MP-2016 for males and females, set forward 1 year for females Teachers: RP-2014 Mortality Table for White Collare Healthy Annuitants projected generationally with scale MP-2016 for males and females
Disabled Mortality:	General: RP-2014 Mortality Table for Blue Collar Healthy Annuitants projected generationally with scale MP-2016 for males and females, set forward 1 year for females Teachers: RP-2014 Mortality Table for White Collare Healthy Annuitants projected generationally with scale MP-2016 for males and females
Changes in Assumptions:	From June 30, 2019 to June 30, 2020 Due to the GASB 75 standards the discount rate has been changed from 4.25% to 4.00%
COVID-19	We recognize that COVID-19 may impact plan experience. We have reviewed the assumptions used in the actuarial report. Based on the data that is currently available, we have not made any adjustments to these assumption to reflect the impact of COVID-19. We will continue to monitor the impact of COVID-19 to determine of adjustments to valuation assumptions are warranted.

*See notes to the required supplementary information  
See independent auditor's report*

Required Supplementary Information

Other Post-Employment Benefits

Schedule of Contributions – School

*Last 10 Fiscal Years\**

	<b>June 30, 2021</b>	<b>June 30, 2020</b>	<b>June 30, 2019</b>	<b>June 30, 2018</b>	<b>June 30, 2017</b>
Actuarial determined contribution	\$ 567,510	\$ 658,049	\$ 686,574	\$ 778,349	\$ 741,396
Contributions in relation to the actuarially determined contribution	221,688	220,426	291,169	377,487	594,483
Contribution deficiency (excess)	<u>\$ 345,822</u>	<u>\$ 437,623</u>	<u>\$ 395,405</u>	<u>\$ 400,862</u>	<u>\$ 146,913</u>
Covered-employee payroll	\$ 15,862,241	\$ 16,907,952	\$ 16,415,487	\$ 18,929,281	\$ 17,842,663
Contributions as a percentage of covered-employee payroll	1.40%	1.30%	1.77%	1.99%	3.33%

\* Fifth years of implementation of GASB 74, therefore only five years of the ten required data is available.

*See notes to the required supplementary information  
See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Other Post-Employment Benefits

Schedule of Changes in the Net OPEB Liability and Related Ratios - School

*Last 10 Fiscal Years\**

	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>
<b>Total OPEB liability</b>					
Service cost	\$ 295,168	\$ 285,491	\$ 264,398	\$ 371,356	\$ 357,050
Interest on net OPEB liability and service cost	307,327	259,862	306,390	306,758	263,514
Differences between actual and expected experience	(631,486)	(20)	(961,486)	-	-
Changes in assumptions	304,413	194,804	19,662	(212,300)	-
Benefit payments, including refunds	<u>(221,688)</u>	<u>(220,426)</u>	<u>(208,429)</u>	<u>(377,487)</u>	<u>(404,269)</u>
Net change in total OPEB liability	53,734	519,711	(579,465)	88,327	216,295
Total OPEB liability - beginning	<u>7,617,090</u>	<u>7,097,379</u>	<u>7,676,844</u>	<u>7,588,517</u>	<u>7,372,222</u>
Total OPEB liability - ending	<u><u>7,670,824</u></u>	<u><u>7,617,090</u></u>	<u><u>7,097,379</u></u>	<u><u>7,676,844</u></u>	<u><u>7,588,517</u></u>
<b>OPEB fiduciary net position</b>					
Benefit payments, including refunds	(221,688)	(220,426)	(208,429)	(377,487)	(404,269)
Contributions - employer	221,688	220,426	291,169	377,487	594,483
Net investment income	<u>128,232</u>	<u>18,118</u>	<u>22,583</u>	<u>22,811</u>	<u>-</u>
Net change in plan fiduciary net position	128,232	18,118	105,323	22,811	213,371
Plan fiduciary net position - beginning	<u>415,529</u>	<u>397,411</u>	<u>292,088</u>	<u>269,277</u>	<u>55,906</u>
Plan fiduciary net position - ending	<u><u>543,761</u></u>	<u><u>415,529</u></u>	<u><u>397,411</u></u>	<u><u>292,088</u></u>	<u><u>269,277</u></u>
Plan's net pension liability - ending	<u><u>\$ 7,127,063</u></u>	<u><u>\$ 7,201,561</u></u>	<u><u>\$ 6,699,968</u></u>	<u><u>\$ 7,384,756</u></u>	<u><u>\$ 7,319,240</u></u>
Plan fiduciary net position as % of total OPEB liability	7.09%	5.46%	5.60%	3.80%	3.55%
Covered employee payroll	\$ 15,862,241	\$ 16,907,952	\$ 16,415,487	\$ 18,929,281	\$ 17,842,663
Plan NOL as % of covered employee payroll	44.93%	42.59%	40.81%	39.01%	41.02%

\* Fifth year of implementation of GASB 74, therefore only five years of the ten required data is available.

*See notes to the required supplementary information  
See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Other Post-Employment Benefits

Schedule of Investment Returns and Notes

*Last 10 Fiscal Years\**

	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Annual money-weighted rate of return, net of investment expense	30.86%	5.27%	6.39%	8.47%	15.69%

\* Fifth year of implementation of GASB 74, therefore only five years of the ten required data is available.

**Notes to Required Supplementary Information:**

Valuation Date:	Actuarially Determined Contribution was calculated as of July 1, 2020
Actuarial Cost Method:	Individual Entry Age Normal
Asset-Valuation Method:	Market Value Assets as of the Measurement Date, June 30, 2021

**Actuarial Assumptions:**

Investment Rate of Return:	5.84%, net of OPEB plan investment expense
Single Equivalent Discount Rate:	4.00%, net of OPEB plan investment expense, including inflation
Inflation:	2.50% per year
Salary Increases:	3.00% per year
Pre-Retirement Mortality:	General: RP-2014 Mortality Table for Blue Collar Employees projected generationally with scale MP-2016 for males and females, set forward 1 year for females Teachers: RP-2014 Mortality Table for White Collar Employees projected generationally with scale MP-2016 for males and females
Post-Retirement Mortality:	General: RP-2014 Mortality Table for Blue Collar Healthy Annuitants projected generationally with scale MP-2016 for males and females, set forward 1 year for females Teachers: RP-2014 Mortality Table for White Collare Healthy Annuitants projected generationally with scale MP-2016 for males and females
Disabled Mortality:	General: RP-2014 Mortality Table for Blue Collar Healthy Annuitants projected generationally with scale MP-2016 for males and females, set forward 1 year for females Teachers: RP-2014 Mortality Table for White Collare Healthy Annuitants projected generationally with scale MP-2016 for males and females
Changes in Assumptions:	From June 30, 2019 to June 30, 2020 Due to the GASB 75 standards the discount rate has been changed from 4.25% to 4.00%
COVID-19	We recognize that COVID-19 may impact plan experience. We have reviewed the assumptions used in the actuarial report. Based on the data that is currently available, we have not made any adjustments to these assumption to reflect the impact of COVID-19. We will continue to monitor the impact of COVID-19 to determine of adjustments to valuation assumptions are warranted.

*See notes to the required supplementary information  
See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Employees' Retirement System (ERS)

Schedule of Changes to the Net Pension Liability and Related Ratios

*Last 10 Fiscal Years\**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Employer's proportion of the net pension liability	0.76456771%	0.74107340%	0.72208190%	0.71034337%	0.79949274%	0.78949625%	0.67955856%
Employer's proportionate share of the net pension liability	\$24,427,983	\$23,645,938	\$22,942,334	\$22,404,844	\$23,853,486	\$21,734,853	\$16,540,458
State's proportionate share of the net pension liability associated with the school district	<u>18,150,590</u>	<u>17,713,257</u>	<u>17,113,333</u>	<u>16,932,679</u>	<u>16,336,135</u>	<u>14,848,569</u>	<u>11,342,554</u>
Total	<u>\$42,578,573</u>	<u>\$41,359,195</u>	<u>\$40,055,667</u>	<u>\$39,337,523</u>	<u>\$40,189,621</u>	<u>\$36,583,422</u>	<u>\$27,883,012</u>
Employer's covered employee payroll	\$16,325,948	\$16,885,883	\$16,015,703	\$15,065,257	\$14,724,220	\$15,064,982	\$14,797,140
Employer's proportionate share of the net pension liability as a percentage of its covered employee payroll	260.80%	244.93%	250.10%	261.11%	272.95%	242.84%	188.44%
Plan fiduciary net position as a percentage of the total pension liability	54.30%	54.60%	54.30%	54.00%	54.06%	57.55%	61.40%

**Notes:**

1.) *The amounts presented for each fiscal year were determined as of 6/30 measurement date prior to the fiscal year-end.*

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

3.) *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.*

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Employees' Retirement System (ERS)

Schedule of Contribution - Town

*Last 10 Fiscal Years\**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 1,755,039	\$ 2,047,741	\$ 1,849,978	\$ 1,725,592	\$ 1,660,985	\$ 1,803,412	\$ 1,720,334
Contributions in relation to the actuarially determined contribution	<u>1,755,039</u>	<u>2,047,741</u>	<u>1,849,978</u>	<u>1,725,592</u>	<u>1,660,985</u>	<u>1,803,412</u>	<u>1,720,334</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$16,325,948	\$16,885,883	\$16,015,703	\$15,065,257	\$14,724,220	\$15,064,982	\$14,797,140
Contributions as a percentage of covered- employee payroll	10.75%	12.13%	11.55%	11.45%	11.28%	11.97%	11.63%

**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.

3.) 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.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Municipal Employees' Retirement System

Schedule of Changes in Net Pension Liability and Related Ratios

Fire Department

*Last 10 Fiscal Years\**

	<u>Year Ended June 30, 2020</u>	<u>Year Ended June 30, 2019</u>	<u>Year Ended June 30, 2018</u>	<u>Year Ended June 30, 2017</u>	<u>Year Ended June 30, 2016</u>	<u>Year Ended June 30, 2015</u>	<u>Year Ended June 30, 2014</u>
<b>A. Total pension liability</b>							
1. Service Cost	\$ 387,049	\$ 384,323	\$ 392,154	\$ 339,547	\$ 300,210	\$ 299,037	\$ 273,939
2. Interest on the Total Pension Liability	1,037,893	1,004,679	976,187	878,990	866,241	795,965	771,046
3. Changes of benefit terms	-	-	-	-	-	490,060	-
4. Difference between expected and actual experience of the Total Pension Liability	(48,265)	(81,870)	(234,646)	952,160	(229,980)	23,126	-
5. Changes of assumptions	178,321	-	-	794,952	-	-	(95,297)
6. Benefit payments, including refunds of employee contributions	<u>(919,974)</u>	<u>(748,021)</u>	<u>(697,489)</u>	<u>(835,087)</u>	<u>(737,239)</u>	<u>(606,263)</u>	<u>(653,720)</u>
7. Net change in total pension liability	635,024	559,111	436,206	2,130,562	199,232	1,001,925	295,968
8. Total pension liability – beginning	<u>15,093,511</u>	<u>14,534,400</u>	<u>14,098,194</u>	<u>11,967,632</u>	<u>11,768,400</u>	<u>10,766,475</u>	<u>10,470,507</u>
9. Total pension liability – ending (a)	<u>15,728,535</u>	<u>15,093,511</u>	<u>14,534,400</u>	<u>14,098,194</u>	<u>11,967,632</u>	<u>11,768,400</u>	<u>10,766,475</u>
<b>B. Plan fiduciary net position</b>							
1. Contributions – employer	442,149	407,090	287,696	298,773	230,385	266,991	164,296
2. Contributions – employee	192,658	185,631	189,024	180,418	161,761	139,329	133,465
3. Net investment income	413,687	681,960	785,535	1,055,972	(3,232)	228,566	1,297,206
4. Benefit payments, including refunds of employee contributions	(919,974)	(748,021)	(697,489)	(835,087)	(737,239)	(606,263)	(653,720)
5. Pension Plan Administrative Expense	(11,398)	(10,657)	(10,457)	(9,976)	(8,695)	(9,174)	(8,123)
6. Other	<u>200,437</u>	<u>-</u>	<u>(1)</u>	<u>(58,604)</u>	<u>(84,036)</u>	<u>(5,927)</u>	<u>(154)</u>
7. Net change in plan fiduciary net position	317,559	516,003	554,308	631,496	(441,056)	13,522	932,970
8. Plan fiduciary net position – beginning	<u>11,013,874</u>	<u>10,497,871</u>	<u>9,943,563</u>	<u>9,312,067</u>	<u>9,753,123</u>	<u>9,739,601</u>	<u>8,806,631</u>
9. Plan fiduciary net position – ending (b)	<u>11,331,433</u>	<u>11,013,874</u>	<u>10,497,871</u>	<u>9,943,563</u>	<u>9,312,067</u>	<u>9,753,123</u>	<u>9,739,601</u>
<b>C. Net pension liability - ending (a) - (b)</b>	<u>\$ 4,397,102</u>	<u>\$ 4,079,637</u>	<u>\$ 4,036,529</u>	<u>\$ 4,154,631</u>	<u>\$ 2,655,565</u>	<u>\$ 2,015,277</u>	<u>\$ 1,026,874</u>
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	72.04%	72.97%	72.23%	70.53%	77.81%	82.88%	90.46%
<b>E. Covered employee payroll</b>	\$ 1,926,576	\$ 1,854,841	\$ 1,891,722	\$ 1,804,183	\$ 1,626,271	\$ 1,741,627	\$ 1,668,325
<b>F. Net pension liability as a percentage of covered payroll</b>	228.23%	219.95%	213.38%	230.28%	163.29%	115.71%	61.55%

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Municipal Employees' Retirement System

Schedule of Contribution

Fire Department

*Last 10 Fiscal Years\**

	<u>Fiscal 2021</u>	<u>Fiscal 2020</u>	<u>Fiscal 2019</u>	<u>Fiscal 2018</u>	<u>Fiscal 2017</u>	<u>Fiscal 2016</u>	<u>Fiscal 2015</u>
Actuarially determined contribution	\$ 473,099	\$ 442,149	\$ 407,090	\$ 287,696	\$ 298,773	\$ 230,385	\$ 266,991
Contributions in relation to the actuarially determined contribution	473,099	442,149	407,090	287,696	298,773	230,385	266,991
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	<u>\$ 1,926,576</u>	<u>\$ 1,854,841</u>	<u>\$ 1,891,722</u>	<u>\$ 1,862,819</u>	<u>\$ 1,804,183</u>	<u>\$ 1,626,271</u>	<u>\$ 1,741,627</u>
Contributions as a percentage of covered-employee payroll	24.56%	23.84%	21.52%	15.44%	16.56%	14.17%	15.33%

**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.

3.) 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.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Municipal Employees' Retirement System

Schedule of Changes in Net Pension Liability and Related Ratios

Municipal Employees' Retirement System

General Town Employees

*Last 10 Fiscal Years\**

	<u>Year Ended June 30, 2020</u>	<u>Year Ended June 30, 2019</u>	<u>Year Ended June 30, 2018</u>	<u>Year Ended June 30, 2017</u>	<u>Year Ended June 30, 2016</u>	<u>Year Ended June 30, 2015</u>	<u>Year Ended June 30, 2014</u>
<b>A. Total pension liability</b>							
1. Service Cost	\$ 314,248	\$ 309,507	\$ 312,060	\$ 296,923	\$ 305,777	\$ 300,404	\$ 320,597
2. Interest on the Total Pension Liability	921,629	900,721	875,587	833,794	800,893	763,644	725,531
3. Changes of benefit terms	-	-	-	-	-	175,946	-
4. Difference between expected and actual experience of the Total Pension Liability	107,669	(177,278)	(126,818)	301,023	(84,123)	(178,453)	-
5. Changes of assumptions	(138,639)	-	-	584,745	-	-	22,056
6. Benefit payments, including refunds of employee contributions	(744,781)	(728,475)	(672,518)	(593,324)	(565,572)	(569,582)	(530,246)
7. Net change in total pension liability	460,126	304,475	388,311	1,423,161	456,975	491,959	537,938
8. Total pension liability – beginning	13,381,396	13,076,921	12,688,610	11,265,449	10,808,474	10,316,515	9,778,577
9. Total pension liability – ending (a)	<u>13,841,522</u>	<u>13,381,396</u>	<u>13,076,921</u>	<u>12,688,610</u>	<u>11,265,449</u>	<u>10,808,474</u>	<u>10,316,515</u>
<b>B. Plan fiduciary net position</b>							
1. Contributions – employer	113,181	79,518	45,660	95,346	120,565	144,299	129,321
2. Contributions – employee	89,871	87,046	89,582	99,370	107,803	65,589	67,392
3. Net investment income	528,842	897,595	1,058,628	1,447,226	842	304,312	1,732,208
4. Benefit payments, including refunds of employee contributions	(744,781)	(728,475)	(672,518)	(593,324)	(565,572)	(569,582)	(530,246)
5. Pension Plan Administrative Expense	(14,571)	(14,027)	(14,093)	(13,673)	(17,026)	(12,548)	(10,847)
6. Other	16,685	27,298	12,419	(42,619)	3,563	47,586	24,573
7. Net change in plan fiduciary net position	(10,773)	348,955	519,678	992,326	(349,825)	(20,344)	1,412,401
8. Plan fiduciary net position – beginning	14,496,441	14,147,486	13,627,808	12,635,482	12,985,307	13,005,651	11,593,250
9. Plan fiduciary net position – ending (b)	<u>14,485,668</u>	<u>14,496,441</u>	<u>14,147,486</u>	<u>13,627,808</u>	<u>12,635,482</u>	<u>12,985,307</u>	<u>13,005,651</u>
<b>C. Net pension liability - ending (a) - (b)</b>	<u>\$ (644,145)</u>	<u>\$ (1,115,044)</u>	<u>\$ (1,070,564)</u>	<u>\$ (939,197)</u>	<u>\$ (1,370,033)</u>	<u>\$ (2,176,833)</u>	<u>\$ (2,689,136)</u>
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	104.65%	108.33%	108.19%	107.40%	112.16%	120.14%	126.07%
<b>E. Covered employee payroll</b>	\$ 3,809,065	\$ 3,565,754	\$ 3,369,975	\$ 3,389,532	\$ 3,386,235	\$ 3,279,520	\$ 3,301,722
<b>F. Net pension liability as a percentage of covered payroll</b>	-16.91%	-31.27%	-31.77%	-27.71%	-40.46%	-66.38%	-81.45%

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Municipal Employees' Retirement System

Schedule of Contributions

General Town Employees

*Last 10 Fiscal Years\**

	<u>Fiscal 2021</u>	<u>Fiscal 2020</u>	<u>Fiscal 2019</u>	<u>Fiscal 2018</u>	<u>Fiscal 2017</u>	<u>Fiscal 2016</u>	<u>Fiscal 2015</u>
Actuarially determined contribution	\$ 28,630	\$ 113,181	\$ 79,518	\$ 45,660	\$ 95,346	\$ 120,565	\$ 144,299
Contributions in relation to the actuarially determined contribution	28,630	113,181	79,518	45,660	95,346	120,565	144,299
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	<u>\$ 3,809,065</u>	<u>\$ 3,565,754</u>	<u>\$ 3,369,975</u>	<u>\$ 3,499,692</u>	<u>\$ 3,389,532</u>	<u>\$ 3,386,235</u>	<u>\$ 3,279,520</u>
Contributions as a percentage of covered-employee payroll	0.75%	3.17%	2.36%	1.30%	2.81%	3.56%	4.40%

**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.

3.) 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.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Municipal Employees' Retirement System

Schedule of Changes in Net Pension Liability and Related Ratios

Local 2670A Employees

*Last 10 Fiscal Years\**

	<b>Year Ended June 30, 2020</b>	<b>Year Ended June 30, 2019</b>	<b>Year Ended June 30, 2018</b>	<b>Year Ended June 30, 2017</b>	<b>Year Ended June 30, 2016</b>	<b>Year Ended June 30, 2015</b>	<b>Year Ended June 30, 2014</b>
<b>A. Total pension liability</b>							
1. Service Cost	\$ 85,067	\$ 85,240	\$ 91,347	\$ 85,971	\$ 88,291	\$ 89,239	\$ 94,889
2. Interest on the Total Pension Liability	340,172	318,181	319,239	320,010	322,762	289,484	277,106
3. Changes of benefit terms	-	-	-	-	-	95,897	-
4. Difference between expected and actual experience of the Total Pension Liability	(417,987)	246,078	(115,211)	(87,199)	(192,656)	210,697	-
5. Changes of assumptions	(59,962)	-	-	244,574	-	-	14,773
6. Benefit payments, including refunds of employee contributions	<u>(343,376)</u>	<u>(327,140)</u>	<u>(287,740)</u>	<u>(256,830)</u>	<u>(251,012)</u>	<u>(231,277)</u>	<u>(206,525)</u>
7. Net change in total pension liability	(396,086)	322,359	7,635	306,526	(32,615)	454,040	180,243
8. Total pension liability – beginning	<u>4,988,754</u>	<u>4,666,395</u>	<u>4,658,760</u>	<u>4,352,234</u>	<u>4,384,849</u>	<u>3,930,809</u>	<u>3,750,566</u>
9. Total pension liability – ending (a)	<u>4,592,668</u>	<u>4,988,754</u>	<u>4,666,395</u>	<u>4,658,760</u>	<u>4,352,234</u>	<u>4,384,849</u>	<u>3,930,809</u>
<b>B. Plan fiduciary net position</b>							
1. Contributions – employer	88,898	87,200	86,673	100,786	87,977	103,515	89,438
2. Contributions – employee	22,535	22,563	26,652	26,601	29,253	20,064	18,161
3. Net investment income	151,555	262,276	313,907	431,129	(1,306)	92,015	525,526
4. Benefit payments, including refunds of employee contributions	(343,376)	(327,140)	(287,740)	(256,830)	(251,012)	(231,277)	(206,525)
5. Pension Plan Administrative Expense	(4,176)	(4,099)	(4,179)	(4,073)	(3,513)	(3,693)	(3,291)
6. Other	-	-	-	(9)	(25,641)	18	-
7. Net change in plan fiduciary net position	<u>(84,564)</u>	<u>40,800</u>	<u>135,313</u>	<u>297,604</u>	<u>(164,242)</u>	<u>(19,358)</u>	<u>423,309</u>
8. Plan fiduciary net position – beginning	<u>4,235,841</u>	<u>4,195,041</u>	<u>4,059,728</u>	<u>3,762,124</u>	<u>3,926,366</u>	<u>3,945,724</u>	<u>3,522,415</u>
9. Plan fiduciary net position – ending (b)	<u>4,151,277</u>	<u>4,235,841</u>	<u>4,195,041</u>	<u>4,059,728</u>	<u>3,762,124</u>	<u>3,926,366</u>	<u>3,945,724</u>
<b>C. Net pension liability - ending (a) - (b)</b>	<u>\$ 441,391</u>	<u>\$ 752,913</u>	<u>\$ 471,354</u>	<u>\$ 599,032</u>	<u>\$ 590,110</u>	<u>\$ 458,483</u>	<u>\$ (14,915)</u>
<b>D. Plan fiduciary net position as a percentage of the total pension liability</b>	90.39%	84.91%	89.90%	87.14%	86.44%	89.54%	100.38%
<b>E. Covered employee payroll</b>	\$ 1,126,722	\$ 1,088,640	\$ 1,062,175	\$ 1,043,343	\$ 1,027,839	\$ 1,002,691	\$ 985,345
<b>F. Net pension liability as a percentage of covered payroll</b>	39.17%	69.16%	44.38%	57.41%	57.41%	45.73%	-1.51%

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Municipal Employees' Retirement System

Schedule of Contribution

Local 2670A Employees

*Last 10 Fiscal Years\**

	<u>Fiscal 2021</u>	<u>Fiscal 2020</u>	<u>Fiscal 2019</u>	<u>Fiscal 2018</u>	<u>Fiscal 2017</u>	<u>Fiscal 2016</u>	<u>Fiscal 2015</u>
Actuarially determined contribution	\$ 113,353	\$ 88,898	\$ 87,200	\$ 86,673	\$ 100,786	\$ 87,977	\$ 103,515
Contributions in relation to the actuarially determined contribution	113,353	88,898	87,200	86,673	100,786	87,977	103,515
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	<u>\$ 1,126,722</u>	<u>\$ 1,088,640</u>	<u>\$ 1,062,175</u>	<u>\$ 1,077,252</u>	<u>\$ 1,043,343</u>	<u>\$ 1,027,839</u>	<u>\$ 1,002,691</u>
Contributions as a percentage of covered-employee payroll	10.06%	8.17%	8.21%	8.05%	9.66%	8.56%	10.32%

**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.

3.) 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.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Teachers' Survivor Benefit Plan

Schedule of Changes in the Net Pension Liabilities and Related Ratios

*Last 10 Fiscal Years\**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Employer's proportion of the net pension asset	2.87555575%	2.82427095%	2.79233223%	2.80797174%	2.92391721%	2.97993976%	2.98594898%
Employer's proportionate share of the net pension asset	\$ 3,415,112	\$ 3,204,018	\$ 2,491,578	\$ 2,322,934	\$ 2,911,399	\$ 2,781,941	\$ 3,712,154
Employer's covered employee payroll	\$ 16,325,948	\$ 16,885,883	\$ 16,015,703	\$ 15,065,257	\$ 14,724,220	\$ 15,064,982	\$ 14,797,140
Employer's proportionate share of the net pension asset as a percentage of its covered employee payroll	20.92%	18.97%	15.56%	15.42%	19.77%	18.47%	25.09%
Plan fiduciary net position as a percentage of the total pension liability	150.2%	150.2%	137.4%	136.1%	153.3%	146.6%	173.3%

**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.

3.) Employers participating in the Teachers' Survivors Benefit Plan contribute at a rate established by RI General Laws, Section 16-16-35.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

*Required Supplementary Information*

Teachers' Survivors Benefit Plan

Schedule of Contribution

*Last 10 Fiscal Years\**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily determined contribution	\$ 21,058	\$ 21,445	\$ 21,065	\$ 20,776	\$ 16,564	\$ 18,780	\$ 18,364
Contributions in relation to the statutorily determined contribution	<u>21,058</u>	<u>21,445</u>	<u>21,065</u>	<u>20,776</u>	<u>16,564</u>	<u>18,780</u>	<u>18,364</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cover's employee payroll	\$ 16,325,948	\$ 16,885,883	\$ 16,015,703	\$ 15,065,257	\$ 14,724,220	\$ 15,064,982	\$ 14,797,140
Contributions as a percentage of covered-employee payroll	0.13%	0.13%	0.13%	0.14%	0.11%	0.12%	0.12%

**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.
- 3.) Employers participating in the Teachers' Survivors Benefit Plan contribute at a rate established by RI General Laws, Section 16-16-35.

*See independent auditor's report*

## TOWN OF TIVERTON, RHODE ISLAND

### *Notes to Required Supplementary Information*

#### ERS (Teacher), MERS, and TSB Plans

*For the Year Ended June 30, 2021*

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

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

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

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

Employers participating in the Teachers' Survivors Benefit Plan contribute at a rate established by RI General Laws, Section 16-16-35.

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

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

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

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

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

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

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

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

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

- Decreased the general inflation assumption from 2.75% to 2.50%.
- Decreased the nominal investment return assumption from 7.50% to 7.00%.
- Decreased the general wage growth assumption from 3.25% to 3.00%.
- Decreased salary increase assumptions; and
- Updated the post-retirement mortality tables to variants of the RP-2014 table. For the improvement scale, update to the ultimate rates of the MP-2016 projection scale.

*See independent auditor's report*

## TOWN OF TIVERTON, RHODE ISLAND

### *Notes to Required Supplementary Information*

#### ERS (Teacher), MERS, and TSB Plans

*For the Year Ended June 30, 2021*

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

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

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

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

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

- Employees with more than 20 years of service at July 1, 2012 will increase their employee contribution rates to 11% for state employees and municipal general employees will contribute 8.25% (9.25% for units with a COLA provision) and participate solely in the defined benefit plan going forward – service credit accruals will increase from 1% to 2% per year.
- Members are eligible to retire upon the attainment of: age 65 with 30 years of service, 64 with 31 years of service, 63 with 32 years of service, or 62 with 33 years of service. Members may retire earlier if their RIRSA date is earlier or are eligible under a transition rule.
- MERS public safety employees may retire at age 50 with 25 years of service, or any age with 27 years of service. MERS public safety employees will contribute 9.00% (10.00% for units with a COLA provision)
- Employees with more than 10 but less than 20 years of service at July 1, 2012 will receive an increased employer contribution to the defined contribution plan. Also, members who earn less than \$35,000 per year will not be required to pay the administrative fees to the defined contribution plan.
- Members who retired from a COLA eligible plan before July 1, 2012 will received a one-time cost of living adjustment of 2% of the first \$25,000 paid as soon as administratively possible.
- Retirees as of June 30, 2015 will receive two \$500 stipends; the interim cost of living increases will occur at 4 year rather than 5-year intervals.
- The COLA formula was adjusted to: 50% of the COLA is calculated by taking the previous 5-year average investment return, less 5.5% (5yr Return - 5.5%, with a max of 4%) and 50% calculated using previous year's CPI-U (max of 3%) for a total max COLA of 3.5%. This COLA is calculated on the first \$25,855, effective 01/01/16, and indexed as of that date as well. (The indexing formula is run annually regardless of funding level each year.)
- Minor adjustments were made to the actuarial reduction for employees choosing to retire early.

#### **Schedule of Employer Contributions**

**Teachers' Survivors Benefit Plan** – the employee and employer contribution rates were applied to the first \$11,500 of member salary for fiscal 2018. In fiscal 2017 and prior the rate was applied to salary up to \$9,600.

Covered employee payroll is the full amount of employee payroll for plan members and not just the capped salary amount to which the contribution rate is applied.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Schedule of Changes in Net Pension Liability and Related Ratios

Police Pension Plan

*Last 10 Fiscal Years\**

	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>	<u>June 30, 2014</u>
<b>Total pension liability</b>								
Service cost	\$ 354,423	\$ 364,994	\$ 334,284	\$ 289,431	\$ 302,324	\$ 322,696	\$ 315,103	\$ 285,815
Interest	1,453,595	1,437,861	1,328,812	1,257,599	1,138,411	1,091,027	1,733,891	1,461,475
Changes of benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience	235,785	(444,588)	135,852	374,031	333,268	10,225	(699,268)	(595,528)
Changes of assumptions	(53,458)	(39,072)	620,398	(83,567)	677,967	-	-	-
Benefit payments, including refunds of participant contributions	(1,147,979)	(1,048,841)	(941,069)	(922,840)	(779,901)	(761,797)	(748,242)	(765,309)
<b>Net change in total pension liability</b>	<u>842,366</u>	<u>270,354</u>	<u>1,478,277</u>	<u>914,654</u>	<u>1,672,069</u>	<u>662,151</u>	<u>601,484</u>	<u>386,453</u>
<b>Total pension liability - beginning</b>	<u>19,601,842</u>	<u>19,331,488</u>	<u>17,853,211</u>	<u>16,938,557</u>	<u>15,266,488</u>	<u>14,604,337</u>	<u>14,002,853</u>	<u>13,616,400</u>
<b>Total pension liability - ending</b>	<u><u>20,444,208</u></u>	<u><u>19,601,842</u></u>	<u><u>19,331,488</u></u>	<u><u>17,853,211</u></u>	<u><u>16,938,557</u></u>	<u><u>15,266,488</u></u>	<u><u>14,604,337</u></u>	<u><u>14,002,853</u></u>
<b>Pension fiduciary net position</b>								
Contributions - employer	700,000	700,000	700,000	700,000	650,000	700,000	800,000	825,000
Contributions - employee	196,230	196,811	198,051	195,936	186,677	172,701	179,257	166,440
Net investment income	4,814,796	824,654	862,217	1,363,736	1,471,204	(332,601)	698,683	1,157,063
Benefit payments, including refunds of participant contributions	(1,147,979)	(1,048,841)	(941,069)	(922,840)	(779,901)	(761,797)	(748,242)	(765,309)
Administrative expense	(11,000)	(11,525)	(10,800)	(13,735)	(33,519)	-	-	-
Other	-	-	-	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	<u>4,552,047</u>	<u>661,099</u>	<u>808,399</u>	<u>1,323,097</u>	<u>1,494,461</u>	<u>(221,697)</u>	<u>929,698</u>	<u>1,383,194</u>
<b>Plan fiduciary net position - beginning</b>	<u>13,843,625</u>	<u>13,182,526</u>	<u>12,374,127</u>	<u>11,051,030</u>	<u>9,556,569</u>	<u>9,778,266</u>	<u>8,848,568</u>	<u>7,465,374</u>
<b>Plan fiduciary net position - ending</b>	<u><u>18,395,672</u></u>	<u><u>13,843,625</u></u>	<u><u>13,182,526</u></u>	<u><u>12,374,127</u></u>	<u><u>11,051,030</u></u>	<u><u>9,556,569</u></u>	<u><u>9,778,266</u></u>	<u><u>8,848,568</u></u>
<b>Plan's net pension liability - ending</b>	<u><u>\$ 2,048,536</u></u>	<u><u>\$ 5,758,217</u></u>	<u><u>\$ 6,148,962</u></u>	<u><u>\$ 5,479,084</u></u>	<u><u>\$ 5,887,527</u></u>	<u><u>\$ 5,709,919</u></u>	<u><u>\$ 4,826,071</u></u>	<u><u>\$ 5,154,285</u></u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Schedule of Changes in Net Pension Liability and Related Ratios

Police Pension Plan

*Last 10 Fiscal Years\**

	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>	<u>June 30, 2014</u>
Total pension liability	\$ 20,444,208	\$ 19,601,842	\$ 19,331,488	\$ 17,853,211	\$ 16,938,557	\$ 15,266,488	\$ 14,604,337	\$ 14,002,853
Plan fiduciary net position	18,395,672	13,843,625	13,182,526	12,374,127	11,051,030	9,556,569	9,778,266	8,848,568
Town's net pension liability	<u>\$ 2,048,536</u>	<u>\$ 5,758,217</u>	<u>\$ 6,148,962</u>	<u>\$ 5,479,084</u>	<u>\$ 5,887,527</u>	<u>\$ 5,709,919</u>	<u>\$ 4,826,071</u>	<u>\$ 5,154,285</u>
Plan fiduciary net position as a percentage of the total pension liability	89.98%	70.62%	68.19%	69.31%	65.24%	62.60%	66.95%	63.19%
Covered-employee payroll	\$ 1,889,588	\$ 1,982,955	\$ 1,888,393	\$ 1,700,026	\$ 1,686,288	\$ 1,716,424	\$ 1,454,719	\$ 1,448,086
Net pension liability as a percentage of covered-employee payroll	108.41%	290.39%	325.62%	322.29%	349.14%	332.66%	331.75%	355.94%

\*Only eight years available of the ten years required.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Schedule of Contributions

Police Pension Plan

*Last 10 Fiscal Years*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 653,478	\$ 672,532	\$ 583,132	\$ 575,463	\$ 559,740	\$ 503,576	\$ 536,634	\$ 544,334
Contributions in relation to the actuarially determined contribution	<u>700,000</u>	<u>700,000</u>	<u>700,000</u>	<u>700,000</u>	<u>650,000</u>	<u>700,000</u>	<u>800,000</u>	<u>825,000</u>
Contribution deficiency (excess)	<u>\$ (46,522)</u>	<u>\$ (27,468)</u>	<u>\$ (116,868)</u>	<u>\$ (124,537)</u>	<u>\$ (90,260)</u>	<u>\$ (196,424)</u>	<u>\$ (263,366)</u>	<u>\$ (280,666)</u>
Covered-employee payroll	\$ 1,889,588	\$ 1,982,955	\$ 1,888,393	\$ 1,700,026	\$ 1,686,288	\$ 1,716,424	\$ 1,454,719	\$ 1,448,086
Contributions as a percentage of covered-employee payroll	37.05%	35.30%	37.07%	41.18%	38.55%	40.78%	54.99%	56.97%

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**  
 Required Supplementary Information  
 Schedule of Investment Returns – Police Pension Plan

*Last 10 Fiscal Years\**

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	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>	<u>June 30, 2014</u>
Annual money-weighted rate of return, net of investment expense	34.70%	6.20%	6.80%	12.00%	14.90%	0.04%	0.28%	15.30%

\*Only eight years available of the ten years required.

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Required Supplementary Information

Notes to Police Pension Plan Required Supplementary Information

*For the Year Ended June 30, 2021*

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Valuation Date:

Actuarially determined contribution rates are calculated as of June 30, 2021.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level percent-of-payroll
Asset valuation method	Market value plus receivables
Inflation	Contribution as a percentage of payroll
Salary increases	3.50%
Investment rate of return	7.50%, net of administrative and investment expenses paid by the T
Retirement age	The rate is 50% at first eligibility, then the rate is 10% per year thereafter, with 100% at age 55 (or first eligible if later)
Mortality	Public Safety 2010 base mortality, projected generationally using mortality improvement scale MP-2020. (Previously, scale MP-2019)
Disability	Annual rates of disability increase males from age 25 to .03% to age 60 at .90% and in females from age 25 at .05% to age 60 at 1.21%
Turnover	None assumed
Cost of living adjustments	1.3% increase each year

*See independent auditor's report*

## Supplementary Information

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Revenues – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	<u>Original Budget Revenues</u>	<u>Transfers</u>	<u>Total Budget Available</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>General property taxes</b>					
Real estate and personal property tax	\$ 39,083,350	\$ -	\$ 39,083,350	\$ 39,102,640	\$ 19,290
<b>Total general property taxes</b>	<u>39,083,350</u>	<u>-</u>	<u>39,083,350</u>	<u>39,102,640</u>	<u>19,290</u>
<b>Intergovernmental</b>					
State of Rhode Island	2,357,291	-	2,357,291	3,244,798	887,507
<b>Total intergovernmental</b>	<u>2,357,291</u>	<u>-</u>	<u>2,357,291</u>	<u>3,244,798</u>	<u>887,507</u>
<b>Licenses, permits, and usage fees</b>					
Business fees	779,037	-	779,037	1,127,286	348,249
Usage fees	1,843,753	-	1,843,753	1,725,405	(118,348)
<b>Total licenses, permits, and usage fees</b>	<u>2,622,790</u>	<u>-</u>	<u>2,622,790</u>	<u>2,852,691</u>	<u>229,901</u>
Fines and interest on late payments	256,500	-	256,500	329,636	73,136
Interest on investments	40,000	-	40,000	23,417	(16,583)
Other revenues	41,150	-	41,150	103,500	62,350
<b>Total revenues</b>	<u>44,401,081</u>	<u>-</u>	<u>44,401,081</u>	<u>45,656,682</u>	<u>1,255,601</u>
<b>Other financing sources</b>					
Use of fund balance	1,674,993	-	1,674,993	-	(1,674,993)
Transfers from other funds	-	-	-	4,812	4,812
<b>Total other financing sources</b>	<u>1,674,993</u>	<u>-</u>	<u>1,674,993</u>	<u>4,812</u>	<u>(1,670,181)</u>
<b>Total revenue and other financing sources</b>	<u>\$46,076,074</u>	<u>\$ -</u>	<u>\$46,076,074</u>	<u>\$45,661,494</u>	<u>\$ (414,580)</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget			Total Available	Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers				
<b><u>General government</u></b>							
<b><i>Town clerk</i></b>							
Department management salary	\$ -	\$ 67,381	\$ 259	\$ 67,640	\$ 67,640	\$ -	\$ -
Deputy clerk	-	45,787	(259)	45,528	45,389	-	139
Staff salaries - AFSCME	-	130,658	2,056	132,714	132,714	-	-
Overtime	-	9,256	(374)	8,882	5,374	-	3,508
Longevity	-	3,850	124	3,974	3,974	-	-
Photocopier lease	-	4,800	-	4,800	4,668	-	132
Recording expenses	-	22,000	9,884	31,884	31,884	-	-
Recodify town code	-	15,000	(7,884)	7,116	4,632	-	2,484
Supplies and misc.	-	9,000	-	9,000	8,943	-	57
<b>Total Town Clerk</b>	<b>-</b>	<b>307,732</b>	<b>3,806</b>	<b>311,538</b>	<b>305,218</b>	<b>-</b>	<b>6,320</b>
<b><i>Town Council</i></b>							
Town council stipends	-	17,500	-	17,500	17,100	-	400
Contingency fund	-	85,000	1,776	86,776	11,831	-	74,945
Advertising/ ordinances	-	25,000	-	25,000	17,478	-	7,522
Supplies and misc.	-	1,200	-	1,200	621	-	579
<b>Total Town Council</b>	<b>-</b>	<b>128,700</b>	<b>1,776</b>	<b>130,476</b>	<b>47,030</b>	<b>-</b>	<b>83,446</b>
<b><i>Board of Canvassers</i></b>							
Board of canvas stipends	-	3,600	-	3,600	2,600	-	1,000
Elections	38,900	65,000	18,265	122,165	39,003	83,162	-
Supplies and misc.	-	4,500	-	4,500	2,048	-	2,452
Computer service	-	2,000	-	2,000	138	-	1,862
<b>Total Board of Canvassers</b>	<b>38,900</b>	<b>75,100</b>	<b>18,265</b>	<b>132,265</b>	<b>43,789</b>	<b>83,162</b>	<b>5,314</b>
<b><i>Town Hall</i></b>							
Heat	-	4,000	201	4,201	4,201	-	-
Electric	-	10,000	(239)	9,761	9,674	-	87
Water and supplies	-	900	(201)	699	682	-	17
Telephone	-	2,800	-	2,800	2,187	-	613
Building maintenance	-	9,000	-	9,000	6,692	-	2,308
<b>Total Town Hall</b>	<b>-</b>	<b>26,700</b>	<b>(239)</b>	<b>26,461</b>	<b>23,436</b>	<b>-</b>	<b>3,025</b>
<b><i>Legal Services</i></b>							
Town solicitor	-	100,000	-	100,000	119,167	-	(19,167)
Litigation	-	60,000	-	60,000	28,606	-	31,394
Prosecutions	-	17,500	-	17,500	12,400	-	5,100
Legal zoning issues	-	30,000	-	30,000	7,052	-	22,948
Labor counsel	-	35,000	-	35,000	26,703	-	8,297
Zoning code review & rewrite	-	15,000	-	15,000	-	-	15,000
<b>Total Legal Services</b>	<b>\$ -</b>	<b>\$ 257,500</b>	<b>\$ -</b>	<b>\$ 257,500</b>	<b>\$ 193,928</b>	<b>\$ -</b>	<b>\$ 63,572</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget			Total Available	Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers				
<b>Planning/Building/Zoning</b>							
Dept mgmt salary - Planner	\$ -	\$ 87,000	\$ 3	\$ 87,003	\$ 87,003	\$ -	\$ -
Salary - Building Official	-	80,000	169	80,169	80,169	-	-
Staff salaries - AFSCME	-	84,700	(172)	84,528	68,881	-	15,647
Zoning Official - PT	-	32,480	-	32,480	23,527	-	8,953
Copy services	-	500	(290)	210	198	-	12
Postage	-	1,500	(876)	624	459	-	165
Automobile expenses	-	2,000	(290)	1,710	1,710	-	-
Education seminars	-	1,300	1,618	2,918	2,918	-	-
Telephone	-	2,000	(720)	1,280	1,260	-	20
Professional/Technical services	-	2,000	(609)	1,391	1,391	-	-
Supplies and misc.	-	3,000	522	3,522	3,291	-	231
Software maintenance	-	11,333	645	11,978	11,978	-	-
<b>Total Planning/Building/Zoning</b>	<b>-</b>	<b>307,813</b>	<b>-</b>	<b>307,813</b>	<b>282,785</b>	<b>-</b>	<b>25,028</b>
<b>Planning Board</b>							
Professional/Tech services	-	10,000	(80)	9,920	7,086	-	2,834
Subdivision regs amendment advertising	-	3,000	-	3,000	1,296	-	1,704
<b>Total Planning Board</b>	<b>-</b>	<b>13,000</b>	<b>(80)</b>	<b>12,920</b>	<b>8,382</b>	<b>-</b>	<b>4,538</b>
<b>Zoning Board of Review</b>							
Public stenographer	-	4,500	80	4,580	4,580	-	-
<b>Total Zoning Board of Review</b>	<b>-</b>	<b>4,500</b>	<b>80</b>	<b>4,580</b>	<b>4,580</b>	<b>-</b>	<b>-</b>
<b>Town Sergeant</b>							
Town sergeant stipend	-	500	250	750	750	-	-
<b>Total Town Sergeant</b>	<b>-</b>	<b>500</b>	<b>250</b>	<b>750</b>	<b>750</b>	<b>-</b>	<b>-</b>
<b>Financial Town Referendum</b>							
Financial town referendum	-	33,000	(28,265)	4,735	4,735	-	-
<b>Total Financial Town Referendum</b>	<b>\$ -</b>	<b>\$ 33,000</b>	<b>\$ (28,265)</b>	<b>\$ 4,735</b>	<b>\$ 4,735</b>	<b>\$ -</b>	<b>\$ -</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget			Total Available	Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers				
<b><i>Town Administrator</i></b>							
Dept mgmt salary	\$ -	\$ 95,000	\$ (638)	\$ 94,362	\$ 91,050	\$ -	\$ 3,312
Personnel svcs	-	46,298	638	46,936	46,936	-	-
Photocopier lease	-	900	-	900	840	-	60
Automobile expenses	-	400	-	400	-	-	400
Town wide internet svcs	-	3,100	805	3,905	3,905	-	-
Website	-	5,400	21	5,421	5,421	-	-
League of cities & towns	-	10,000	-	10,000	7,272	-	2,728
Supplies and misc.	-	1,500	-	1,500	245	-	1,255
Computer services	-	25,000	(1,435)	23,565	20,459	-	3,106
Expense account	-	500	-	500	74	-	426
<b><i>Total Town Administrator</i></b>	<b>-</b>	<b>188,098</b>	<b>(609)</b>	<b>187,489</b>	<b>176,202</b>	<b>-</b>	<b>11,287</b>
<b><i>Municipal Court</i></b>							
Municipal court judge	-	12,500	-	12,500	12,500	-	-
Computer software maintenance	-	6,000	-	6,000	6,000	-	-
<b><i>Total Municipal Court</i></b>	<b>-</b>	<b>18,500</b>	<b>-</b>	<b>18,500</b>	<b>18,500</b>	<b>-</b>	<b>-</b>
<b><i>Probate account</i></b>							
Probate court judge	-	8,500	-	8,500	8,486	-	14
Recording expenses	-	2,000	(2,000)	-	-	-	-
Supplies and misc	-	1,000	-	1,000	858	-	142
Program software	-	600	-	600	395	-	205
<b><i>Total Probate Court</i></b>	<b>-</b>	<b>12,100</b>	<b>(2,000)</b>	<b>10,100</b>	<b>9,739</b>	<b>-</b>	<b>361</b>
<b><i>Total General Government</i></b>	<b>\$ 38,900</b>	<b>\$ 1,373,243</b>	<b>\$ (7,016)</b>	<b>\$ 1,405,127</b>	<b>\$ 1,119,074</b>	<b>\$ 83,162</b>	<b>\$ 202,891</b>

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**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget				Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances		Transfers	Total Available			
	Carried to FY 21	Original Budget					
<b><i>Finance and administration</i></b>							
<b><i>Tax Assessor</i></b>							
Dept mgmt salary	\$ -	\$ 76,592	\$ 295	\$ 76,887	\$ 76,887	\$ -	\$ -
Staff salaries - AFSCME	-	67,250	239	67,489	67,489	-	-
Longevity	-	4,125	-	4,125	4,034	-	91
Printing	-	2,200	28	2,228	2,228	-	-
GIS web hosting	-	3,000	300	3,300	3,300	-	-
GIS update / data layers	-	3,500	(300)	3,200	3,099	-	101
Mileage	-	800	(400)	400	142	-	258
Education / seminars	-	900	(323)	577	435	-	142
Telephone	-	1,200	-	1,200	756	-	444
Professional / tech svcs	-	1,000	(450)	550	477	-	73
Publications	-	150	-	150	52	-	98
Supplies and misc.	-	3,000	850	3,850	3,795	-	55
Software maint	-	4,500	-	4,500	4,344	-	156
<b>Total Tax Assessor</b>	-	<b>168,217</b>	<b>239</b>	<b>168,456</b>	<b>167,038</b>	-	<b>1,418</b>
<b>Revaluation - Restricted</b>	218,505	30,000	-	248,505	218,704	29,801	-
<b>Total Revaluation - Restricted</b>	218,505	30,000	-	248,505	218,704	29,801	-
<b><i>Treasurer</i></b>							
Dept mgmt salary	-	73,851	285	74,136	74,136	-	-
Staff salaries - AFSCME	-	88,980	342	89,322	89,322	-	-
Longevity	-	1,275	89	1,364	1,364	-	-
Office equip	-	600	6	606	606	-	-
Education / seminars	-	400	(285)	115	-	-	115
Telephone	-	900	-	900	756	-	144
Computerized payroll	-	19,000	(489)	18,511	18,511	-	-
ACA Reporting	-	3,000	-	3,000	2,938	-	62
Consultant - GASB 45	-	5,000	(1,000)	4,000	4,000	-	-
Consulting services	-	3,000	2,000	5,000	5,000	-	-
Supplies and misc.	-	2,750	(89)	2,661	2,651	-	10
Software maint	-	2,750	(516)	2,234	1,989	-	245
<b>Total Treasurer</b>	-	<b>201,506</b>	<b>342</b>	<b>201,848</b>	<b>201,273</b>	-	<b>576</b>
<b><i>Tax Collector</i></b>							
Dept mgmt salary	-	34,051	819	34,870	34,870	-	-
Staff salaries - AFSCME	-	67,250	239	67,489	67,489	-	-
Longevity	-	3,830	204	4,034	4,034	-	-
Tax Bills - Print & Mail	-	41,840	-	41,840	30,346	-	11,494
Postage	-	2,200	-	2,200	2,175	-	25
Telephone	-	700	240	940	928	-	12
Consulting svcs	-	6,000	(240)	5,760	1,753	-	4,007
Supplies and misc.	-	2,500	-	2,500	2,042	-	458
Software maint	-	5,000	-	5,000	4,386	-	614
<b>Total Tax Collector</b>	\$ -	\$ 163,371	\$ 1,262	\$ 164,633	\$ 148,023	\$ -	\$ 16,610

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**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget			Total Available	Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers				
<b>Tax sale</b>							
Tax sale	\$ -	\$ 3,000	\$ -	\$ 3,000	\$ -	\$ -	\$ 3,000
<b>Total Tax sale</b>	-	3,000	-	3,000	-	-	3,000
<b>Insurance</b>							
ER - health savings contribution	-	140,000	-	140,000	113,125	-	26,875
Group health ins. - active	-	1,620,000	(1,241)	1,618,759	1,450,260	-	168,499
Group health ins - retired	-	840,000	1,241	841,241	841,241	-	-
Dental ins - active	-	70,000	-	70,000	61,630	-	8,370
Dental ins - retired	-	24,000	-	24,000	17,544	-	6,456
Life ins - active	-	30,000	-	30,000	26,056	-	3,944
Town bldgs / personal prop	-	300,000	-	300,000	289,248	-	10,752
Workmen's comp insurance	-	110,000	-	110,000	91,054	-	18,946
<b>Total Insurance</b>	-	3,134,000	-	3,134,000	2,890,158	-	243,842
<b>Independent Audit</b>							
Audit services	-	25,000	-	25,000	22,250	-	2,750
<b>Total Independent Audit</b>	-	25,000	-	25,000	22,250	-	2,750
<b>Pension plans</b>							
Special retirement	-	8,500	-	8,500	8,000	-	500
Fire pension - 1534	-	491,802	-	491,802	473,099	-	18,703
Pension plan - police	-	700,000	-	700,000	700,000	-	-
ERSRI - pension 1532	-	32,951	-	32,951	28,630	-	4,321
TIAA CREF - 1532	-	12,674	-	12,674	11,926	-	748
ERSRI - pension 1538	-	121,813	-	121,813	113,353	-	8,460
TIAA CREF - 1538	-	12,986	371	13,357	13,357	-	-
<b>Total Pension plans</b>	-	1,380,726	371	1,381,097	1,348,365	-	32,732
<b>Social security</b>							
Social security and medicare	-	583,731	-	583,731	546,612	-	37,119
<b>Total Social security</b>	-	583,731	-	583,731	546,612	-	37,119
<b>Unemployment security</b>							
Unemployment security	-	15,000	-	15,000	(469)	-	15,469
<b>Total Unemployment security</b>	-	15,000	-	15,000	(469)	-	15,469
<b>Unfunded liability</b>							
Unfunded liability	-	100,000	-	100,000	16,910	-	83,090
<b>Total Unfunded liability</b>	-	100,000	-	100,000	16,910	-	83,090
<b>Total Finance Administration</b>	\$ 218,505	\$ 5,804,551	\$ 2,215	\$ 6,025,271	\$ 5,558,864	\$ 29,801	\$ 436,606

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget			Total Available	Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers				
<b><i>Public Safety</i></b>							
<b><i>Fire Department</i></b>							
Dept management salary	\$ -	\$ 83,851	\$ (15,000)	\$ 68,851	\$ 64,815	\$ -	\$ 4,036
Personnel services	-	1,672,240	(35,000)	1,637,240	1,633,945	-	3,295
Staff salaries	-	51,980	200	52,180	52,180	-	-
Overtime	-	150,000	40,000	190,000	188,965	-	1,035
Shift differential	-	7,600	(3,000)	4,600	2,386	-	2,214
Holiday pay	-	88,966	(1,456)	87,510	87,461	-	49
Longevity	-	70,260	(7,800)	62,460	62,414	-	46
EMS incentive	-	101,010	(300)	100,710	100,155	-	555
Fire marshall inspections	-	66,176	256	66,432	66,432	-	-
Clothing allowance	-	43,000	1,300	44,300	44,285	-	15
Recruiting process	-	4,000	(710)	3,290	2,925	-	365
Equipment svcs contract	-	33,954	(2,000)	31,954	31,950	-	4
Radio maintenance	-	13,000	1,210	14,210	14,208	-	2
Minor equip replacements	-	14,000	(2,090)	11,910	11,396	-	514
Heat	-	15,000	(1,410)	13,590	13,266	-	324
Sewer fee	-	1,200	(250)	950	831	-	119
Electric	-	11,500	630	12,130	12,130	-	-
Water and supplies	-	1,800	400	2,200	2,112	-	88
Education allowance	-	6,750	800	7,550	7,541	-	9
Firefighter training	-	10,000	-	10,000	9,923	-	77
Telephone	-	30,000	8,370	38,370	37,715	-	655
Medical Director - EMS	-	8,000	-	8,000	8,000	-	-
Medical physicals	-	6,000	(6,000)	-	-	-	-
Medical supplies	-	38,500	(2,000)	36,500	35,822	-	678
Personal and protective gear	-	11,000	825	11,825	11,808	-	17
Supplies and misc.	-	5,500	(1,200)	4,300	4,046	-	254
Software maint	-	6,000	3,200	9,200	8,440	-	760
Fuel oil and tires	-	60,000	-	60,000	59,101	-	899
Apparatus maintenance	-	45,000	25,710	70,710	70,710	-	-
Equipment testing	-	9,000	-	9,000	8,905	-	95
Station maintenance	-	21,000	(4,685)	16,315	15,155	-	1,160
<b>Total Fire Department</b>	<b>\$ -</b>	<b>\$ 2,686,287</b>	<b>\$ -</b>	<b>\$ 2,686,287</b>	<b>\$ 2,669,022</b>	<b>\$ -</b>	<b>\$ 17,265</b>

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TOWN OF TIVERTON, RHODE ISLAND

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2021

	Original Budget					Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers	Total Available	Actual		
<b>Police Department</b>							
Dept Mgmt Salary	\$ -	\$ 91,291	\$ 730	\$ 92,021	\$ 92,021	\$ -	\$ -
Personnel Svcs	-	1,821,086	(43,774)	1,777,312	1,658,966	-	118,346
Staff Salaries - AFSCME	-	567,729	-	567,729	538,280	-	29,449
Deputy Chief	-	53,000	-	53,000	52,049	-	951
Overtime	-	170,000	39,274	209,274	209,274	-	-
Shift Differential	-	16,500	-	16,500	13,286	-	3,214
Out of Rank	-	1,500	-	1,500	93	-	1,407
Holiday pay	-	158,000	-	158,000	123,439	-	34,561
Longevity	-	85,000	-	85,000	80,982	-	4,018
Education Incentive	-	55,000	(1,673)	53,327	46,738	-	6,589
Accreditation Stipend	-	15,000	4,500	19,500	19,500	-	-
Sick Leave Buy Back	-	25,000	-	25,000	14,583	-	10,417
Clothing Allowance	-	60,000	(1,310)	58,690	56,479	-	2,211
In-Service Training	-	15,000	1,231	16,231	16,231	-	-
Employee assistance program	-	1,800	-	1,800	1,800	-	-
Uniform Equip. Replacement	-	6,000	(2,404)	3,596	3,102	-	494
Animal Shelter	-	27,300	-	27,300	27,287	-	13
Animal Controls Expenses	-	500	-	500	205	-	295
Tires, Parts, & Maintenance	-	18,500	6,002	24,502	24,502	-	-
Operations, Ammor and Photo Supp	-	18,000	(368)	17,632	17,497	-	135
Chief's Misc Expenses	-	1,500	17	1,517	1,517	-	-
Software	-	32,900	2,164	35,064	35,064	-	-
State Qualifications	-	3,500	(1,450)	2,050	2,050	-	-
Taser assurance maint program	-	19,410	-	19,410	19,410	-	-
Heat	-	9,000	(2,350)	6,650	6,650	-	-
Electric	-	23,000	1,111	24,111	24,111	-	-
Water and Supplies	-	3,000	(800)	2,200	2,054	-	146
Prisoner Meals	-	600	-	600	600	-	-
Education / Seminars	-	45,000	(10,008)	34,992	34,992	-	-
Radio, Communications	-	5,000	1,185	6,185	6,185	-	-
Telephone	-	17,000	1,917	18,917	18,608	-	309
Medical Supplies	-	1,000	260	1,260	1,079	-	181
Code Red System	-	2,500	-	2,500	2,500	-	-
Physiological Testing	-	2,500	1,200	3,700	3,525	-	175
Supplies and Misc	-	11,500	(277)	11,223	11,155	-	68
IT/Computer services	-	20,000	11,450	31,450	31,394	-	56
Fuel, Oil, Tires	-	63,000	(5,897)	57,103	57,061	-	42
Station Maintenance	-	12,000	-	12,000	11,787	-	213
Resource Officer - School	-	(62,000)	-	(62,000)	(58,019)	-	(3,981)
<b>Total Police Department</b>	-	3,416,616	730	3,417,346	3,208,037	-	209,308
<b>Harbor Commission</b>							
DEM Water Quality Certificate	-	300	-	300	-	-	300
<b>Total Harbor Commission</b>	\$ -	\$ 300	\$ -	\$ 300	\$ -	\$ -	\$ 300
<b>Harbor Master</b>							
Harbormaster stipend	-	6,375	-	6,375	6,375	-	-
Assistant Harbormaster	-	2,500	-	2,500	208	-	2,292
Uniforms / clothing	-	300	-	300	-	-	300
Misc operating supplies	-	15,760	-	15,760	16,299	-	(539)
Radio communications	-	750	-	750	802	-	(52)
Computer software	-	1,500	-	1,500	316	-	1,184
Supplies and misc	-	2,800	-	2,800	576	-	2,224
<b>Total Harbor Master</b>	-	29,985	-	29,985	24,576	-	5,409
<b>Street lighting</b>							
Lighting expense	-	70,000	239	70,239	70,239	-	-
<b>Total Street lighting</b>	-	70,000	239	70,239	70,239	-	-
<b>Hydrant Service</b>							
North Tiverton & Stone Bridge	-	1,600	-	1,600	1,600	-	-
<b>Total Hydrant Service</b>	-	1,600	-	1,600	1,600	-	-
<b>Total Public Safety</b>	\$ -	\$ 6,204,788	\$ 969	\$ 6,205,757	\$ 5,973,474	\$ -	\$ 232,282

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**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget			Total Available	Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers				
<b>Health and Human Services</b>							
<i>Senior Citizens Center</i>							
Dept mgmt salary	\$ -	\$ 58,366	\$ 225	\$ 58,591	\$ 58,591	\$ -	-
Staff salaries AFSCME	-	17,950	69	18,019	18,019	-	-
Bus service	-	13,000	(1,425)	11,575	1,719	-	9,856
Heat	-	3,200	-	3,200	2,409	-	791
Electric	-	4,000	-	4,000	2,784	-	1,216
Water and supplies	-	300	-	300	96	-	204
Repairs, Maint.&Gas Vehicles	-	750	-	750	342	-	408
Education/ Seminars	-	500	-	500	-	-	500
Telephone	-	700	-	700	627	-	73
Agency dues and devel.	-	975	-	975	87	-	888
Supplies and misc.	-	13,750	(1,200)	12,550	3,999	-	8,551
My senior center	-	1,200	-	1,200	1,200	-	-
Building maintenance	-	7,000	2,400	9,400	7,876	-	1,524
<b>Total Senior Citizens Center</b>	-	<b>121,691</b>	<b>69</b>	<b>121,760</b>	<b>97,749</b>	-	<b>24,011</b>
<i>Economic Development Committee</i>							
Supplies and misc.	-	500	187	687	687	-	-
<b>Total Economic Development Committee</b>	-	<b>500</b>	<b>187</b>	<b>687</b>	<b>687</b>	-	-
<i>Boards and Commissions</i>							
Historical cemetery comm	-	3,300	-	3,300	2,190	-	1,110
Arts council	-	500	48	548	548	-	-
Open space commission	-	3,000	374	3,374	3,374	-	-
Conservation commission	-	500	(148)	352	150	-	202
Fort barton park	-	1,500	148	1,648	1,648	-	-
Tree commission	-	500	-	500	35	-	465
Recycling commission	-	150	-	150	-	-	150
Personnel Board	-	250	-	250	195	-	55
Historical preservation advisory Bd	-	500	-	500	470	-	30
Budget Committee	-	2,000	-	2,000	1,050	-	950
<b>Total Boards and Commissions</b>	\$ -	\$ <b>12,200</b>	\$ <b>422</b>	\$ <b>12,622</b>	\$ <b>9,660</b>	\$ -	\$ <b>2,962</b>
<i>Civic Appropriations</i>							
Newport county visiting nurse	\$ -	\$ 5,000	\$ -	\$ 5,000	\$ 5,000	\$ -	\$ -
East bay community action plan	-	5,000	-	5,000	5,000	-	-
Newport County Women's Res. Ctr	-	500	-	500	500	-	-
Eastern ri conservation district	-	1,000	-	1,000	1,000	-	-
Pocasset Cemetery - Vets Plot	-	300	-	300	300	-	-
Fire - Community Training	-	1,250	-	1,250	1,239	-	11
Tiverton Garden Club	-	500	-	500	500	-	-
<b>Total Civic Appropriations</b>	-	<b>13,550</b>	-	<b>13,550</b>	<b>13,539</b>	-	<b>11</b>
<i>Library Services</i>							
Appropriation	-	585,001	-	585,001	585,001	-	-
<b>Total Library Services</b>	-	<b>585,001</b>	-	<b>585,001</b>	<b>585,001</b>	-	-
<b>Total Health and Human Services</b>	\$ -	\$ <b>732,942</b>	\$ <b>678</b>	\$ <b>733,620</b>	\$ <b>706,636</b>	\$ -	\$ <b>26,985</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget				Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers	Total Available			
<b>Public Works</b>							
<b>Town Maintenance</b>							
Staff salaries - AFSCME	\$ -	\$ 98,910	\$ 374	\$ 99,284	\$ 99,284	\$ -	\$ -
Longevity	-	2,975	-	2,975	2,967	-	8
Maint/Laborer-Seasonal	-	10,000	-	10,000	-	-	10,000
Uniform rental	-	630	-	630	600	-	30
Tool replacement	-	1,100	-	1,100	760	-	340
Misc operating supplies	-	1,040	-	1,040	534	-	506
Fuel, oil, tires	-	3,300	450	3,750	3,693	-	57
<b>Total Town Maintenance</b>	-	<b>117,955</b>	<b>824</b>	<b>118,779</b>	<b>107,838</b>	-	<b>10,941</b>
<b>Rubbish / Recycling collection</b>							
Contracted services	-	738,400	1,075	739,475	739,472	-	3
<b>Total Rubbish / Recycling collection</b>	-	<b>738,400</b>	<b>1,075</b>	<b>739,475</b>	<b>739,472</b>	-	<b>3</b>
<b>Landfill</b>							
Personnel services	-	99,112	2,580	101,692	101,692	-	-
Overtime	-	2,885	300	3,185	2,453	-	732
Longevity	-	2,626	-	2,626	2,550	-	76
Sick leave buy back	-	4,900	-	4,900	2,673	-	2,227
Clothing allowance	-	320	-	320	300	-	20
Uniform rental	-	630	40	670	641	-	29
Landfill equip rent / cover	-	30,000	2,200	32,200	31,772	-	428
Electric	-	420	-	420	176	-	244
Engineering testing permits	-	54,000	14,500	68,500	68,155	-	345
Transfer Station/Recycling plan study	-	20,000	(14,500)	5,500	5,235	-	265
Fuel, oil, tires	-	9,000	1,500	10,500	10,368	-	132
Bulldozer repairs	-	40,000	102,086	142,086	142,086	-	-
On-site wastewater mgmt	-	20,000	1,200	21,200	18,365	-	2,835
<b>Total Landfill</b>	-	<b>283,893</b>	<b>109,906</b>	<b>393,799</b>	<b>386,466</b>	-	<b>7,333</b>
<b>Public Works</b>							
Dept management salary	-	88,434	340	88,774	88,774	-	-
Personnel services	-	444,000	(73,992)	370,008	348,692	21,315	-
Staff salaries - AFSCME	-	51,979	200	52,179	52,179	-	-
Overtime	-	55,000	(1,375)	53,625	43,739	9,886	-
Longevity	-	5,960	-	5,960	3,036	2,924	-
Sick leave buy back	-	15,400	-	15,400	1,274	14,126	-
Clothing allowance	-	1,840	-	1,840	1,301	539	-
Uniform rental	-	4,200	-	4,200	3,546	654	-
Snow removal	-	78,000	(38,280)	39,720	10,243	29,477	-
Construction supplies	-	8,500	389	8,889	8,889	-	-
Tree removal	-	10,000	-	10,000	5,888	4,112	-
Minor equip replacements	-	108,630	(2,200)	106,430	83,172	23,258	-
Shop tools	-	9,000	-	9,000	8,493	507	-
Sand, salt, gravel, and pipe	-	95,000	1,100	96,100	94,641	1,459	-
Paving account	186,994	-	-	186,994	197,916	(10,922)	-
Line painting	-	2,000	1,037	3,037	3,037	-	-
Stormwater management	-	8,000	-	8,000	4,090	3,910	-
Heat	-	8,860	-	8,860	7,587	1,273	-
Electric	-	5,300	-	5,300	4,517	783	-
Water / Sewer	-	1,300	250	1,550	1,385	165	-
Continuing education/licenses	-	3,060	-	3,060	2,173	887	-
Radio communications	-	4,000	-	4,000	3,948	52	-
Telephone	-	1,600	280	1,880	1,856	24	-
Highway signs	-	3,600	-	3,600	2,800	800	-
Supplies & misc	-	6,740	500	7,240	7,085	155	-
IT/Computer services	-	8,200	3,100	11,300	6,585	4,715	-
Fuel oil tires	-	52,000	-	52,000	51,378	622	-
<b>Total Public Works</b>	<b>186,994</b>	<b>1,080,603</b>	<b>(108,651)</b>	<b>1,158,946</b>	<b>1,048,224</b>	<b>110,721</b>	<b>-</b>
<b>Total Public Works</b>	<b>\$ 186,994</b>	<b>\$ 2,220,851</b>	<b>\$ 3,154</b>	<b>\$ 2,410,999</b>	<b>\$ 2,282,000</b>	<b>\$ 110,721</b>	<b>\$ 18,277</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Detailed Budgetary Comparison Schedule - General Fund  
Schedule of Expenditures – Budget and Actual (Budgetary Basis)

*For the Year Ended June 30, 2021*

	Original Budget			Total Available	Actual	Encumbrances Carried to FY 22	Variance Favorable (Unfavorable)
	Encumbrances Carried to FY 21	Original Budget	Transfers				
<b><u>Parks and Recreation</u></b>							
<i>Town Beaches</i>							
Seasonal employees	\$ -	\$ 24,910	\$ 4,569	\$ 29,479	\$ 28,654	\$ -	\$ 825
Misc operating supplies	-	6,399	431	6,830	6,830	-	-
<b>Total Town Beaches</b>	<b>-</b>	<b>31,309</b>	<b>5,000</b>	<b>36,309</b>	<b>35,484</b>	<b>-</b>	<b>825</b>
<i>Recreation Commission</i>							
Recreation director	-	15,300	(5,000)	10,300	9,272	-	1,028
Supplies and misc	-	1,500	-	1,500	988	-	512
<b>Total Recreation Commission</b>	<b>-</b>	<b>16,800</b>	<b>(5,000)</b>	<b>11,800</b>	<b>10,260</b>	<b>-</b>	<b>1,540</b>
<i>Maint, supplies, and mowing</i>							
Mowing services	-	29,900	3,600	33,500	33,481	-	19
Field rehabilitation	-	7,910	-	7,910	3,078	-	4,832
Preventive maintenance	-	8,000	(3,600)	4,400	-	-	4,400
Recreation area rentals	-	11,500	-	11,500	4,040	-	7,460
<b>Total Maint, supplies, and mowing</b>	<b>-</b>	<b>57,310</b>	<b>-</b>	<b>57,310</b>	<b>40,599</b>	<b>-</b>	<b>16,711</b>
<b>Total Parks and Recreation</b>	<b>\$ -</b>	<b>\$ 105,419</b>	<b>\$ -</b>	<b>\$ 105,419</b>	<b>\$ 86,343</b>	<b>\$ -</b>	<b>\$ 19,076</b>
<b><u>Capital Leases</u></b>							
<i>Capital Leases</i>							
2 Ford Plow Trucks	-	54,533	-	54,533	54,533	-	-
FD - Engine 1	-	57,652	-	57,652	57,652	-	-
FD - Rescue 1	-	59,008	-	59,008	59,008	-	-
Streetlight Purchase & Conversion	-	57,953	-	57,953	57,953	-	-
Capital Reserve (Restricted)	514,568	-	-	514,568	77,841	436,727	-
<b>Total Capital Leases</b>	<b>514,568</b>	<b>229,146</b>	<b>-</b>	<b>743,714</b>	<b>306,987</b>	<b>436,727</b>	<b>-</b>
<b>Total Capital Leases</b>	<b>\$ 514,568</b>	<b>\$ 229,146</b>	<b>\$ -</b>	<b>\$ 743,714</b>	<b>\$ 306,987</b>	<b>\$ 436,727</b>	<b>\$ -</b>
<b><u>Debt service</u></b>							
Principal	-	3,260,000	-	3,260,000	3,260,000	-	-
Interest	-	1,493,380	-	1,493,380	1,493,380	-	-
<b>Total Debt service</b>	<b>\$ -</b>	<b>\$ 4,753,380</b>	<b>\$ -</b>	<b>\$ 4,753,380</b>	<b>\$ 4,753,380</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total expenditures</b>	<b>\$ 958,967</b>	<b>\$ 21,424,320</b>	<b>\$ -</b>	<b>\$ 22,383,287</b>	<b>\$ 20,786,758</b>	<b>\$ 660,411</b>	<b>\$ 936,116</b>
<b><u>Other Financing Uses</u></b>							
Transfers to school	-	24,651,754	-	24,651,754	24,651,754	-	-
<b>Total Expenditures &amp; Financing Uses</b>	<b>\$ 958,967</b>	<b>\$ 46,076,074</b>	<b>\$ -</b>	<b>\$ 47,035,041</b>	<b>\$ 45,438,512</b>	<b>\$ 660,411</b>	<b>\$ 936,116</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Combining Governmental Non-Major Balance Sheet

*June 30, 2021*

	<b>Town Special Revenue</b>	<b>School Special Revenue</b>	<b>Capital Projects</b>	<b>Debt Service Fund</b>	<b>Total Non-Major Governmental Funds</b>
<b>Assets</b>					
Cash and cash equivalents	\$ 17,730	\$ 351,371	\$ 453,742	\$ 531,036	\$ 1,353,879
Investments	279,622	-	-	-	279,622
Due from other governments	-	24,478	-	-	24,478
Due from other funds	1,152,969	-	3,019,645	29,696	4,202,310
Total assets	<u>1,450,321</u>	<u>375,849</u>	<u>3,473,387</u>	<u>560,732</u>	<u>5,860,289</u>
<b>Deferred outflows of resources</b>					
Deferred outflows	-	-	-	-	-
Total assets and deferred outflows of resources	<u>1,450,321</u>	<u>375,849</u>	<u>3,473,387</u>	<u>560,732</u>	<u>5,860,289</u>
<b>Liabilities</b>					
Accounts payable and accrued expenses	-	39,893	-	-	39,893
Due to other funds	308,973	15,595	28,725	-	353,293
Total liabilities	<u>308,973</u>	<u>55,488</u>	<u>28,725</u>	<u>-</u>	<u>393,186</u>
<b>Deferred inflows of resources</b>					
Unearned revenue	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance</b>					
Restricted	459,046	136,310	2,990,477	-	3,585,833
Committed	991,275	-	425,017	560,732	1,977,024
Assigned	-	184,051	-	-	184,051
Unassigned	(308,973)	-	29,168	-	(279,805)
Total fund balance	<u>1,141,348</u>	<u>320,361</u>	<u>3,444,662</u>	<u>560,732</u>	<u>5,467,103</u>
Town liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,450,321</u>	<u>\$ 375,849</u>	<u>\$ 3,473,387</u>	<u>\$ 560,732</u>	<u>\$ 5,860,289</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Combining Non-Major Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances

*For the Year Ended June 30, 2021*

	<b>Town Special Revenue</b>	<b>School Special Revenue</b>	<b>Capital Projects</b>	<b>Debt Service Fund</b>	<b>Total Non-Major Governmental Funds</b>
<b>Revenues</b>					
Federal and state grant income	\$ 99,562	\$ 1,635,169	\$ -	\$ -	\$ 1,734,731
Other revenue	1,428,805	106,697	2,990,477	-	4,525,979
Investment income	-	-	164	107	271
Total revenue	<u>1,528,367</u>	<u>1,741,866</u>	<u>2,990,641</u>	<u>107</u>	<u>6,260,981</u>
<b>Expenditures</b>					
General government	19,568	-	-	-	19,568
Public safety	1,275,993	-	-	-	1,275,993
Public works	-	-	3,888	-	3,888
Education	-	1,865,207	-	-	1,865,207
Health and human services	220,700	-	-	-	220,700
Parks and recreation	280,325	-	-	-	280,325
Total Expenditures	<u>1,796,586</u>	<u>1,865,207</u>	<u>3,888</u>	<u>-</u>	<u>3,665,681</u>
Excess (deficiency) of revenues over expenditures	(268,219)	(123,341)	2,986,753	107	2,595,300
<b>Other financing sources (uses)</b>					
Transfers from (to) other funds	-	173,524	-	-	173,524
Total other financing sources (uses)	<u>-</u>	<u>173,524</u>	<u>-</u>	<u>-</u>	<u>173,524</u>
<b>Excess of revenue and other sources over expenditures and other uses</b>	(268,219)	50,183	2,986,753	107	2,768,824
Fund balance, July 1, 2020, restated	<u>1,409,567</u>	<u>270,178</u>	<u>457,909</u>	<u>560,625</u>	<u>2,698,279</u>
Fund balance, June 30, 2021	<u>\$ 1,141,348</u>	<u>\$ 320,361</u>	<u>\$ 3,444,662</u>	<u>\$ 560,732</u>	<u>\$ 5,467,103</u>

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - Town - Combining Balance Sheet

June 30, 2021

	<b>200</b>	<b>202</b>	<b>208</b>	<b>210</b>	<b>212</b>	<b>213</b>
	<b>Fire Detection</b>	<b>Meds Grant</b>	<b>SAMHSA</b>	<b>Substance</b>	<b>PD Crime</b>	<b>State and Local</b>
	<b>Fund</b>	<b></b>	<b>DFC</b>	<b>Abuse</b>	<b>Prevention</b>	<b>Drug Forfeiture</b>
<b>Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	21,860	22,743	-	51,601	7,898	2,745
Total assets	21,860	22,743	-	51,601	7,898	2,745
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
Total outflows of resources and assets	21,860	22,743	-	51,601	7,898	2,745
<b>Liabilities</b>						
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-
<b>Deferred Inflows of Resources</b>						
Deferred revenue	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-
<b>Fund Balances</b>						
<i>Restricted for:</i>						
Restricted	-	-	-	51,601	7,898	2,745
Committed	21,860	22,743	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances (deficits)	21,860	22,743	-	51,601	7,898	2,745
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ 21,860	\$ 22,743	\$ -	\$ 51,601	\$ 7,898	\$ 2,745

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - Town - Combining Balance Sheet

June 30, 2021

	<b>215 Police Leg Grant</b>	<b>216 Byrne Stimulus</b>	<b>222 NCPC Grant</b>	<b>223 NCPC Grant Unrestricted</b>	<b>224 PFS Grant</b>
<b>Assets</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investment	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	1,782	38,404	-	-	-
<b>Total assets</b>	<b>1,782</b>	<b>38,404</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deferred Outflows of Resources</b>					
None	-	-	-	-	-
<b>Total outflows of resources and assets</b>	<b>1,782</b>	<b>38,404</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Liabilities</b>					
Due to other funds	-	-	40,577	-	29,716
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>40,577</b>	<b>-</b>	<b>29,716</b>
<b>Deferred Inflows of Resources</b>					
Deferred revenue	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>					
<i>Restricted for:</i>					
Restricted	1,782	38,404	-	-	-
Committed	-	-	-	-	-
Unassigned	-	-	(40,577)	-	(29,716)
<b>Total fund balances (deficits)</b>	<b>1,782</b>	<b>38,404</b>	<b>(40,577)</b>	<b>-</b>	<b>(29,716)</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 1,782</b>	<b>\$ 38,404</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - Town - Combining Balance Sheet

*June 30, 2021*

	<b>225 Tiverton PC</b>	<b>227 NPC SOR Grant</b>	<b>228 Local Task Force</b>	<b>229 Van Beuren Grant</b>	<b>230 Senior Center</b>	<b>232 Senior Center Waite Account</b>
<b>Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	266	595
Total assets	-	-	-	-	266	595
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
Total outflows of resources and assets	-	-	-	-	266	595
<b>Liabilities</b>						
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-
<b>Deferred Inflows of Resources</b>						
Deferred revenue	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-
<b>Fund Balances</b>						
<i>Restricted for:</i>						
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	266	595
Unassigned	-	-	-	-	-	-
Total fund balances (deficits)	-	-	-	-	266	595
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ -	\$ -	\$ -	\$ -	\$ 266	\$ 595

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - Town - Combining Balance Sheet

*June 30, 2021*

	<b>250</b>	<b>252</b>	<b>254</b>	<b>255</b>	<b>260</b>	<b>262</b>
	<b>North Tiverton</b>	<b>Bulgarmarsh</b>	<b>Town Farm</b>		<b>Historical</b>	
	<b>Contam. Award</b>	<b>Park</b>	<b>Playground</b>	<b>Recycling</b>	<b>Records</b>	<b>Land Evidence</b>
<b>Assets</b>						
Cash and cash equivalents	\$ 17,730	\$ -	\$ -	\$ -	\$ -	\$ -
Investment	279,622	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	59,264	121	-	4,147	33,962	120,949
<b>Total assets</b>	<b>356,616</b>	<b>121</b>	<b>-</b>	<b>4,147</b>	<b>33,962</b>	<b>120,949</b>
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
<b>Total outflows of resources and assets</b>	<b>356,616</b>	<b>121</b>	<b>-</b>	<b>4,147</b>	<b>33,962</b>	<b>120,949</b>
<b>Liabilities</b>						
Due to other funds	-	-	196,495	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>196,495</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>						
Deferred revenue	-	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>						
<i>Restricted for:</i>						
Restricted	356,616	-	-	-	-	-
Committed	-	121	-	4,147	33,962	120,949
Unassigned	-	-	(196,495)	-	-	-
<b>Total fund balances (deficits)</b>	<b>356,616</b>	<b>121</b>	<b>(196,495)</b>	<b>4,147</b>	<b>33,962</b>	<b>120,949</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 356,616</b>	<b>\$ 121</b>	<b>\$ -</b>	<b>\$ 4,147</b>	<b>\$ 33,962</b>	<b>\$ 120,949</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**  
 Supplementary Information  
 Special Revenue Funds - Town - Combining Balance Sheet  
 June 30, 2021

	<b>264</b>	<b>266</b>	<b>268</b>	<b>270</b>	<b>272</b>
	<b>Open Space</b>	<b>Vicious Dog</b>	<b>Open Space</b>	<b>Pocasset</b>	<b>Pocasset Ridge</b>
	<b>Acquisition</b>		<b>Stewardship</b>	<b>Stewardship</b>	<b>Conservation</b>
<b>Assets</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	694,562	49,436	1,954	10,106	26
Total assets	<u>694,562</u>	<u>49,436</u>	<u>1,954</u>	<u>10,106</u>	<u>26</u>
<b>Deferred Outflows of Resources</b>					
None	-	-	-	-	-
Total outflows of resources and assets	<u>694,562</u>	<u>49,436</u>	<u>1,954</u>	<u>10,106</u>	<u>26</u>
<b>Liabilities</b>					
Due to other funds	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Deferred Inflows of Resources</b>					
Deferred revenue	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances</b>					
<i>Restricted for:</i>					
Restricted	-	-	-	-	-
Committed	694,562	49,436	1,954	10,106	26
Unassigned	-	-	-	-	-
Total fund balances (deficits)	<u>694,562</u>	<u>49,436</u>	<u>1,954</u>	<u>10,106</u>	<u>26</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 694,562</u>	<u>\$ 49,436</u>	<u>\$ 1,954</u>	<u>\$ 10,106</u>	<u>\$ 26</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**  
 Supplementary Information  
 Special Revenue Funds - Town - Combining Balance Sheet  
 June 30, 2021

	<b>285 Bike Tiverton</b>	<b>295 Tiverton Dog Park</b>	<b>415 Casino Fire Detail</b>	<b>420 Casino Police Detail</b>	<b>425 Fire Detail</b>	<b>430 Police Detail</b>
<b>Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	1,693	28,855	-	-	-	-
Total assets	<u>1,693</u>	<u>28,855</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
Total outflows of resources and assets	<u>1,693</u>	<u>28,855</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Liabilities</b>						
Due to other funds	-	-	6,507	16,180	-	19,498
Total liabilities	<u>-</u>	<u>-</u>	<u>6,507</u>	<u>16,180</u>	<u>-</u>	<u>19,498</u>
<b>Deferred Inflows of Resources</b>						
Deferred revenue	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances</b>						
<i>Restricted for:</i>						
Restricted	-	-	-	-	-	-
Committed	1,693	28,855	-	-	-	-
Unassigned	-	-	(6,507)	(16,180)	-	(19,498)
Total fund balances (deficits)	<u>1,693</u>	<u>28,855</u>	<u>(6,507)</u>	<u>(16,180)</u>	<u>-</u>	<u>(19,498)</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 1,693</u>	<u>\$ 28,855</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**  
 Supplementary Information  
 Special Revenue Funds - Town - Combining Balance Sheet

*June 30, 2021*

	<b>440 FEMA Funding</b>	<b>Total</b>
<b>Assets</b>		
Cash and cash equivalents	\$ -	\$ 17,730
Investment	-	279,622
Due from other governments	-	-
Due from other funds	-	1,152,969
Total assets	-	1,450,321
<b>Deferred Outflows of Resources</b>		
None	-	-
Total outflows of resources and assets	-	1,450,321
<b>Liabilities</b>		
Due to other funds	-	308,973
Total liabilities	-	308,973
<b>Deferred Inflows of Resources</b>		
Deferred revenue	-	-
Total deferred inflows of resources	-	-
<b>Fund Balances</b>		
<i>Restricted for:</i>		
Restricted	-	459,046
Committed	-	991,275
Unassigned	-	(308,973)
Total fund balances (deficits)	-	1,141,348
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ -	\$ 1,450,321

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds – Town

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>200</b>	<b>202</b>	<b>208</b>	<b>210</b>	<b>212</b>	<b>213</b>
	<b>Fire Detection</b>	<b>Meds Grant</b>	<b>SAMHSA</b>	<b>Substance</b>	<b>PD Crime</b>	<b>State and Local</b>
	<b>Fund</b>	<b></b>	<b>DFC</b>	<b>Abuse</b>	<b>Prevention</b>	<b>Drug Forfeiture</b>
<b>Revenues</b>						
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Other revenue	14,530	12,500	-	-	4,109	7,279
Total revenues	<u>14,530</u>	<u>12,500</u>	<u>-</u>	<u>-</u>	<u>4,109</u>	<u>7,279</u>
<b>Expenditures</b>						
General government	3,923	-	-	-	-	-
Public safety	-	8,841	-	-	1,872	5,129
Public works	-	-	-	-	-	-
Health and human Services	-	-	38,591	-	-	-
Parks and recreation	-	-	-	-	-	-
Capital						
Total expenditures	<u>3,923</u>	<u>8,841</u>	<u>38,591</u>	<u>-</u>	<u>1,872</u>	<u>5,129</u>
Excess (deficiency) of revenue over (under) expenditures before other financing sources (uses)	10,607	3,659	(38,591)	-	2,237	2,150
<b>Other financing sources (uses)</b>						
Operating transfers from other funds						
Transfers (to) other funds	-	-	-	-	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	10,607	3,659	(38,591)	-	2,237	2,150
Fund Balance, July 1, 2020	<u>11,253</u>	<u>19,084</u>	<u>38,591</u>	<u>51,601</u>	<u>5,661</u>	<u>595</u>
Fund Balance, June 30, 2021	<u>\$ 21,860</u>	<u>\$ 22,743</u>	<u>\$ -</u>	<u>\$ 51,601</u>	<u>\$ 7,898</u>	<u>\$ 2,745</u>

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds – Town

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>215 Police Leg Grant</b>	<b>216 Byrne Stimulus</b>	<b>222 NCPC Grant</b>	<b>223 NCPC Grant Unrestricted</b>	<b>224 PFS Grant</b>
<b>Revenues</b>					
Intergovernmental revenue	\$ -	\$ 7,830	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-
Investment income	-	-	-	-	-
Other revenue	-	-	105,121	16,400	245,247
Total revenues	-	7,830	105,121	16,400	245,247
<b>Expenditures</b>					
General government	-	-	-	-	-
Public safety	-	-	113,033	-	239,634
Public works	-	-	-	-	-
Health and human Services	-	-	-	-	-
Parks and recreation	-	-	5,940	52,872	-
Capital	-	-	-	-	-
Total expenditures	-	-	118,973	52,872	239,634
Excess (deficiency) of revenue over (under) expenditures before other financing sources (uses)	-	7,830	(13,852)	(36,472)	5,613
<b>Other financing sources (uses)</b>					
Operating transfers from other funds					
Transfers from (to) other funds	-	-	-	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	-	7,830	(13,852)	(36,472)	5,613
Fund Balance, July 1, 2020	1,782	30,574	(26,725)	36,472	(35,329)
Fund Balance, June 30, 2021	\$ 1,782	\$ 38,404	\$ (40,577)	\$ -	\$ (29,716)

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds – Town

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>225 Tiverton PC</b>	<b>227 NPC SOR Grant</b>	<b>228 Local Task Force</b>	<b>229 Van Beuren Grant</b>	<b>230 Senior Center</b>	<b>232 Senior Center Waite Account</b>
<b>Revenues</b>						
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Other revenue	22,222	74,148	1,600	-	29,662	-
Total revenues	<u>22,222</u>	<u>74,148</u>	<u>1,600</u>	<u>-</u>	<u>29,662</u>	<u>-</u>
<b>Expenditures</b>						
General government	-	-	-	10,451	-	-
Public safety	34,503	52,639	23,267	-	-	-
Public works	-	-	-	-	-	-
Health and human Services	-	-	-	62,300	25,036	-
Parks and recreation	-	-	-	-	-	-
Capital						
Total expenditures	<u>34,503</u>	<u>52,639</u>	<u>23,267</u>	<u>72,751</u>	<u>25,036</u>	<u>-</u>
Excess (deficiency) of revenue over (under) expenditures before other financing sources (uses)	(12,281)	21,509	(21,667)	(72,751)	4,626	-
<b>Other financing sources (uses)</b>						
Operating transfers from other funds						
Transfers from (to) other funds	-	-	-	-	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	<u>(12,281)</u>	<u>21,509</u>	<u>(21,667)</u>	<u>(72,751)</u>	<u>4,626</u>	<u>-</u>
Fund Balance, July 1, 2020	<u>12,281</u>	<u>(21,509)</u>	<u>21,667</u>	<u>72,751</u>	<u>(4,360)</u>	<u>595</u>
Fund Balance, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 266</u>	<u>\$ 595</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds – Town

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>250</b>	<b>252</b>	<b>254</b>	<b>255</b>	<b>260</b>	<b>262</b>
	<b>North Tiverton Contam. Award</b>	<b>Bulgarmarsh Park</b>	<b>Town Farm Playground</b>	<b>Recycling</b>	<b>Historical Records</b>	<b>Land Evidence</b>
<b>Revenues</b>						
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Other revenue	2,717	-	21,078	-	4,343	24,927
Total revenues	<u>2,717</u>	<u>-</u>	<u>21,078</u>	<u>-</u>	<u>4,343</u>	<u>24,927</u>
<b>Expenditures</b>						
General government	-	-	-	-	-	5,194
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Health and human Services	3,041	-	-	-	-	-
Parks and recreation	-	-	217,624	-	-	-
Capital						
Total expenditures	<u>3,041</u>	<u>-</u>	<u>217,624</u>	<u>-</u>	<u>-</u>	<u>5,194</u>
Excess (deficiency) of revenue over (under) expenditures before other financing sources (uses)	(324)	-	(196,546)	-	4,343	19,733
<b>Other financing sources (uses)</b>						
Operating transfers from other funds						
Transfers from (to) other funds	-	-	-	-	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	(324)	-	(196,546)	-	4,343	19,733
Fund Balance, July 1, 2020	<u>356,940</u>	<u>121</u>	<u>51</u>	<u>4,147</u>	<u>29,619</u>	<u>101,216</u>
Fund Balance, June 30, 2021	<u>\$ 356,616</u>	<u>\$ 121</u>	<u>\$ (196,495)</u>	<u>\$ 4,147</u>	<u>\$ 33,962</u>	<u>\$ 120,949</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Fund - Town- Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>264</b>	<b>266</b>	<b>268</b>	<b>270</b>	<b>272</b>
	<b>Open Space</b>	<b>Vicious Dog</b>	<b>Open Space</b>	<b>Pocasset</b>	<b>Pocasset Ridge</b>
	<b>Acquisition</b>		<b>Stewardship</b>	<b>Stewardship</b>	<b>Conservation</b>
<b>Revenues</b>					
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-
Investment income	-	-	-	-	-
Other revenue	36,241	-	-	3,817	-
Total revenues	<u>36,241</u>	<u>-</u>	<u>-</u>	<u>3,817</u>	<u>-</u>
<b>Expenditures</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health and human Services	-	-	-	-	-
Parks and recreation	-	-	364	3,125	400
Capital	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>364</u>	<u>3,125</u>	<u>400</u>
Excess (deficiency) of revenue over (under) expenditures before other financing sources (uses)	36,241	-	(364)	692	(400)
<b>Other financing sources (uses)</b>					
Operating transfers from other funds					
Transfers from (to) other funds	-	-	-	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	36,241	-	(364)	692	(400)
Fund Balance, July 1, 2020	<u>658,321</u>	<u>49,436</u>	<u>2,318</u>	<u>9,414</u>	<u>426</u>
Fund Balance, June 30, 2021	<u>\$ 694,562</u>	<u>\$ 49,436</u>	<u>\$ 1,954</u>	<u>\$ 10,106</u>	<u>\$ 26</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Fund - Town- Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>285 Bike Tiverton</b>	<b>295 Tiverton Dog Park</b>	<b>415 Casino Fire Detail</b>	<b>420 Casino Police Detail</b>	<b>425 Fire Detail</b>	<b>430 Police Detail</b>
<b>Revenues</b>						
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Other revenue	-	24,170	305,897	339,388	129	133,280
<b>Total revenues</b>	<b>-</b>	<b>24,170</b>	<b>305,897</b>	<b>339,388</b>	<b>129</b>	<b>133,280</b>
<b>Expenditures</b>						
General government	-	-	-	-	-	-
Public safety	-	-	312,404	355,568	129	128,974
Public works	-	-	-	-	-	-
Health and human Services	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Capital						
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>312,404</b>	<b>355,568</b>	<b>129</b>	<b>128,974</b>
Excess (deficiency) of revenue over (under) expenditures before other financing sources (uses)	-	24,170	(6,507)	(16,180)	-	4,306
<b>Other financing sources (uses)</b>						
Operating transfers from other funds						
Transfers from (to) other funds	-	-	-	-	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	<b>-</b>	<b>24,170</b>	<b>(6,507)</b>	<b>(16,180)</b>	<b>-</b>	<b>4,306</b>
Fund Balance, July 1, 2020	1,693	4,685	-	-	-	(23,804)
Fund Balance, June 30, 2021	\$ 1,693	\$ 28,855	\$ (6,507)	\$ (16,180)	\$ -	\$ (19,498)

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Fund - Town- Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>440 FEMA Funding</b>	<b>Total</b>
<b>Revenues</b>		
Intergovernmental revenue	91,732	\$ 99,562
Charges for service	-	-
Investment income	-	-
Other revenue	-	1,428,805
	<hr/>	<hr/>
Total revenues	91,732	1,528,367
	<hr/>	<hr/>
<b>Expenditures</b>		
General government	-	19,568
Public safety	-	1,275,993
Public works	-	-
Health and human Services	91,732	220,700
Parks and recreation	-	280,325
	<hr/>	<hr/>
Capital		
Total expenditures	91,732	1,796,586
	<hr/>	<hr/>
Excess (deficiency) of revenue over (under) expenditures before other financing sources (uses)	-	(268,219)
<b>Other financing sources (uses)</b>		
Operating transfers from other funds		-
Transfers from (to) other funds	-	-
	<hr/>	<hr/>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	-	(268,219)
Fund Balance, July 1, 2020	-	1,409,567
	<hr/>	<hr/>
Fund Balance, June 30, 2021	\$ -	\$ 1,141,348
	<hr/> <hr/>	<hr/> <hr/>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Balance Sheet

June 30, 2021

	<b>21011100</b>	<b>21011200</b>	<b>21021100</b>	<b>21031100</b>	<b>21091100</b>	<b>21251300</b>
	<b>SPED</b>	<b>SPED</b>	<b>Title I Part A</b>	<b>Title II</b>	<b>CTE</b>	<b>CARES Act</b>
	<b>IDEA</b>	<b>IDEA</b>	<b>Disadvantaged</b>	<b>Part A</b>	<b>Secondary:</b>	<b>CRF</b>
	<b>Part B</b>	<b>Preschool</b>	<b>Youth</b>	<b>Teacher Quality</b>	<b>Perkins</b>	
<b>Assets</b>						
Cash	\$ -	\$ -	\$ 2,698	\$ 834	\$ 5,930	\$ -
Receivables	-	-	-	-	3,219	-
Due from state or federal government	-	-	-	-	-	-
<b>Total assets</b>	<b>-</b>	<b>-</b>	<b>2,698</b>	<b>834</b>	<b>9,149</b>	<b>-</b>
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
<b>Total deferred outflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets and deferred outflows of resources</b>	<b>-</b>	<b>-</b>	<b>2,698</b>	<b>834</b>	<b>9,149</b>	<b>-</b>
<b>Liabilities</b>						
Accounts payable	-	-	2,698	-	2,418	-
Due to other funds	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>2,698</b>	<b>-</b>	<b>2,418</b>	<b>-</b>
<b>Deferred inflows of resources</b>						
None	-	-	-	-	-	-
<b>Total deferred inflow of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances, restricted</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>834</b>	<b>6,731</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,698</b>	<b>\$ 834</b>	<b>\$ 9,149</b>	<b>\$ -</b>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**  
 Supplementary Information  
 Special Revenue Funds - School - Combining Balance Sheet

June 30, 2021

	<b>21251301</b>	<b>21251304</b>	<b>21251400</b>	<b>21251702</b>	<b>21251705</b>
	<b>CARES Act</b>	<b>CARES Act</b>	<b>CARES Act</b>	<b>ESSE II</b>	<b>ESSER II</b>
	<b>Summer Learning</b>	<b>Sub Teachers</b>	<b>Take It Outside</b>	<b>Extended Learning</b>	<b>Digital Divide</b>
<b>Assets</b>					
Cash	\$ -	\$ -	\$ -	\$ (338)	\$ (5,326)
Receivables	-	-	-	-	-
Due from state or federal government	-	-	-	338	5,326
Total assets	-	-	-	-	-
<b>Deferred Outflows of Resources</b>					
None	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
Total assets and deferred outflows of resources	-	-	-	-	-
<b>Liabilities</b>					
Accounts payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	-	-	-	-	-
<b>Deferred inflows of resources</b>					
None	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-
Fund balances, restricted	-	-	-	-	-
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ -	\$ -	\$ -	\$ -	\$ -

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Balance Sheet

June 30, 2021

	<b>22112000</b>	<b>22182000</b>	<b>22192000</b>	<b>23112004</b>	<b>23142000</b>	<b>23183000</b>
	<b>Safe &amp; Drug</b>	<b>SAMHSA</b>	<b>Healthier US</b>	<b>Pocasset</b>	<b>RISCA 1</b>	<b>RISCA 2</b>
	<b>Free</b>	<b>Substance</b>	<b>Schools &amp;</b>	<b>Math</b>	<b>TMS</b>	<b>Ranger</b>
	<b>Schools</b>	<b>Abuse</b>	<b>Comm Challenge</b>	<b>License</b>		<b>Art</b>
<b>Assets</b>						
Cash	\$ -	\$ -	\$ 525	\$ 28	\$ 1,444	\$ 248
Receivables	-	-	-	-	-	-
Due from state or federal government	-	-	-	-	-	-
Total assets	-	-	525	28	1,444	248
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-	-
Total assets and deferred outflows of resources	-	-	525	28	1,444	248
<b>Liabilities</b>						
Accounts payable	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-
<b>Deferred inflows of resources</b>						
None	-	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-	-
Fund balances, restricted	-	-	525	28	1,444	248
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ -	\$ -	\$ 525	\$ 28	\$ 1,444	\$ 248

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Balance Sheet

June 30, 2021

	<b>23183001</b>	<b>23183002</b>	<b>23581001</b>	<b>23671000</b>	<b>23720001</b>	<b>23911001</b>
	<b>RISCA 3</b>	<b>RISCA 4</b>		<b>Multilingual</b>	<b>RIHEBC</b>	<b>SBA</b>
	<b>Pocasset</b>	<b>Fort Barton</b>	<b>CTE</b>	<b>Learner</b>	<b>WIN</b>	<b>Capital</b>
	<b>Art</b>	<b>Art</b>	<b>Categorical</b>	<b>Categorical</b>	<b>Grant</b>	<b>Fund</b>
<b>Assets</b>						
Cash	\$ 329	\$ 303	\$ 99,299	\$ -	\$ -	\$ -
Receivables	-	-	-	-	-	15,595
Due from state or federal government	-	-	-	-	-	-
Total assets	<u>329</u>	<u>303</u>	<u>99,299</u>	<u>-</u>	<u>-</u>	<u>15,595</u>
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets and deferred outflows of resources	<u><u>329</u></u>	<u><u>303</u></u>	<u><u>99,299</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>15,595</u></u>
<b>Liabilities</b>						
Accounts payable	-	-	34,589	-	-	-
Due to other funds	-	-	-	-	-	15,595
Total liabilities	<u>-</u>	<u>-</u>	<u>34,589</u>	<u>-</u>	<u>-</u>	<u>15,595</u>
<b>Deferred inflows of resources</b>						
None	-	-	-	-	-	-
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, restricted	<u>329</u>	<u>303</u>	<u>64,710</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u><u>\$ 329</u></u>	<u><u>\$ 303</u></u>	<u><u>\$ 99,299</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 15,595</u></u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Balance Sheet

June 30, 2021

	<b>23911003</b>	<b>24012027</b>	<b>24013028</b>	<b>24013046</b>	<b>24040260</b>	<b>24050066</b>
	<b>SBA</b>	<b>RIFS</b>	<b>Van Beuren</b>	<b>Van Beuren</b>	<b>Annenberg</b>	<b>Pocasset</b>
	<b>Capital</b>	<b>Arts in</b>	<b>Award</b>	<b>PEP</b>	<b>Institute</b>	<b>Memorial</b>
	<b>Covid-19</b>	<b>Academics</b>	<b>#2</b>	<b>Grant</b>		
<b>Assets</b>						
Cash	\$ -	\$ 500	\$ 322	\$ 22,310	\$ 3,216	\$ 125
Receivables	-	-	-	-	-	-
Due from state or federal government	-	-	-	-	-	-
Total assets	-	500	322	22,310	3,216	125
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-	-
Total assets and deferred outflows of resources	-	500	322	22,310	3,216	125
<b>Liabilities</b>						
Accounts payable	-	-	-	-	188	-
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	-	-	188	-
<b>Deferred inflows of resources</b>						
None	-	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-	-
Fund balances, restricted	-	500	322	22,310	3,028	125
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ -	\$ 500	\$ 322	\$ 22,310	\$ 3,216	\$ 125

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Balance Sheet

June 30, 2021

	<b>31020000</b>	<b>32000004</b>	<b>600</b>	<b>601</b>	<b>602</b>	
	<b>School</b>	<b>RIDE</b>	<b>TMS</b>	<b>THS</b>	<b>Tiverton</b>	<b>Total School</b>
	<b>Housing Aid</b>	<b>Wireless</b>	<b>Student</b>	<b>Student</b>	<b>Alumni</b>	<b>Special Revenue</b>
		<b>Initiative</b>	<b>Activities</b>	<b>Activities</b>	<b>Activities</b>	
<b>Assets</b>						
Cash	\$ -	\$ 34,873	37,493	100,970	45,588	\$ 351,371
Receivables	-	-	-	-	-	18,814
Due from state or federal government	-	-	-	-	-	5,664
Total assets	-	34,873	37,493	100,970	45,588	375,849
<b>Deferred Outflows of Resources</b>						
None	-	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-	-
Total assets and deferred outflows of resources	-	34,873	37,493	100,970	45,588	375,849
<b>Liabilities</b>						
Accounts payable	-	-	-	-	-	39,893
Due to other funds	-	-	-	-	-	15,595
Total liabilities	-	-	-	-	-	55,488
<b>Deferred inflows of resources</b>						
None	-	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-	-
Fund balances, restricted	-	34,873	37,493	100,970	45,588	320,361
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ -	\$ 34,873	\$ 37,493	\$ 100,970	\$ 45,588	\$ 375,849

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>21011100 SPED IDEA Part B</b>	<b>21011200 SPED IDEA Preschool</b>	<b>21021100 Title I Part A Disadvantaged Youth</b>	<b>21031100 Title II Part A Teacher Quality</b>	<b>21091100 CTE Secondary: Perkins</b>	<b>21251300 CARES Act CRF</b>
<b>Revenues</b>						
Federal and state grant income	\$ 505,185	\$ 13,123	\$ 218,099	\$ 68,952	\$ 3,219	\$ 233,246
Other grant income	-	-	-	-	-	-
Student Activities Revenue	-	-	-	-	-	-
Total revenues	<u>505,185</u>	<u>13,123</u>	<u>218,099</u>	<u>68,952</u>	<u>3,219</u>	<u>233,246</u>
<b>Expenditures</b>						
Education	<u>505,185</u>	<u>13,123</u>	<u>218,099</u>	<u>68,952</u>	<u>3,219</u>	<u>233,246</u>
Excess (deficiency) of revenue over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>						
Transfers from (to) other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1, 2020 restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>834</u>	<u>6,731</u>	<u>-</u>
Fund Balance, June 30, 2021	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 834</u></u>	<u><u>\$ 6,731</u></u>	<u><u>\$ -</u></u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>21251301</b>	<b>21251304</b>	<b>21251400</b>	<b>21251702</b>	<b>21251705</b>
	<b>CARES Act</b>	<b>CARES Act</b>	<b>CARES Act</b>	<b>ESSE II</b>	<b>ESSER II</b>
	<b>Summer Learning</b>	<b>Sub Teachers</b>	<b>Take It Outside</b>	<b>Extended Learning</b>	<b>Digital Divide</b>
<b>Revenues</b>					
Federal and state grant income	\$ 21,205	\$ 33,156	\$ 64,549	\$ 338	\$ 5,326
Other grant income	-	-	-	-	-
Student Activities Revenue	-	-	-	-	-
Total revenues	<u>21,205</u>	<u>33,156</u>	<u>64,549</u>	<u>338</u>	<u>5,326</u>
<b>Expenditures</b>					
Education	<u>21,205</u>	<u>33,156</u>	<u>64,549</u>	<u>338</u>	<u>5,326</u>
Excess (deficiency) of revenue over expenditures	-	-	-	-	-
<b>Other financing sources (uses)</b>					
Transfers from (to) other funds	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	-	-	-
Fund Balance, July 1, 2020 restated	-	-	-	-	-
Fund Balance, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>22112000</b> <b>Safe &amp; Drug</b> <b>Free</b> <b>Schools</b>	<b>22182000</b> <b>SAMHSA</b> <b>Substance</b> <b>Abuse</b>	<b>22192000</b> <b>Healthier US</b> <b>Schools &amp;</b> <b>Comm Challenge</b>	<b>23112004</b> <b>Pocasset</b> <b>Math</b> <b>License</b>	<b>23142000</b> <b>RISCA 1</b> <b>TMS</b>	<b>23183000</b> <b>RISCA 2</b> <b>Ranger</b> <b>Art</b>
<b>Revenues</b>						
Federal and state grant income	\$ 13,180	\$ 111,719	\$ -	\$ -	\$ -	\$ -
Other grant income	-	-	-	-	-	-
Student Activities Revenue	-	-	-	-	-	-
Total revenues	<u>13,180</u>	<u>111,719</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>						
Education	<u>13,180</u>	<u>111,719</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	-	-	-	-	-	-
<b>Other financing sources (uses)</b>						
Transfers from (to) other funds	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other	-	-	-	-	-	-
Fund Balance, July 1, 2020 restated	<u>-</u>	<u>-</u>	<u>525</u>	<u>28</u>	<u>1,444</u>	<u>248</u>
Fund Balance, June 30, 2021	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 525</u></u>	<u><u>\$ 28</u></u>	<u><u>\$ 1,444</u></u>	<u><u>\$ 248</u></u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>23183001</b>	<b>23183002</b>	<b>23581001</b>	<b>23671000</b>	<b>23720001</b>	<b>23911001</b>
	<b>RISCA 3</b>	<b>RISCA 4</b>		<b>Multilingual</b>	<b>RIHEBC</b>	<b>SBA</b>
	<b>Pocasset</b>	<b>Fort Barton</b>	<b>CTE</b>	<b>Learner</b>	<b>WIN</b>	<b>Capital</b>
	<b>Art</b>	<b>Art</b>	<b>Categorical</b>	<b>Categorical</b>	<b>Grant</b>	<b>Fund</b>
<b>Revenues</b>						
Federal and state grant income	\$ -	\$ -	\$ 51,508	\$ -	\$ 10,000	\$ 72,026
Other grant income	-	-	-	806	-	-
Student Activities Revenue	-	-	-	-	-	-
Total revenues	-	-	51,508	806	10,000	72,026
<b>Expenditures</b>						
Education	716	-	59,046	806	10,000	72,026
Excess (deficiency) of revenue over expenditures	(716)	-	(7,538)	-	-	-
<b>Other financing sources (uses)</b>						
Transfers from (to) other funds	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other	(716)	-	(7,538)	-	-	-
Fund Balance, July 1, 2020 restated	1,045	303	72,248	-	-	-
Fund Balance, June 30, 2021	\$ 329	\$ 303	\$ 64,710	\$ -	\$ -	\$ -

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>23911003</b>	<b>24012027</b>	<b>24013028</b>	<b>24013046</b>	<b>24040260</b>	<b>24050066</b>
	<b>SBA</b>	<b>RIFS</b>	<b>VanBeuren</b>	<b>Van Beuren</b>	<b>Annenberg</b>	<b>Pocasset</b>
	<b>Capital</b>	<b>Arts in</b>	<b>Award</b>	<b>PEP</b>	<b>Institute</b>	<b>Memorial</b>
	<b>Covid-19</b>	<b>Academics</b>	<b>#2</b>	<b>Grant</b>		
<b>Revenues</b>						
Federal and state grant income	\$ 22,782	\$ -	\$ -	\$ 28,120	\$ 10,000	\$ -
Other grant income	-	-	-	-	-	-
Student Activities Revenue	-	-	-	-	-	-
Total revenues	<u>22,782</u>	<u>-</u>	<u>-</u>	<u>28,120</u>	<u>10,000</u>	<u>-</u>
<b>Expenditures</b>						
Education	<u>22,782</u>	<u>-</u>	<u>-</u>	<u>20,299</u>	<u>6,972</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	-	-	-	7,821	3,028	-
<b>Other financing sources (uses)</b>						
Transfers from (to) other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other	-	-	-	7,821	3,028	-
Fund Balance, July 1, 2020 restated	<u>-</u>	<u>500</u>	<u>322</u>	<u>14,489</u>	<u>-</u>	<u>125</u>
Fund Balance, June 30, 2021	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 322</u>	<u>\$ 22,310</u>	<u>\$ 3,028</u>	<u>\$ 125</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Special Revenue Funds - School - Combining Statement of Revenues, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>31020000</b>	<b>32000004</b>	<b>600</b>	<b>601</b>	<b>602</b>	
	<b>School</b>	<b>RIDE</b>	<b>TMS</b>	<b>THS</b>	<b>Tiverton</b>	
	<b>Housing Aid</b>	<b>Wireless</b>	<b>Student</b>	<b>Student</b>	<b>Alumni</b>	<b>Total School</b>
	<b>Housing Aid</b>	<b>Initiative</b>	<b>Activities</b>	<b>Activities</b>	<b>Activities</b>	<b>Special Revenue</b>
<b>Revenues</b>						
Federal and state grant income	\$ -	\$ 149,436	\$ -	\$ -	\$ -	\$ 1,635,169
Other grant income	-	-	-	-	-	806
Student Activities Revenue	-	-	23,454	78,406	4,031	105,891
Total revenues	-	149,436	23,454	78,406	4,031	1,741,866
<b>Expenditures</b>						
Education	173,524	114,563	8,724	84,452	-	1,865,207
Excess (deficiency) of revenue over expenditures	(173,524)	34,873	14,730	(6,046)	4,031	(123,341)
<b>Other financing sources (uses)</b>						
Transfers from (to) other funds	173,524	-	-	-	-	173,524
Excess (deficiency) of revenues and other sources over expenditures and other	-	34,873	14,730	(6,046)	4,031	50,183
Fund Balance, July 1, 2020 restated	-	-	22,763	107,016	41,557	270,178
Fund Balance, June 30, 2021	\$ -	\$ 34,873	\$ 37,493	\$ 100,970	\$ 45,588	\$ 320,361

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Capital Project Funds – Combining Balance Sheet

*June 30, 2021*

	<b>305 Grinnells Beach</b>	<b>309 TIF Bond</b>	<b>630 School Housing Bond</b>	<b>650 Gaming Revenue</b>	<b>Total</b>
<b>Assets</b>					
Cash & cash equivalents	\$ -	\$ 444,929	\$ 8,813	\$ -	\$ 453,742
Due from other funds	29,168	-	-	2,990,477	3,019,645
Total assets	<u>29,168</u>	<u>444,929</u>	<u>8,813</u>	<u>2,990,477</u>	<u>3,473,387</u>
<b>Deferred outflows of resources</b>					
None	-	-	-	-	-
Total assets and deferred outflows of resources	<u>29,168</u>	<u>444,929</u>	<u>8,813</u>	<u>2,990,477</u>	<u>3,473,387</u>
<b>Liabilities</b>					
Due to other funds	-	28,724	-	-	28,724
Total liabilities	-	28,724	-	-	28,724
<b>Deferred inflows of resources</b>					
None	-	-	-	-	-
<b>Fund Balances</b>					
Committed	-	416,205	8,813	2,990,477	3,415,495
Unassigned	29,168	-	-	-	29,168
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 29,168</u>	<u>\$ 444,929</u>	<u>\$ 8,813</u>	<u>\$ 2,990,477</u>	<u>\$ 3,473,387</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Capital Project Funds – Combining Statement of Revenue, Expenditures and Changes in Fund Balance

*For the Year Ended June 30, 2021*

	<b>305 Grinnells Beach</b>	<b>309 TIF Bond</b>	<b>630 School Housing Bond</b>	<b>650 Gaming Revenue</b>	<b>Total</b>
<b>Revenues</b>					
Investment income	\$ -	\$ 151	\$ 14	\$ -	\$ 164
Other	-	-	-	2,990,477	2,990,477
Total revenues	-	151	14	2,990,477	2,990,641
<b>Expenditures</b>					
Public works	377	2,250	1,261	-	3,888
Total expenditures	377	2,250	1,261	-	3,888
Excess (deficiency) of revenue over expenditures	(377)	(2,099)	(1,247)	2,990,477	2,986,752
<b>Other financing sources (uses)</b>					
Transfer from (to) other funds	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(377)	(2,099)	(1,247)	2,990,477	2,986,753
Fund balance, July 1, 2020 restated	29,545	418,304	10,060	-	457,909
Fund balance, June 30, 2021	<u>\$ 29,168</u>	<u>\$ 416,205</u>	<u>\$ 8,813</u>	<u>\$ 2,990,477</u>	<u>\$ 3,444,662</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Private Purpose Trust – Combining Statement of Net Position

June 30, 2021

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	<b>Burial Lots</b>	<b>Pocasset Hill Cemetery</b>	<b>Total</b>
<b>Assets</b>			
Cash	\$ 5,465	\$ 477,177	\$482,642
Investments	10,237	60,740	70,977
<b>Total assets</b>	<u>15,702</u>	<u>537,917</u>	<u>553,619</u>
<b>Liabilities</b>			
Accounts payable	-	-	-
Due to other funds	16	35,450	35,466
<b>Total liabilities</b>	<u>16</u>	<u>35,450</u>	<u>35,466</u>
<b>Net position</b>			
Reserved for lots / cemetery	15,686	502,467	518,153
<b>Total liabilities and net position</b>	<u>\$ 15,702</u>	<u>\$ 537,917</u>	<u>\$553,619</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Private Purpose Trust – Combining Statement of Changes in Net Position

*For the Year Ended June 30, 2021*

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	<u>Burial Lots</u>	<u>Pocasset Hill Cemetery</u>	<u>Total</u>
<b>Additions</b>			
Investment income	\$ 203	\$ 3,604	\$ 3,807
Other	-	24,335	24,335
Total additions	203	27,939	28,142
<b>Deductions</b>			
Per trust agreements	-	30,265	30,265
Changes in fund equity held in trust for individuals, organizations, and other governments	203	(2,326)	(2,123)
Net position, July 1, 2020	15,483	504,793	520,276
Net position, June 30, 2021	<u>\$ 15,686</u>	<u>\$ 502,467</u>	<u>\$ 518,153</u>

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Custodial Funds – Combining Statement of Net Position

June 30, 2021

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	<b>Gravel Permits</b>	<b>Escrow Funds</b>	<b>Total</b>
<b>Assets</b>			
Restricted cash and cash equivalents	\$ -	\$ 76,121	\$ 76,121
Due from other funds	-	416,370	416,370
<b>Total assets</b>	<b>-</b>	<b>492,491</b>	<b>492,491</b>
<b>Liabilities</b>			
Accounts payable	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Position</b>			
Restricted Individuals, Organizations, and Other Governments	\$ -	\$ 492,491	\$ 492,491

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Custodial Funds – Combining Statement of Additions and Deductions

*For the Year Ended June 30, 2021*

	<b>Gravel Permits</b>	<b>Escrow Funds</b>	<b>Total</b>
<b>Additions</b>			
Interest	\$ 2	\$ 8	\$ 10
Miscellaneous revenue	-	70,000	70,000
Total additions	2	70,008	70,010
<b>Deductions</b>			
Other deductions	-	100,041	100,041
Total deductions	-	100,041	100,041
<b>Other financing sources (uses)</b>			
Transfer from (to) other funds	(4,812)	-	(4,812)
Total other financing sources (uses)	(4,812)	-	(4,812)
Changes in fund equity held in trust for individuals, organizations, and other governments	(4,810)	(30,033)	(34,843)
<b>Change in Net Position</b>			
Net Position - Beginning	4,810	522,524	527,334
Net Position - Ending	\$ -	\$ 492,491	\$ 492,491

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Annual Supplemental Transparency Portal (MTP2)

*For the Year Ended June 30, 2021*

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**OTHER SUPPLEMENTARY INFORMATION**

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

Annual Supplemental Transparency Report (MTP2) - Revenue

Annual Supplemental Transparency Report (MTP2) – Expenditures

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

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

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

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Annual Supplemental Transparency Portal (MTP2)

*For the Year Ended June 30, 2021*

REVENUE	Municipal	Education Department
Current Year Levy Tax Collection	\$ 38,110,450	\$ -
Last Year's Levy Tax Collection	716,985	-
Prior Years Property Tax Collection	275,204	-
Interest & Penalty	329,636	-
PILOT & Tax Treaty (excluded from levy) Collection	630,577	-
Other Local Property Taxes	-	-
Licenses and Permits	558,741	-
Fines and Forfeitures	97,032	-
Investment Income	24,837	-
Departmental	870,186	-
Rescue Run Revenue	632,134	-
Police & Fire Detail	923,610	-
Other Local Non-Property Tax Revenues	21,185	-
Tuition	-	24,534
Impact Aid	-	-
Medicaid	-	675,000
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	440,358
CDBG	-	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	-	933,478
COVID - ESSER	-	5,665
COVID - CRF	450,962	233,246
COVID - CDBG	-	-
COVID - FEMA	91,732	-
COVID - Other	-	118,911
MV Excise Tax Reimbursement	62,598	-
State PILOT Program	-	-
Distressed Community Relief Fund	-	-
Library Resource Aid	122,762	-
Library Construction Aid	302,836	-
Public Service Corporation Tax	196,984	-
Meals & Beverage Tax / Hotel Tax	286,824	-
LEA Aid	-	7,475,572
Group Home	-	-
Housing Aid Capital Projects	69,599	-
Housing Aid Bonded Debt	1,682,603	-
State Food Service Revenue	-	45,778
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	99,999	305,752
Motor Vehicle Phase Out	92,392	-
Other Revenue	-	510,298
Local Appropriation for Education	-	24,651,754
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
<b>Total Revenue</b>	<b>\$ 46,649,869</b>	<b>\$ 35,420,344</b>
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	4,812	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	-	-
Rounding	-	-
<b>Total Other Financing Sources</b>	<b>\$ 4,812</b>	<b>\$ -</b>

*See independent auditor's report*

TOWN OF TIVERTON, RHODE ISLAND

Supplementary Information

Annual Supplemental Transparency Portal (MTP2)

For the Year Ended June 30, 2021

EXPENDITURES	General		Social	Centralized		Libraries	Public	Parks and	Police
	Government	Finance	Services	IT	Planning		Works	Rec	Department
Compensation- Group A	\$ 433,811	\$425,111	\$ 76,610	\$ -	\$259,579	\$407,465	\$ 704,723	\$ 44,509	\$ 2,100,116
Compensation - Group B	-	-	-	-	-	-	-	-	210,541
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	5,374	-	-	-	-	-	46,191	-	187,364
Overtime - Group B	-	-	-	-	-	-	-	-	2,477
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	472,668
Active Medical Insurance - Group A	99,358	114,735	18,356	-	40,119	49,791	247,822	-	413,190
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	73,623
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental insurance- Group A	4,253	4,915	786	-	1,710	1,746	2,557	-	18,296
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	3,050
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	32,240	31,420	7,377	-	25,512	30,569	54,395	3,100	187,694
Life Insurance	2,158	2,695	538	-	1,615	-	1,348	-	8,797
State Defined Contribution- Group A	3,193	4,652	839	-	2,378	3,046	7,265	-	-
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	2,538
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	(469)	-	-	-	3,430	-	-	-	13,480
Other Benefits- Group B	-	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	700,000
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	16,722	26,943	3,199	-	10,502	7,658	28,137	-	-
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	19,561
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	279,711	71,652	-	-	13,255	18,565	111,117	40,595	58,629
Materials/Supplies	13,160	8,488	4,189	-	3,291	48,506	143,743	8,395	36,085
Software Licenses	6,533	10,723	1,200	-	11,978	-	-	316	35,064
Capital Outlays	77,841	-	-	-	-	-	112,487	-	-
Insurance	380,302	-	-	-	-	-	-	-	-
Maintenance	6,692	-	8,218	-	-	38,294	-	-	17,687
Vehicle Operations	-	142	1,719	-	1,710	-	207,525	-	83,213
Utilities	20,649	2,440	5,916	-	1,260	66,027	19,470	802	57,607
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	70,239	-	-
Revaluation	-	218,704	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	104,883	-	-
Trash Removal & Recycling	-	-	-	-	-	-	739,472	-	-
Claims & Settlements	-	-	-	-	-	-	-	-	-
Community Support	22,836	-	-	-	-	-	-	-	-
Other Operation Expenditures	76,954	3,268	87	-	3,377	36,196	206,477	16,299	58,493
Tipping Fees	-	-	-	-	-	-	-	-	-
Local Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	-	-	-	-	-
Municipal Debt- Interest	-	-	-	-	-	-	-	-	-
School Debt- Principal	-	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 1,481,317</b>	<b>\$925,886</b>	<b>\$ 129,034</b>	<b>\$ -</b>	<b>\$ 379,718</b>	<b>\$ 707,863</b>	<b>\$ 2,807,852</b>	<b>\$ 114,015</b>	<b>\$ 4,760,175</b>

See independent auditor's report

TOWN OF TIVERTON, RHODE ISLAND

Supplementary Information

Annual Supplemental Transparency Portal (MTP2)

For the Year Ended June 30, 2021

EXPENDITURES	Fire	Centralize d	Public Safety	Education	Debt	OPEB	Total	Education
	Department	Dispatch	Other	Appropriation				Municipal
Compensation- Group A	\$ 2,061,892	\$ 280,348	\$ 47,391	\$ -	\$ -	\$ -	6,841,555	\$ 14,270,549
Compensation - Group B	52,179	-	-	-	-	-	262,720	1,456,952
Compensation - Group C	-	-	-	-	-	-	-	2,633,845
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	243,858	31,236	6,097	-	-	-	520,120	-
Overtime - Group B	675	-	-	-	-	-	3,153	7,008
Overtime - Group C	-	-	-	-	-	-	-	40,837
Police & Fire Detail	306,026	-	-	-	-	-	778,694	-
Active Medical Insurance - Group A	468,008	51,463	18,356	-	-	-	1,521,198	2,180,340
Active Medical Insurance- Group B	18,356	-	-	-	-	-	91,978	181,277
Active Medical Insurance- Group C	-	-	-	-	-	-	-	817,120
Active Dental insurance- Group A	22,605	1,909	763	-	-	-	59,539	123,214
Active Dental Insurance- Group B	786	-	-	-	-	-	3,836	9,215
Active Dental Insurance- Group C	-	-	-	-	-	-	-	46,983
Payroll Taxes	174,699	26,314	3,860	-	-	-	577,182	585,212
Life Insurance	7,286	1,350	270	-	-	-	26,056	67,316
State Defined Contribution- Group A	-	3,229	487	-	-	-	25,089	340,412
State Defined Contribution - Group B	603	-	-	-	-	-	3,140	31,440
State Defined Contribution - Group C	-	-	-	-	-	-	-	21,016
Other Benefits- Group A	-	-	-	-	-	-	16,441	158,827
Other Benefits- Group B	-	-	-	-	-	-	-	1,046
Other Benefits- Group C	-	-	-	-	-	-	-	2,305
Local Defined Benefit Pension- Group A	8,000	-	-	-	-	-	708,000	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	3,298
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	473,099	27,354	4,398	-	-	-	598,014	2,100,303
State Defined Benefit Pension - Group B	5,165	-	-	-	-	-	24,727	173,783
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	60,280
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	8,000	-	27,287	-	-	-	628,811	6,826,885
Materials/Supplies	54,720	-	-	-	-	-	320,576	661,601
Software Licenses	40,390	-	-	-	-	-	106,203	43,833
Capital Outlays	116,661	-	-	-	-	-	306,988	596,796
Insurance	-	-	-	-	-	-	380,302	214,024
Maintenance	30,043	-	-	-	-	-	100,935	100,743
Vehicle Operations	138,717	-	-	-	-	-	433,026	7,924
Utilities	66,055	-	-	-	-	-	240,226	743,919
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	70,239	-
Revaluation	-	-	-	-	-	-	218,704	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	104,883	-
Trash Removal & Recycling	-	-	-	-	-	-	739,472	-
Claims & Settlements	-	-	-	-	-	-	-	152,736
Community Support	-	-	-	-	-	-	22,836	-
Other Operation Expenditures	31,785	-	205	-	-	-	433,140	131,645
Tipping Fees	-	-	-	-	-	-	-	-
Local Appropriation for Education	-	-	-	24,651,754	-	-	24,651,754	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	980,000	-	980,000	-
Municipal Debt- Interest	-	-	-	-	203,017	-	203,017	-
School Debt- Principal	-	-	-	-	2,280,000	-	2,280,000	-
School Debt- Interest	-	-	-	-	1,290,363	-	1,290,363	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	12,985
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	311
OPEB Contribution- Total	-	-	-	-	-	858,785	858,785	62,387
Rounding	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 4,329,606</b>	<b>\$ 423,203</b>	<b>\$ 109,114</b>	<b>\$ 24,651,754</b>	<b>\$ 4,753,379</b>	<b>\$ 858,785</b>	<b>\$ 46,431,701</b>	<b>\$ 34,868,367</b>

See independent auditor's report

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Annual Supplemental Transparency Portal (MTP2)

*For the Year Ended June 30, 2021*

Financing Uses: Transfer to Capital Funds	\$ -	\$ -
Financing Uses: Transfer to Other Funds	-	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
<b>Total Other Financing Uses</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Change in Fund Balance<sup>1</sup></b>	222,981	551,977
<b>Fund Balance 1- beginning of year</b>	4,987,272	709,412
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	-	171,336
Misc. Adjustment	-	-
<b>Fund Balance<sup>1</sup> - beginning of year adjusted</b>	<b>4,987,272</b>	<b>880,748</b>
Rounding		
<b>Fund Balance<sup>1</sup> - end of year</b>	<b>\$ 5,210,253</b>	<b>\$ 1,432,725</b>

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

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Annual Supplemental Transparency Portal (MTP2)

*For the Year Ended June 30, 2021*

Per Audited Fund Financial Statements Fund Description	Total Other		Total Other		Net Change in Fund Balance <sup>1</sup>	Beginning Fund Fund Balance <sup>1</sup> (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance <sup>1</sup> (Deficit)	Ending Fund Balance <sup>1</sup> (Deficit)
	Total Revenue	Financing Sources	Total Expenditures	Financing Uses					
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2020</b>						\$ 4,987,272	\$ -	\$ 4,987,272	
<i>No funds removed from RGS for fiscal 2020</i>						-	-	-	
<i>No funds added to RGS for Fiscal 2020</i>						-	-	-	
<i>No misc. adjustments made for fiscal 2020</i>						-	-	-	
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2021 adjusted</b>						<u>\$ 4,987,272</u>	<u>\$ -</u>	<u>\$ 4,987,272</u>	
General Fund	\$45,656,682	\$ 4,812	\$ 20,786,760	\$ 24,651,754	\$ 222,981	\$ 4,987,272	\$ -	\$ 4,987,272	\$ 5,210,253
FEMA Funding	91,731	-	91,731	-	-	-	-	-	-
<b>Totals per audited financial statements</b>	<u>\$45,748,413</u>	<u>\$ 4,812</u>	<u>\$ 20,878,491</u>	<u>\$ 24,651,754</u>	<u>\$ 222,981</u>	<u>\$ 4,987,272</u>	<u>\$ -</u>	<u>\$ 4,987,272</u>	<u>\$ 5,210,253</u>
<b><u>Reconciliation from financial statements to MTP2</u></b>									
Reclassify transfer of municipal appropriation to Education Dept as expenditure on MTP2	\$ -	\$ -	\$ 24,651,754	\$(24,651,754)	\$ -	\$ -	\$ -	\$ -	\$ -
Reclassify Library Aid reported as expenditure credits on F/S but revenue on MTP2	122,762	-	122,762	-	-	-	-	-	-
Police/Fire Detail reported as expenditure credits on F/S but revenue on MTP2	778,694	-	778,694	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
<b>Totals Per MTP2</b>	<u>\$46,649,869</u>	<u>\$ 4,812</u>	<u>\$ 46,431,701</u>	<u>\$ -</u>	<u>\$ 222,981</u>	<u>\$ 4,987,272</u>	<u>\$ -</u>	<u>\$ 4,987,272</u>	<u>\$ 5,210,253</u>

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

*See independent auditor's report*

**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Annual Supplemental Transparency Portal (MTP2)

*For the Year Ended June 30, 2021*

Per Audited Fund Financial Statements Fund Description	Total Other		Total Other		Net Change in Fund Balance <sup>1</sup>	Beginning Fund		Restated Beginning		Ending Fund Balance <sup>1</sup> (Deficit)
	Total Revenue	Financing Sources	Total Expenditures	Financing Uses		Fund Balance <sup>1</sup> (Deficit)	Prior Period Adjustment	Fund Balance <sup>1</sup> (Deficit)		
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2020</b>						\$ 709,412	\$ 171,336	\$ 880,748		
<i>Misc. adjustments made for fiscal 2020</i>						-	-	-		
<b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2021 adjusted</b>						<u>\$ 709,412</u>	<u>\$ 171,336</u>	<u>\$ 880,748</u>		
School Unrestricted Fund	\$ 10,275,396	\$ 24,651,754	\$ 34,227,023	\$ 173,524	\$ 526,603	\$ 493,240	\$ -	\$ 493,240	\$ 1,019,843	
Enterprise Fund	547,173	-	571,982	-	(24,809)	117,330	-	117,330	92,521	
School Special Revenue Funds	1,741,866	173,524	1,865,207	-	50,183	98,842	171,336	270,178	320,361	
<b>Totals per audited financial statements</b>	<u>\$ 12,564,435</u>	<u>\$ 24,825,278</u>	<u>\$ 36,664,212</u>	<u>\$ 173,524</u>	<u>\$ 551,977</u>	<u>\$ 709,412</u>	<u>\$ 171,336</u>	<u>\$ 880,748</u>	<u>\$ 1,432,725</u>	

**Reconciliation from financial statements to MTP2**

Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2	\$ 24,651,754	\$ (24,651,754)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(1,755,039)	-	(1,755,039)	-	-	-	-	-	-	-
Elimination of transfer between funds	-	(173,524)	-	(173,524)	-	-	-	-	-	-
For financial statements, indirect cost charges and recovery are reported in federal grant funds and also actual expenditures & reimbursement reported in School Unrestricted Fund.	(40,806)	-	(40,806)	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-	-
<b>Totals Per MTP2</b>	<u>\$ 35,420,344</u>	<u>\$ -</u>	<u>\$ 34,868,367</u>	<u>\$ -</u>	<u>\$ 551,977</u>	<u>\$ 709,412</u>	<u>\$ 171,336</u>	<u>\$ 880,748</u>	<u>\$ 1,432,725</u>	

**Reconciliation from MTP2 to UCOA**

OPEB net changes in investments in validation totals	\$ 128,232	\$ -
Misc adjustent between MTP and UCOA	<u>2</u>	<u>3</u>
<b>Totals per UCOA Validated Totals Report - Dated 12/23/2021</b>	<u>\$ 35,548,578</u>	<u>\$ 34,868,370</u>

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

*See independent auditor's report*

# TOWN OF TIVERTON, RHODE ISLAND

## Supplementary Information

### Notes to the Annual Supplemental Transparency Portal (MTP2)

*For the Year Ended June 30, 2021*

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#### NOTE 1. Basis of Presentation

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

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

#### NOTE 2. Reportable Government Services

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

#### NOTE 3. Allocations

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

#### NOTE 4. Employee Groups - Compensation and Benefit Costs

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

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

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.

*See independent auditor's report*



**TOWN OF TIVERTON, RHODE ISLAND**

Supplementary Information

Notes to the Annual Supplemental Transparency Portal (MTP2)

*For the Year Ended June 30, 2021*

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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/>.*

*See independent auditor's report*

## STATISTICAL SECTION

The Statistical Section differs from other financial statement presentations because they generally disclose more than one fiscal year and may present non-accounting data such as social and economic data and financial trends of the Town.

**TOWN OF TIVERTON, RHODE ISLAND**

Schedule of Uncollected Property Taxes

*For the Year Ended June 30, 2021*

Tax Roll Year	Balance		Assessment	Abatements &		Amount to be collected	Current Year		Balance June 30, 2021
	July 1, 2020	Assessment		Additions	Adjustments		Collections	Refunds	
2020	\$ -	\$ 39,017,350	\$ 39,017,350	\$ 76,452	\$ (458,981)	\$ 38,634,821	\$ 38,107,248	\$ -	\$ 527,573
2019	571,380	-	-	-	440,513	1,011,893	718,174	-	293,719
2018	363,041	-	-	-	(622)	362,419	224,186	-	138,233
2017	157,584	-	-	-	310	157,894	12,553	500	145,841
2016	137,477	-	-	-	(1,974)	135,503	6,896	-	128,607
2015	125,658	-	-	-	(1,778)	123,880	4,303	-	119,577
2014	122,073	-	-	-	(1,640)	120,433	2,980	-	117,453
2013	106,127	-	-	-	(1,421)	104,706	2,805	-	101,901
2012	112,173	-	-	-	(1,443)	110,730	1,863	-	108,867
2011	119,661	-	-	-	(1,600)	118,061	2,020	-	116,041
2010	111,053	-	-	-	(1,422)	109,631	1,126	-	108,505
2009 and prior	254,903	-	-	-	(828)	254,075	4,876	-	249,199
	<u>\$ 2,181,130</u>	<u>\$ 39,017,350</u>	<u>\$ 39,017,350</u>	<u>\$ 76,452</u>	<u>\$ (30,886)</u>	<u>\$ 41,244,046</u>	<u>\$ 39,089,030</u>	<u>\$ 500</u>	<u>\$ 2,155,516</u>
Less: Allowance for Uncollectible accounts	<u>-</u>								<u>-</u>
	<u>\$ 2,181,130</u>								<u>\$ 2,155,516</u>

**TOWN OF TIVERTON, RHODE ISLAND**

Tax Collector's Annual Report

*For the Year Ended June 30, 2021*

FY 2021 Cash Collections Summary			60 days accrual
July - August 2020 Collections Subject to 60-day FY20 Accrual	September - June-21 Collections	Total FY 2021 Cash Collections	July - August 2021 (FY 22) Cash Collections Subject to 60-day FY21 Accrual
\$ -	\$ 38,107,248	\$ 38,107,248	\$ 252,680
198,486	718,174	916,660	37,065
82,216	141,970	224,186	1,886
815	11,738	12,553	1,709
613	6,283	6,896	1,589
704	3,599	4,303	1,354
340	2,640	2,980	965
423	2,382	2,805	-
200	1,663	1,863	760
482	1,538	2,020	-
221	905	1,126	108
280	4,596	4,876	274
<u>\$ 284,780</u>	<u>\$ 39,002,736</u>	<u>\$ 39,287,516</u>	<u>\$ 298,390</u>

**Schedule of property valuation assessed as of December 31, 2020:**

	Valuation	Levy
Real property	\$2,282,917,835	\$36,960,419
Motor vehicles	130,933,678	2,506,071
Tangible personal property	68,218,481	1,104,457
Total	<u>2,482,069,994</u>	<u>40,570,947</u>
Less: Exemptions and motor vehicle phase out		
Real property	(19,784,179)	(320,306)
Motor vehicles	(64,435,229)	(1,233,290)
Total	<u>\$2,397,850,585</u>	<u>\$39,017,352</u>

**Reconciliation of Current Year Property Tax Revenue**

Current Year Collections	\$39,089,030
60-day FY21 Accrual	298,390
<i>July-August 2021 Collections</i>	
60-day FY20 Accrual	<u>(284,780)</u>
<i>July-August 2020 Collections</i>	
Current Year Property Tax Revenue	<u>\$39,102,640</u>

**TOWN OF TIVERTON, RHODE ISLAND**

Schedule of Long-Term Liabilities

*For the Year Ended June 30, 2021*

	<u>Date of Issuance</u>	<u>Interest Rate</u>	<u>Date of Maturity</u>	<u>Authorized</u>	<u>Outstanding July 1, 2020</u>	<u>Additions</u>	<u>Maturities During the Year</u>	<u>Outstanding June 30, 2021</u>	<u>Interest Paid</u>
<b>General long-term obligations</b>									
Ft Barton 10.0 million bond (Refi)	6/15/2016	2.180%	4/1/2028	\$ 5,705,000	\$ 4,750,000	\$ -	\$ 505,000	\$ 4,245,000	\$ 218,300
Pocasset 10.1 million bond (Refi)	6/22/2017	3.00% - 5.00%	5/15/2038	6,075,000	5,555,000	-	530,000	5,025,000	251,150
Tax increment bond (Refi)	9/1/2013	3.530%	6/30/2022	5,310,000	1,305,000	-	640,000	665,000	46,067
RIHEBC Sereis 2015D	12/15/2015	3.00% - 5.00%	5/15/2027	8,025,000	5,610,000	-	755,000	4,855,000	257,700
Library bond	12/3/2014	3.00%-3.50%	10/1/2034	6,785,000	5,175,000	-	340,000	4,835,000	156,950
Public school bond	6/22/2017	3.00%-3.50%	5/15/2038	13,760,000	12,830,000	-	490,000	12,340,000	563,213
Total General Obligation Bonds				45,660,000	35,225,000	-	3,260,000	31,965,000	1,493,380
Bond premium				-	3,314,496	-	405,009	2,909,487	-
<b>Total general obligation payable</b>				45,660,000	38,539,496	-	3,665,009	34,874,487	1,493,380
Capital leases				-	684,113	-	208,715	475,398	20,433
Landfill closure and postclosure care costs				-	9,100,000	1,600,000	-	10,700,000	-
<b>Other general long-term obligations</b>				-	9,784,113	1,600,000	208,715	11,175,398	20,433
<b>Other long term liabilities</b>									
Accrued compensated absences					1,359,348	220,685	40,954	1,539,079	n/a
Police - Net pension liability					5,758,217	-	3,709,681	2,048,536	n/a
ERS - Net pension liability					23,645,938	782,045	-	24,427,983	n/a
MERS - Net pension liability - Fire Department					4,079,637	317,465	-	4,397,102	n/a
MERS - Net pension liability - Local 2670A Plan					752,913	-	311,522	441,391	n/a
Net OPEB liability - School					7,201,561	-	74,498	7,127,063	n/a
Net OPEB liability - Town					18,964,671	386,877	-	19,351,548	n/a
<b>Total other long term liabilities</b>					61,762,285	1,707,072	4,136,655	59,332,702	
<b>Total long-term liabilities</b>					\$ 110,085,894	\$ 3,307,072	\$ 8,010,379	\$ 105,382,587	

**TOWN OF TIVERTON, RHODE ISLAND**

Schedule of Debt Service Requirements to Maturity

*For the Year Ended June 30, 2021*

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<u>Year Ending June 30,</u>	<u>Percentage of Maturity</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	10.45%	\$ 3,340,000	\$ 1,397,262	\$ 4,737,262
2023	19.05%	2,750,000	1,280,588	4,030,588
2024	27.97%	2,850,000	1,149,988	3,999,988
2025	37.28%	2,975,000	1,014,388	3,989,388
2026	46.94%	3,090,000	874,438	3,964,438
2027-2031	76.44%	9,430,000	2,526,813	11,956,813
2032-2036	93.87%	5,570,000	1,146,319	6,716,319
2037-2038	100.00%	1,960,000	148,250	2,108,250
		<u>\$ 31,965,000</u>	<u>\$ 9,538,046</u>	<u>\$ 41,503,046</u>

\*\* excluding debt premium of \$2,909,487

**TOWN OF TIVERTON, RHODE ISLAND**

Legal Debt Margin

*For the Year Ended June 30, 2021*

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Net assessed values	\$ 2,482,069,994
Less: exempt property	<u>84,219,408</u>
Total taxable assessed value	<u>\$ 2,397,850,586</u>
Debt limit - 3 percent of total assessed value	\$ 71,935,518
Amount of debt applicable to debt limit:	
Total bonded debt	<u>31,965,000</u>
Legal debt margin	<u>\$ 39,970,518</u>

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Independent Auditor's Report On Internal Control Over Financial Reporting And On  
Compliance And Other Matters Based On An Audit Of Financial Statements  
Performed In Accordance With *Government Auditing Standards*

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Tiverton, RI, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Tiverton, RI's basic financial statements, and have issued our report thereon dated December 28, 2021.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Town of Tiverton, RI's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Tiverton, RI's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Tiverton, RI's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Town of Tiverton, RI's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

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

A handwritten signature in cursive script that reads "Hague, Sabady & Co. PC".

Fall River, Massachusetts

December 28, 2021

**TOWN OF TIVERTON, RHODE ISLAND**

Photo Credit

*For the Year Ended June 30, 2021*

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**Photo Credit:**

David Robert