
TOWN OF SCITUATE

***COMPREHENSIVE ANNUAL
FINANCIAL REPORT***

***FOR THE FISCAL YEAR ENDED
MARCH 31, 2020***

***THEODORE J. PRZYBYLA
TREASURER***

Prepared by: Town Treasurer's Office

SCITUATE, RHODE ISLAND

**TOWN OF SCITUATE, RHODE ISLAND
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED MARCH 31, 2020**

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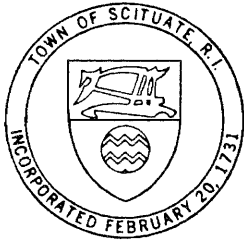
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INTRODUCTORY SECTION

This Section Contains the Following Subsections:

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



Town of Scituate

Rhode Island

THEODORE J. PRZYBYLA
TOWN TREASURER

December 15, 2020

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

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

The Comprehensive Annual Financial Report of the Town of Scituate, for the fiscal year ended March 31, 2020, is submitted herewith as mandated by state statutes. State laws require that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) within six months of the close of each fiscal year. This report was prepared by the Treasurer's Office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including disclosures, rests with the Town. We believe the information, as presented, is accurate in all material aspects: that it is presented in a manner designed to fairly set forth the financial position and results of operations of the Town as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain adequate understanding of the Town's financial affairs have been included.

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

GENERAL

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

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

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

Approximately forty percent (42.6%) of the Town area is owned by the City of Providence and is employed in the collection and storage of water. This property was acquired by an act of the State of Rhode Island (the "State") legislature that provided the land could be used for water supply purposes only. This huge reservoir is so well engineered and controlled that it has never posed a flood threat. For its land and improvements thereon, the City of Providence currently pays the Town of Scituate an annual amount that represents approximately 23.2% of the Town's total tax levy. Under legislation adopted by the General Assembly, the amount of taxes and manner for determining that amount may be renegotiated for a period not exceeding ten years. The Town of Scituate and the City of Providence negotiated a new agreement establishing the annual tax payment from January 1, 2020 through December 31, 2029.

Government

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

Education

The public school system of the Town consists of one senior high school, one middle school and three elementary schools. A five-member School Committee that is elected at-large at the regular biennial elections for four-year term directs the general administration of the Scituate School Department. The School Committee determines and controls all policies affecting the administration, maintenance, and operation of the public schools in the Town. The School Committee appoints a Superintendent as its chief administrative agent; submits a budget of expenditures and revenues to the Budget Committee and ultimately to the voters at an annual Financial Town Meeting and, once the school budget is approved, determines the allocation of the amount appropriated. The school enrollment for September 1, 2020 is 1,226. The cost per student was \$18,956 shared by the Town and the State of Rhode Island in the form of School Operation Aid. The cost of operating the Town's school system for the fiscal year ended March 31, 2020 was \$23,243,994 and \$23,988,949 has been budgeted for fiscal year ending March 31, 2021.

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

Fiscal Year	
<u>Ending</u>	<u>Enrollment</u>
<i>Actual</i>	
2011	1,660
2012	1,538
2013	1,503
2014	1,448
2015	1,422
2016	1,367
2017	1,305
2018	1,287
2019	1,232
2020	1,226
<i>Projected</i>	
2021	1,244
2022	1,258
2023	1,275

Projections revised NESDC and Scituate School Department

Municipal Services

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

Rubbish and Garbage Collection

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

Police Department

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

In addition to the sworn officers and civilian staff, there are 2 Animal Control Officers. The Animal Control Department operates the Scituate Animal Shelter, which is open five days per week. The Animal Control officers enforce the animal ordinances of the Town of Scituate and Foster. In fiscal 2020 the Police Department expended \$2,219,597 and Animal Control spent \$128,147. The fiscal 2021 budget is \$2,283,602 for Police and \$133,595 for Animal Control.

Fire Protection

The Scituate Fire Department is comprised from four separate independent fire districts each with one station. With their volunteer and on-call staff, they provide the Town with 24/7 coverage for all hazards and fire suppression. The stations are located on Danielson Pike in North Scituate; Main Street, Hope; Route 102, Chopmist; and Tunk Hill Road in Potterville. Apparatus and equipment include pumpers, tankers, a ladder truck, heavy rescues, brush trucks and rescues. The Department expended \$1,247,446 in fiscal 2020 and \$1,276,392 is budgeted for fiscal 2021.

Emergency Management Services

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

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

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

Emergency Medical Services

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

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

Senior Services Center

The Scituate Senior Services Department provides senior programming for the elders of the town seven days a week through enhancing, enriching and educating the elders of the community while utilizing virtual programming. The Senior Services Department acts as a resource for elders and families to liaison among the state and federal agencies supporting elders. The department is run with one full time director and four part-time staff. The department is able to provide transportation to all elders of the community with two transit buses and two minivans. The Scituate Senior Services department is a standalone building located at 1315 Chopmist Hill Road with acreage for outdoor recreation. The Senior Services Department has suspended the meal site operations due to Covid-19. The department currently delivers all meals, which are federally funded by the Title III grant to each elder's residence. In fiscal 2020 the Senior Services Department expended \$151,430 which included \$19,893 for vehicle capital; \$139,370 is budgeted for fiscal 2021.

Public Works, Sewers and Water

The Town's Public Works Department maintains the Town's property including highways, public buildings and recreational facilities. The Department expended \$1,997,096 in fiscal 2020 and the fiscal 2021 budget is \$2,608,476. This budget includes payments for care of trees, cemetery care, rubbish and recycling pickup. There are no sanitary sewers in the Town. The Department also maintains an extensive storm-water drain system on municipally owned roadways. The majority of town residents draw water from private wells and a small number of residents are served by a public water supplier (Kent County Water Authority).

Libraries

There are two public libraries in the Town of Scituate; North Scituate Library and Hope Library, primarily supported by the Town appropriation and State Aid. The libraries' fiscal 2020 appropriation was \$504,500 from the Town and \$79,119 from State Aid. The fiscal 2021 total Town and State Aid appropriation is \$626,060.

Recreation / Social Services

The Town supports a Recreation Department with a part-time Director who oversees seasonal recreation programs, including a summer program which runs for eight weeks. The Recreation Department also supports local youth sports organizations and after school programs. The Recreation Department expended \$233,517 in FY 2020 and \$229,343 is budgeted for FY 2021.

The Town supports various social service and community health organizations. The Town has appropriated and expended \$47,465 in FY 2020 and expects to spend \$54,465 in FY 2021.

Employee Relations

As of March 31, 2020 the Town had 24 full-time and approximately 66 part-time and seasonal employees exclusive of the School and Police Departments. The Police Department employed 17 uniformed officers, 6 full-time and 2 part-time civilian employees and 1 full-time and 1 part-time animal control officers. The School Department as of such date had 147 full and part-time professionals, as well as 83 part-time and full-time non-professional employees.

The Town's uniformed police employees are members of the International Brotherhood of Police Officers (IBPO). The Town and Union have negotiated a contract through June 30, 2021. The Town's professional school employees are members of the National Education Association of Rhode Island

(NEARI) with a contract that expires August 31, 2022. The School Department's custodians are members (NEARI) with a contract that expires June 30, 2020. The School Department's Paraprofessionals are members (NEAR) with a contract that expires June 30, 2021. The employees of the Department of Public Works are members of the Teamsters, Chauffeurs, Warehousemen & Helpers of America Local Union No. 251 with a contract that expires June 30, 2021. Lastly, the Town recently negotiated a new contract with the Police Dispatchers and Animal Control Officers, who are members of NAGE Local R1-42. The dispatchers' contract expires June 30, 2022.

ECONOMIC CONDITIONS AND OUTLOOK

Population

In 2000, Scituate was ranked 29th in population among the thirty-nine cities and towns in Rhode Island and the Town experienced a 4.8% increase in population from 1990 to 2000. Set forth below is a table of the population in the Town for various years from 1930 to 2019.

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

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

Unemployment

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

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

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

In 2019 the Town had 286 private business and industrial firms subject to the payment of employment security taxes. During that period, the payrolls for those firms totaled \$40,832,877 and the average number of persons employed were 1,151. The following is a listing of the various types of industry in the Town covered by the Department of Labor and Training for the calendar year ended December 31, 2019.

Year Ended December 31, 2019

Industry	Average No. of Units	Annual Payroll	Average No. of Employees
Agr., Fish., Mining	7	\$ 1,046,321	38
Construction	73	2,107,215	255
All Manufacturing	10	576,489	13
Transportation/Warehousing	16	3,146,559	61
Wholesale Trade	13	1,404,527	26
Retail Trade	20	5,962,555	199
Fin., Ins., Real Estate	18	1,266,368	29
Service Industries	126	25,322,843	530
Information	3	0	0
Totals	<u>286</u>	<u>40,832,877</u>	<u>1,151</u>

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

Income Levels

According to the US Census Bureau's five-year 2013-2017 American Survey estimates, the median family income of the Town of Scituate was \$108,5765 in 2019 compared to \$81,822 for the State of Rhode Island. Median family income in the Town increased from \$67,593 in 2012, an increase of 62.2%. The Town of Scituate's 2012-2016 median family income ranked 7th among Rhode Island cities and towns.

The per capita income of the Town was \$48,0354 compared to \$34,619 for the State. Per capita income in the Town increased from \$28,092 in 2010, an increase of 58.4%. The Town of Scituate's year 2016 per capita income ranks 7th among Rhode Island cities and towns.

Building Permits

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

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

*Includes Churches and Town Properties
Source: Town of Scituate, Building Inspector

Housing

At March 31, 2020, the sale price for a single family home in Scituate ranged from \$79,500 to \$900,000. The median sales price for a house in Scituate was \$311,000 and the average sales price was \$331,858.

Source: Tax Assessor's data base

Economic Development

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

- Six (6) houses have been built and Two (2) under construction in a 13-lot subdivision “Carriage Hill Crossing”
- There were 19 new home starts in 2019
- There were 17 new home starts so far in 2020
- Season’s Gas Station received Final Approval from Plan Commission and construction is underway. Expected Spring 2021 opening.
- Wineberry Condominiums – 12-unit condominium project under “Affordable Housing”, 8 units have been occupied.
- “Chopmist Hill Estates” an 18-unit condominium project under “Affordable Housing”, received Final Approval from Plan Commission. Construction plans for two of the building plans have been submitted for a building permit.
- Scituate Police Station was completed and now occupied.

Long – Term Financial Planning

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

Major Initiatives

Town Comprehensive Plan: The Town Council has engaged Weston & Sampson of Foxborough, Massachusetts to provide consulting services to complete the Town of Scituate’s Comprehensive Plan Update.

FINANCIAL INFORMATION

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

Internal Controls

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

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

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

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

Budgetary Control

The Town has formally established budgetary accounting control for its General Fund. It is the responsibility of the Town Budget Committee to submit to the Town Council and make available to the general public a proposed General Fund budget, including the School Departments transfer for the fiscal year. The Town Council may then revise and adopt a recommended General Fund budget including changes to the School Departments transfer. At least two public hearings are conducted on the recommended General Fund Budget and the final recommended budget is approved by the voters and legally enacted through an ordinance by the Town Council at the Annual Financial Town Meeting. The General Fund and School Departments annual operating budget amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary.

Independent Audit

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

Reporting Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Scituate for its comprehensive annual financial report for the fiscal year ended March 31, 2019. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate for fiscal 2020.

Acknowledgment

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

Respectfully submitted,

A handwritten signature in dark ink, appearing to read 'T. Przybyla', with a large, stylized circular flourish above the name.

Theodore J. Przybyla
Town Treasurer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Town of Scituate
Rhode Island**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

March 31, 2019

Christopher P. Morill

Executive Director/CEO

TOWN OF SCITUATE, RHODE ISLAND

As of March 31, 2020

TOWN TREASURER

Theodore J. Przybyla

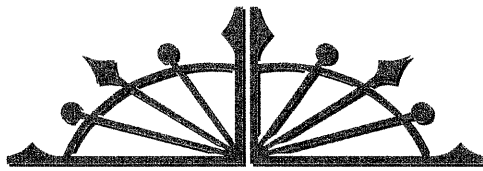
TOWN COUNCIL

James Brady, Jr. President
Abbie Groves, Vice President
Charles A. Collins, Jr.
Brenda Frederickson
David A. D'Agostino
Tim McCormick
Gary Grande

FINANCIAL SECTION

This Section Contains the Following Subsections:

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



BAXTER DANSEREAU & ASSOCIATES, LLP

Accounting, Consulting & Tax Services

Partners

William J. Baxter, Jr., CPA

Paul L. Dansereau, CPA

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Scituate, Rhode Island (Town) as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Scituate, Rhode Island as of March 31, 2020, and the respective changes in financial position thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-15 and 81-83 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2020 on our consideration of the Town of Scituate, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Scituate, Rhode Island's internal control over financial reporting and compliance.

Baxter Dansereau & Associates, LLP

West Warwick, Rhode Island

December 15, 2020

Management's Discussion and Analysis

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

Management of the Town of Scituate provides this Management's Discussion and Analysis of the Town of Scituate Comprehensive Annual Financial Report for the readers of the Town's financial statements. This narrative overview and analysis of the financial statements of the Town of Scituate are for fiscal year ended March 31, 2020. We encourage readers to consider this information in conjunction with the additional information that is furnished in the letter of transmittal, which can be found preceding this narrative, and with the Town's financial statements that follow.

FINANCIAL HIGHLIGHTS

- ❖ The Town's primary government net position decreased in the amount of \$423,293 as a result of this current year's operations. The major components of this decrease were principal payments on debt service and increases in pension and OPEB related liabilities. On a government-wide basis the liabilities and deferred inflow of resources of the Town exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$12,331,224.
- ❖ The Town's Government-wide operating expenses were \$40,076,425 1.25% decrease from the prior year, while revenues collected were \$39,653,132 a 1.21% increase. The decrease in operating expenses was mainly due to decreases in debt, pension and OPEB related costs charged to various functional activities. The increase in revenue was from additional tax collections in fiscal year 2020.
- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$13,340,691. 39% of this amount, \$5,231,969 is unassigned and available for use within the Town's designation and fiscal policies.
- ❖ At the end of the current fiscal year, the general fund unassigned fund balance was \$5,479,053 or 14.8% of the total general fund expenditures for the fiscal year. The general fund's current fiscal year expenditures and transfers exceeded revenues and transfers by \$145,258. On a budgetary basis revenues and transfers exceeded expenditures and transfers by \$715,742.
- ❖ The Town's total bonded debt declined by \$496,000 during the current fiscal year. During the fiscal Town issued new bonded debt of \$2,000,000 with an interest coupon rate 2.79% to complete the new police station and other various capital projects.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

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

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

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

Figure A-1

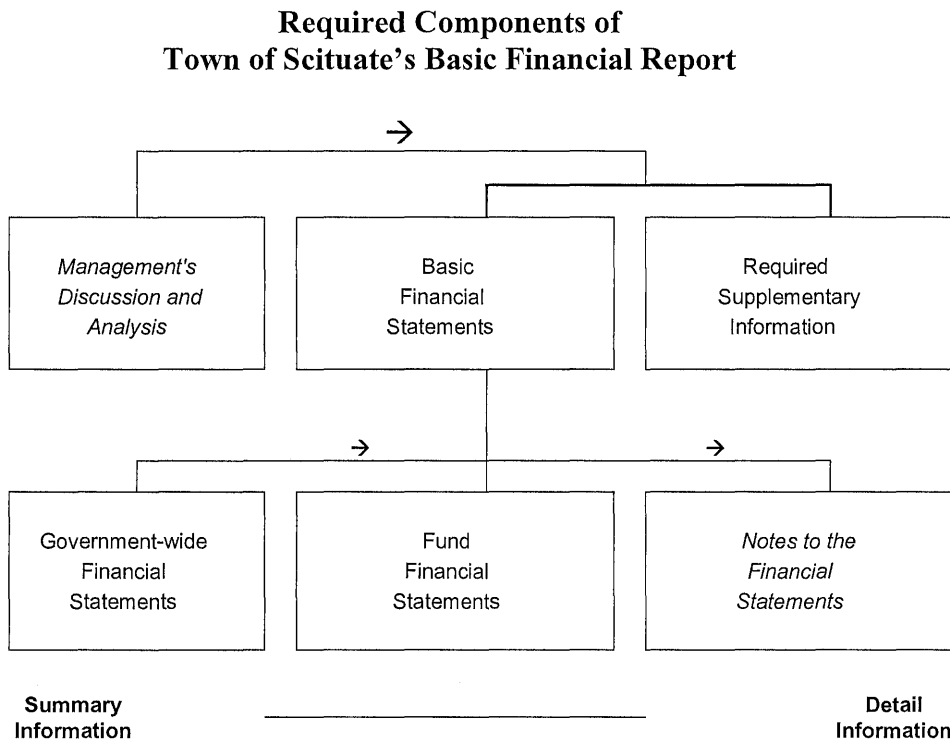


Figure A- 2

Figure A-2 summarizes the major features of the Town's financial statements, including the portion of the Town government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

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

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

Government-Wide Statements

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

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

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

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

Fund Financial Statements

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

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

Governmental funds – Most of the basic services provided by the Town are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the government fund statements focus on near-term inflows and outflows of spendable resources. They also focus on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financing requirements.

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

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

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

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

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

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

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The Town's net position presented a deficit \$12,331,224 at the close of the most recent fiscal year. The net position decreased by \$423,293 as a result of this year's current operations. The primary reason for the current years decrease was due to an increase in the Town's pension and OPEB liabilities.

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

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

TOWN OF SCITUATE, RHODE ISLAND
Net Position

	Governmental Activities	
	2020	2019
ASSETS		
Current and other assets	\$ 20,053,327	\$ 24,180,773
Capital assets	28,150,264	21,638,863
Total assets	<u>48,203,591</u>	<u>45,819,636</u>
 Deferred Outflows of Resources	 8,295,776	 8,376,981
 LIABILITIES		
Current Liabilities	3,821,343	3,471,404
Long-term liabilities	58,313,311	57,513,857
Total liabilities	<u>62,134,654</u>	<u>60,985,261</u>
 Deferred Inflows of Resources	 6,695,937	 5,019,287
 NET POSITION		
Net invested in capital assets	14,178,332	13,512,250
Restricted	1,839,304	5,530,587
Unrestricted	(28,348,860)	(30,850,768)
Total net position	<u>\$ (12,331,224)</u>	<u>\$ (11,807,931)</u>

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

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

Changes in Net Position

Governmental activities. Governmental activities for the current year decreased the Town's current year's Net Position by \$423,293.

TOWN OF SCITUATE, RHODE ISLAND
Changes in Net Position

	Governmental Activities	
	2020	2019
Revenues		
Program revenues		
Charges for services	\$ 1,741,061	\$ 1,710,099
Operating grants and contributions	6,435,048	7,066,563
Total program revenues	<u>8,176,109</u>	<u>8,776,662</u>
General revenues		
Property taxes, levied for general purposes	30,835,528	29,782,017
State revenue sharing	536,977	485,271
Investment earnings and miscellaneous	104,518	130,457
Total general revenues	<u>31,477,023</u>	<u>30,397,745</u>
Total revenues	<u>39,653,132</u>	<u>39,174,407</u>
Expenses		
General government	776,080	1,970,538
Public safety	8,192,853	7,827,885
Public works	2,512,460	3,247,436
Social services	1,143,208	1,185,895
Education	27,008,541	25,792,817
Interest expense	443,283	557,839
Total expenses	<u>40,076,425</u>	<u>40,582,410</u>
Increase (decrease) in net position	(423,293)	(1,408,003)
Net position - beginning (restated)	<u>(11,907,931)</u>	<u>(10,399,928)</u>
Net position - end of year	<u>\$ (12,331,224)</u>	<u>\$ (11,807,931)</u>

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$13,340,691 which is an overall decrease of \$5,276,125 for the current year. Of this total amount \$5,231,969 or 39% represents unassigned fund balance, which is available for spending at the government's discretion.

TOWN OF SCITUATE, RHODE ISLAND
Fund Balance Categories

	General Fund	\$2.8M Bond Fund	RIHEBC School Bond Fund	Non-Major Governmental Funds	Total Governmental Funds
<i>Nonspendable:</i>					
Cemetery perpetual care	-	-	-	120,834	120,834
Deposits held for Health and Dental Benefits	3,819,783	-	-	-	3,819,783
<i>Restricted for:</i>					
Educational programs	841,162	-	174,193	181,895	1,197,250
Public safety programs	-	-	-	132,290	132,290
Social service programs	-	-	-	179,085	179,085
Records preservation	-	-	-	129,348	129,348
Other programs	14,417	-	-	34,518	48,935
<i>Committed for:</i>					
Open space, park & recreational facilities	-	-	-	78,499	78,499
Other programs	-	128,994	-	7,361	136,355
<i>Assigned for:</i>					
2021 budget -Town	452,323	-	-	-	452,323
Educational programs	147,123	-	-	-	147,123
Capital outlay	-	-	-	1,666,897	1,666,897
<i>Unassigned:</i>	5,479,053	-	-	(247,084)	5,231,969
Total fund balances	<u>\$ 10,753,861</u>	<u>\$ 128,994</u>	<u>\$ 174,193</u>	<u>\$ 2,283,643</u>	<u>\$ 13,340,691</u>

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

The general fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the general fund was \$5,479,053. As a measure of the general fund liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 14.8% of total general fund expenditures.

General Fund Budgetary Highlights

The budget was passed at the annual Financial Town Meeting held on April 2, 2019. Favorable revenue variances were mainly due to an increase in hotel and meal tax, as well as emergency medical services. The total net variance of expenditures was on target with the budget.

Capital Assets and Debt Administration

Capital Assets. The Town's investment in capital assets for its governmental activities as of March 31, 2020 amounted to \$28,150,264 (net of accumulated depreciation). This investment in capital assets includes infrastructure, land, buildings, improvements, machinery and equipment, vehicles and construction in progress.

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

	<u>March 31, 2020</u>	<u>March 31, 2019</u>
	<u>Governmental Activities</u>	<u>Governmental Activities</u>
Land & land rights	\$ 2,282,206	\$ 2,282,206
Construction in Progress	8,034,198	3,080,727
Infrastructure	2,058,004	1,800,743
Buildings and improvements	10,311,587	10,546,075
Office furniture and equipment	121,870	64,195
Motor vehicles	3,672,359	2,356,050
Machinery and equipment	1,670,040	1,508,867
	<u>\$ 28,150,264</u>	<u>\$ 21,638,863</u>

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

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

Long-term debt. At the end of the fiscal year, the Town had total bonded debt outstanding of \$14,296,000. General obligation bonds are backed by the full faith and credit of the Town, including the Town's power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt currently outstanding was approved by a vote of the citizens.

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

	<u>March 31, 2020</u>	<u>March 31, 2019</u>
	<u>Governmental Activities</u>	<u>Governmental Activities</u>
General Obligation Bonds	\$ 7,370,000	\$ 5,866,000
Notes Payable	6,926,000	7,271,000
	<u>\$ 14,296,000</u>	<u>\$ 13,137,000</u>

The Town has an Aa2 rating from Moody's Investors Service.

State statute limits the amount of bonds a governmental entity can issue to 3% of its total net assessed value, which approximates \$49,865,079. As of March 31, 2020, the Town's debt, subject to the 3% limit, was \$7,370,000 which is under the debt limit by \$42,495,079.

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

Economic Factors and Next Year's Budgets and Rates

The unemployment rate for the Town of Scituate is 4.9% as of March 2020. This compares to the State's unemployment rate of 5.0% and the national average of 4.5%. Median Household Income ranks 6th and Per Capita Income ranks 10th among Rhode Island's 39 Cities and Towns.

TOWN OF SCITUATE, RHODE ISLAND
Management's Discussion and Analysis
For the Fiscal Year Ended March 31, 2020
(Un-Audited)

The following factors were considered in preparing the Town's budget for the 2020/2021 fiscal year.

- The Town continues to budget the full ARC for Police Pension plus an additional \$100,000 and continued to fund the OPEB Trust Fund in the amount of \$100,000 in FY 2021
- Contributions for municipal retirement system will be 16.67% for the fiscal year
- The Town expects a 3% increase in health care costs in FY 2021 and no increase in dental costs
- The FY 2021 budget provides for a 3% increase to base salaries for non-union employees. It also anticipates a 3% base salary increase for public works/highway union employees, dispatcher union employees, and police union employees.
- Most appropriations remain level funded at the prior year's budgeted amounts
- The Town continues to redirect the significant drop-off in town debt toward capital expenditures. The 5-year capital plan budget in FY 2021 increased to \$890,500

The Town has decreased the use of fund balance appropriated for spending within the FY 2020/2021 Budget as follows: \$326,073 of the School Department's accumulated surplus, and \$126,250 of the Town's unreserved fund balance. The FY 2021 budget was presented to voters at the annual financial town meeting with a 2.55% tax levy increase. The town tax rates will be \$18.27 per thousand for residential real property and \$22.67 per thousand for commercial/industrial/mixed use real property for the fiscal year ending March 31, 2021.

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

Requests for Information

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

BASIC FINANCIAL STATEMENTS

TOWN OF SCITUATE, RHODE ISLAND
Statement of Net Position
March 31, 2020

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 8,422,246
Real estate and personal property tax receivable (net)	3,814,127
Due from federal and state government	611,861
Other assets	382,206
Prepaid expenses	4,070,056
Capital assets:	
Land, land rights and construction in progress	10,316,404
Depreciation buildings, property, equipment, and infrastructure (net)	17,833,860
Net pension asset	2,752,831
TOTAL ASSETS	48,203,591
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding of debt	122,848
Deferred charges on pension assets/liabilities	8,172,928
TOTAL DEFERRED OUTFLOW OF RESOURCES	8,295,776
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	2,379,345
Accrued interest payable	192,635
Unearned revenue	140,527
Other liabilities	6,905
Due within one year	1,101,931
Noncurrent liabilities:	
Long-term liabilities	
Due in more than one year	22,233,257
Net pension liability	36,080,054
TOTAL LIABILITIES	62,134,654
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows on pension assets/liabilities	6,695,937
NET POSITION	
Net investment in capital assets	14,178,332
Restricted for:	
Educational programs	1,197,250
Public safety programs	132,290
Social service programs	179,085
Records preservation	129,348
Other programs	48,935
Permanent:	
Expendable	33,962
Nonexpendable	120,834
Unrestricted	(28,351,260)
Total Net Position	\$ (12,331,224)

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

TOWN OF SCITUATE, RHODE ISLAND
Statement of Activities
For the Fiscal Year Ended March 31, 2020

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Functions/Programs	Expenses			Total Governmental Activities
Governmental activities:				
General government	\$ 776,080	\$ 943,699	\$ 39,040	\$ 206,659
Public safety	8,192,853	527,705	130,380	(7,534,768)
Public works	2,512,460	21,931	-	(2,490,529)
Social services	1,143,208	31	79,118	(1,064,059)
Education	27,008,541	247,695	6,186,510	(20,574,336)
Interest expense	443,283	-	-	(443,283)
Total governmental activities	\$ 40,076,425	\$ 1,741,061	\$ 6,435,048	(31,900,316)
General revenues:				
				30,835,528
General property tax				536,977
State revenue sharing				104,518
Unrestricted investment earnings				31,477,023
Total general revenues				(423,293)
Change in net position				(11,907,931)
Net position - beginning restated				\$ (12,331,224)
Net position - end of year				

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

Fund Financial Statements

TOWN OF SCITUATE, RHODE ISLAND
Balance Sheet
Governmental Funds
March 31, 2020

	<u>General Fund</u>	<u>2019 Capital Bond Fund</u>	<u>RIHEBC School Bond Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 6,119,333	\$ 1,011,994	\$ 516,343	\$ 774,576	\$ 8,422,246
Real estate and personal property tax receivable	4,109,127	-	-	-	4,109,127
Due from federal & state governments	225,205	-	-	386,656	611,861
Other assets	137,449	-	-	140,527	277,976
Internal balances	3,049,417	-	-	2,043,965	5,093,382
Prepaid expenditures	4,070,056	-	-	-	4,070,056
TOTAL ASSETS	<u>\$ 17,710,587</u>	<u>\$ 1,011,994</u>	<u>\$ 516,343</u>	<u>\$ 3,345,724</u>	<u>\$ 22,584,648</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued expenses	\$ 1,715,768	\$ -	\$ 342,150	\$ 321,427	\$ 2,379,345
Internal balances	3,610,255	883,000	-	600,127	5,093,382
Unearned revenue	-	-	-	140,527	140,527
Other liabilities	6,905	-	-	-	6,905
Total liabilities	<u>5,332,928</u>	<u>883,000</u>	<u>342,150</u>	<u>1,062,081</u>	<u>7,620,159</u>
DEFERRED INFLOW OF RESOURCES					
Unavailable tax revenue	<u>1,623,798</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,623,798</u>
Fund balances:					
<i>Nonspendable:</i>					
Deposits held for Health and Dental Benefits	3,819,783	-	-	-	3,819,783
Cemetery perpetual care	-	-	-	120,834	120,834
<i>Restricted for:</i>					
Educational programs	841,162	-	174,193	181,895	1,197,250
Public safety programs	-	-	-	132,290	132,290
Social service programs	-	-	-	179,085	179,085
Records preservation	-	-	-	129,348	129,348
Other programs	14,417	-	-	34,518	48,935
<i>Committed for:</i>					
Open space, park & recreational facilities	-	-	-	78,499	78,499
Other programs	-	128,994	-	7,361	136,355
<i>Assigned for:</i>					
2021 budget -Town	452,323	-	-	-	452,323
Revaluation	147,123	-	-	-	147,123
Capital projects	-	-	-	1,666,897	1,666,897
<i>Unassigned:</i>	<u>5,479,053</u>	<u>-</u>	<u>-</u>	<u>(247,084)</u>	<u>5,231,969</u>
Total fund balances	<u>10,753,861</u>	<u>128,994</u>	<u>174,193</u>	<u>2,283,643</u>	<u>13,340,691</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 17,710,587</u>	<u>\$ 1,011,994</u>	<u>\$ 516,343</u>	<u>\$ 3,345,724</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. (see note 8)	28,150,264
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. (see note 8)	609,706
Some liabilities, including bonds payable, pension liabilities and deferred inflows and outflows of resources, are not due and payable in the current period and therefore are not reported in the funds. (Note 8)	(54,431,885)
Net position of governmental activities	<u>\$ (12,331,224)</u>

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

TOWN OF SCITUATE, RHODE ISLAND
Statement of Revenues, Expenditures
and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended March 31, 2020

	General Fund	2019 Capital Bond Fund	RIHEBC School Bond Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues					
General property tax	\$ 30,557,038	\$ -	\$ -	\$ -	\$ 30,557,038
Federal and state aid grants	4,930,662	-	-	1,410,223	6,340,885
Charges for service	1,134,936	-	-	266,857	1,401,793
Fines and penalties	64,683	-	-	-	64,683
Investment and interest income	208,922	9,994	35,153	58	254,127
Contributions and private grants	-	-	-	21,784	21,784
Miscellaneous	595,371	-	-	151,634	747,005
Total revenues	37,491,612	9,994	35,153	1,850,556	39,387,315
Expenditures					
General government	1,127,337	23,000	-	26,866	1,177,203
Public safety	3,701,642	-	-	55,102	3,756,744
Public works	1,961,764	-	-	63,760	2,025,524
Social services	1,062,396	-	-	57,327	1,119,723
Education	25,286,583	-	-	1,535,146	26,821,729
Fixed charges and other	2,557,878	-	-	-	2,557,878
Debt service					
Principal	841,000	-	-	-	841,000
Interest and other debt cost	520,770	-	-	-	520,770
Capital projects	-	998,000	2,892,117	3,952,752	7,842,869
Total expenditures	37,059,370	1,021,000	2,892,117	5,690,953	46,663,440
Excess of revenues over (under) expenditures before other financing sources (uses)	432,242	(1,011,006)	(2,856,964)	(3,840,397)	(7,276,125)
Other financing sources (uses)					
Issuance of bonds	-	2,000,000	-	-	2,000,000
Transfers from other funds	121,300	-	-	1,439,180	1,560,480
Transfers to other funds	(698,800)	(860,000)	-	(1,680)	(1,560,480)
Total other financing sources (uses)	(577,500)	1,140,000	-	1,437,500	2,000,000
Net changes in fund balances	(145,258)	128,994	(2,856,964)	(2,402,897)	(5,276,125)
Fund balances - beginning	10,899,119	-	3,031,157	4,686,540	18,616,816
Fund balances - ending	\$ 10,753,861	\$ 128,994	\$ 174,193	\$ 2,283,643	\$ 13,340,691

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

TOWN OF SCITUATE, RHODE ISLAND
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended March 31, 2020

Net change in fund balances - total governmental funds \$ (5,276,125)

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

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

Capital outlay	7,989,083	
Depreciation expense	<u>(1,377,682)</u>	6,611,401

Property taxes that are not collected in the current period and do not represent current financial resources are deferred in the fund financial statements, however they are recognized as revenues in the statement of activities.		278,490
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Amortization of bond premiums and refunding's in the current period do not represent current financial resources, however they are recognized as expenditures and revenues in the statement of activities.		36,088
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Some expenditures and revenues reported in the governmental funds that require the use of current financial resources are not reported as revenue or expenditures in the statement of activities.		28,726
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Changes in the Town's Net Pension Assets, Deferred Outflows of Resources related to pension plans or Net Pension Liability and Deferred Inflows of Resources related to pension plans result in an increase or decrease to the pension expense reported in the Statement of Activities. The effect of these adjustments resulted in a decrease in pension expense reported in the Statement of Activities.

Also, under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the full accrual basis, expenses and liabilities are recorded regardless of when financial resources are available.

Principal payments made on long-term debt	(1,159,000)	
Net (increase)decrease in compensated absences	(194,546)	
Net (increase) decrease in the net OPEB liability	1,234,883	
Net (increase) decrease in the net pension liability	(773,567)	
Net increase (decrease) in the net pension asset	535,927	
Net increase (decrease) in deferred outflows	(68,920)	
Net (increase) decrease in deferred inflows	<u>(1,676,650)</u>	(2,101,873)

Change in net position of governmental activities		<u>\$ (423,293)</u>
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Please see Note 9 for a more detailed explanation of the differences between the Government-Wide Financial Statements and the Fund Financial Statements

TOWN OF SCITUATE, RHODE ISLAND
Statement of Fiduciary Net Position
Fiduciary Funds
March 31, 2020

	<u>Trust Funds</u>	<u>Private Purpose Trust Fund</u>	<u>Agency Funds</u>
ASSETS			
Cash and cash equivalents	\$ 243,981	\$ 51,801	\$ 174,734
Investments:			
Collective funds - equity	3,894,175	-	-
Collective funds - fixed income	2,361,927	-	-
Collective funds - real estate investment trust	69,833	-	-
Total Investments:	<u>6,325,935</u>	<u>-</u>	<u>-</u>
Total Assets	<u>6,569,916</u>	<u>51,801</u>	<u>174,734</u>
LIABILITIES			
Deposits held in custody for others	-	-	174,734
Total Liabilities	<u>-</u>	<u>-</u>	<u>\$ 174,734</u>
NET POSITION			
Restricted for:			
Employees' pension benefits	5,697,002	-	
Employees' OPEB benefits	872,914	-	
Held in trust for other purposes		51,801	
TOTAL NET POSITION	<u>\$ 6,569,916</u>	<u>\$ 51,801</u>	

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

TOWN OF SCITUATE, RHODE ISLAND
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended March 31, 2020

	<u>Trust Funds</u>	<u>Private Purpose Trust Fund</u>
Additions:		
Contributions:		
Employer	\$ 1,171,491	\$ -
Plan member	193,019	-
Total contributions;	<u>1,364,510</u>	<u>-</u>
Investment income:		
Interest and dividend income	4,695	-
Net appreciation (depreciation) in fair value of investments	(547,653)	-
Less: investment expense	<u>(65,642)</u>	<u>5</u>
Net investment income	<u>(608,600)</u>	<u>5</u>
Total Additions	<u>755,910</u>	<u>5</u>
Deductions		
Benefits Paid	(1,046,667)	-
Administrative fees	<u>(63,795)</u>	<u>-</u>
Total Deductions:	<u>(1,110,462)</u>	<u>-</u>
Change in net position	(354,552)	5
Net position - beginning of year	<u>6,924,468</u>	<u>51,796</u>
Net position - end of year	<u>\$ 6,569,916</u>	<u>\$ 51,801</u>

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

Notes to Financial Statements

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

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

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

In evaluating the inclusion of other separate and distinct legal entities as component units within its financial reporting entity, the Town applied the criteria prescribed by GASB Statement No. 14, as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units." A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable or for which the nature and significance of its relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Through the application of GASB Statement Nos. 14 and 39 criteria, no separate entities have been determined to be component units of the Town.

B. BASIS OF PRESENTATION AND ACCOUNTING

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

Recently Issued Accounting Standards

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION AND ACCOUNTING

Government-Wide Financial Statements

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

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

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

Governmental Fund Financial Statements

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION AND ACCOUNTING

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

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

Major Governmental Funds:

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

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

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

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Net Position and a Statement of Changes in Net Position. The Town’s Fiduciary Funds include a Pension Trust Fund, OPEB Trust Fund, Private Purpose Trust Fund and Agency Funds. Fiduciary Funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or other governments. The Fiduciary Funds are accounted for on an “economic resources” measurement focus and the accrual basis of accounting. Agency Funds are purely custodial and do not involve measurement of results of operations.

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Agency Funds – These funds account for assets held by the Town as agent for various student groups for student activities, for the Town Council’s Sunshine Fund, and for probate.

C. INVESTMENTS

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

D. ACCOUNTS RECEIVABLE AND TAXES RECEIVABLE

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

E. CAPITAL ASSETS AND DEPRECIATION

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

All capital assets are capitalized at historical or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value. The Town follows the policy of not capitalizing assets with a cost of less than \$5,000 and a useful life of less than 1 year.

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

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

F. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

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

G. PROPERTY TAXES

The Town is permitted by State Law to levy property taxes. Current fiscal year tax collections for the Town were approximately 89% of the total 2020 levy. During the period April 1, 2020 through May 31, 2020, the Town collected an additional \$5,712,534 of the 2020 tax levy. The total collections therefore represent approximately 97% of the total 2020 levy. The tax rate of the Town is established by the Town Council.

The Town's fiscal 2019-2020 property taxes were levied on June 11, 2019 on assessed valuation as of December 31, 2018. Upon levy, taxes are billed and are due quarterly on July 1, October 1, January 1, and April 1. Failure to mail payments by due date results in a lien on the taxpayer's property. Assessed values are established by Tax Assessor's Office and are currently calculated at 100% of assessed value for real estate and 95% of market value for motor vehicles. A full revaluation of all property was completed as of December 31, 2015. The City of Providence Water Supply Board is the Town's principal taxpayer representing 17.8% of the Town's net assessed valuation in fiscal 2020.

H. COMPENSATED ABSENCES

Under the terms of various contracts and agreements, Town and School Department employees are granted vacation and sick leave in varying amounts based on length of service. Vacation benefits are accrued as a liability based on the accumulated benefits earned on March 31. Sick leave benefits are based on the sick leave accumulated at March 31 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The liability is calculated at the rate of pay in effect on March 31, 2020.

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. ACCRUED LIABILITIES AND LONG-TERM DEBT

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

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

J. DEBT PREMIUMS AND ISSUANCE COSTS

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

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

K. ESTIMATES

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

L. PENSIONS

For purposes of measuring the net pension liability, net pension asset, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town of Scituate, Rhode Island's various pension plans (described in more detail in Note 16) and additions to/deductions from the pension plans fiduciary net position have been determined on the same basis as they have been reported by the pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 2 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended March 31, 2020 was as follows:

	Primary Government		
	Beginning Balance	Increases	Decreases
			Ending Balance
Governmental activities:			
Capital assets not being depreciated:			
Land & land rights	\$ 2,282,206	\$ -	\$ -
Construction in progress	3,080,727	5,208,496	(255,025)
Total capital assets not being depreciated	5,362,933	5,208,496	(255,025)
Other capital assets:			
Infrastructure	17,003,214	583,456	-
Buildings and improvements	22,154,136	217,553	(2,950)
Office furniture and equipment	1,624,664	90,832	(11,626)
Motor vehicles	7,490,661	1,695,393	(215,388)
Machinery and equipment	4,158,241	348,378	(102,042)
Total other capital assets at historical cost	52,430,916	2,935,612	(332,006)
Less accumulated depreciation for:			
Infrastructure	15,202,471	326,195	-
Buildings and improvements	11,608,061	452,041	(2,950)
Office furniture and equipment	1,560,469	33,157	(11,626)
Motor vehicles	5,134,611	379,084	(215,388)
Machinery and equipment	2,649,374	187,205	(102,042)
Total accumulated depreciation	36,154,986	1,377,682	(332,006)
Governmental activities capital assets, net	\$ 21,638,863	\$ 6,766,426	\$ -

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 10,439
Public safety	334,113
Public works	529,594
Social services	47,834
Education	455,702
Total governmental activities depreciation expense	\$ 1,377,682

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 3 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

LEGAL DEBT MARGIN – The Town's legal debt margin as set forth by State Statute is limited to 3% of total net assessed value, which approximates \$49,865,079. As of March 31, 2020, the Town's debt subject to the 3% limit, was \$7,370,000, which is under the debt limit by \$42,495,079.

DEFICIT FUND BALANCES – The following non-major fund Special Revenue Funds had a deficit fund balance at March 31, 2020: Main Street Project (\$39,010), Citizens Police Academy Fund (\$402), Hazard Mitigation Grant (\$2,777), Police Homeland Security (\$18,308), School Bond Fund (\$133,669), New Police Station Bond Fund (\$41,003), Capital Project Fund Animal Shelter Bond Fund (\$8,450), Congregational Church Restoration Fund (\$689), Title I (\$2,400), and Champlin Grant (\$376).

NOTE 4 – CASH DEPOSITS

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

Cash and investments of the Town consist of the following at March 31, 2020:

Cash and cash equivalents	
Deposits with financial institutions	\$ 8,892,762
Investments	
Collective funds - equity	3,894,175
Collective funds - fixed income	2,361,927
Collective funds - real estate investment trust	69,833
Total Investments	<u>6,325,935</u>
Total cash and investments	<u><u>\$ 15,218,697</u></u>

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

Statement of net position	
Cash and cash equivalents	\$ 8,422,246
	<u>\$ 8,422,246</u>
Fiduciary funds	
Cash and cash equivalents	470,516
Investments	6,325,935
	<u>6,796,451</u>
Total cash and investments	<u><u>\$ 15,218,697</u></u>

CUSTODIAL CREDIT RISK – Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a formal deposit policy for custodial credit risk. As of March 31, 2020, \$0- of the Town's bank balance of \$15,295,499 was exposed to custodial credit risk.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 4 – CASH DEPOSITS (continued)

Under Rhode Island general laws, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits which are time deposits with maturities greater than sixty (60) days. Any of these institutions, which do not meet minimum capital standards prescribed by federal regulators, shall insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits, regardless of maturity. At March 31, 2020, the Town's uninsured or uncollateralized deposits with institutions were \$-0-. These deposits are held by institutions that meet the minimum capital standards prescribed by the federal regulators.

NOTE 5 – INVESTMENTS

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

Interest Rate Risk – The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Town does not have a formal policy which addresses custodial credit risk. The Town had no investments subject to custodial credit risk as of March 31, 2020.

Concentration of Credit Risk – The Town places no limit on the amount the Town may invest in any one issuer. The Town had no investments subject to concentration of credit risk as of March 31, 2020.

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of March 31, 2020:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 5 – INVESTMENTS (continued)

	March 31, 2020	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by fair value level:				
Domestic equities	\$ 3,894,175	\$ 3,894,175	\$ -	\$ -
Fixed incomes	2,361,927	2,361,927		
Real estate investment trust	69,833	69,833		
Total investments by fair value level	<u>\$ 6,325,935</u>	<u>\$ 6,325,935</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 6 – LONG-TERM LIABILITIES

A. LONG-TERM LIABILITIES

Long-term liability activity for the year ended March 31, 2020 was as follows:

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Retirements</i>	<i>Ending Balance</i>	<i>Amounts Due Within One Year</i>
Governmental Activities					
Bonds and loans payable:					
Bonds payable	\$ 5,866,000	\$ 2,000,000	\$ 496,000	\$ 7,370,000	\$ 566,000
Loans payable	7,271,000	-	345,000	6,926,000	356,000
	13,137,000	2,000,000	841,000	14,296,000	922,000
Plus amortized premium on loans	679,060	-	48,373	630,687	48,373
Total bonds and loans	13,816,060	2,000,000	889,373	14,926,687	970,373
Other liabilities:					
Compensated absences	1,121,032	266,317	71,771	1,315,578	131,558
Net pension liability	35,306,487	773,567	-	36,080,054	-
Net OPEB liability	8,327,806	(1,234,883)	-	7,092,923	-
Total other liabilities	44,755,325	(194,999)	71,771	44,488,555	131,558
Governmental Activities					
Long-Term Liabilities	<u>\$ 58,571,385</u>	<u>\$ 1,805,001</u>	<u>\$ 961,144</u>	<u>\$ 59,415,242</u>	<u>\$ 1,101,931</u>

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 6 - LONG TERM LIABILITIES (CONTINUED)

Long-term liability activity for the fiscal year ended March 31, 2020 was as follows:

GOVERNMENTAL ACTIVITIES	Date of Issuance	Interest Rate	Date of Maturity	Authorized	Outstanding April 1, 2019	Additions	Maturities During Year	Outstanding March 31, 2020	Amounts due within one year	Interest Paid
General Obligation Bonds Payable										
General obligation bonds	11/26/2019	2.79%	11/15/2039	\$ 2,000,000	\$ -	\$ 2,000,000	\$ -	\$ 2,000,000	\$ -	\$ 26,261
General obligation bonds	4/17/2018	3.0-5.0%	11/2/2033	3,060,000	3,060,000	-	145,000	2,915,000	215,000	170,964
General obligation bonds	7/28/2016	1.79%	7/15/2026	2,846,545	2,806,000	-	351,000	2,455,000	351,000	47,086
Total general obligation bonds payable				<u>7,906,545</u>	<u>5,866,000</u>	<u>2,000,000</u>	<u>496,000</u>	<u>7,370,000</u>	<u>566,000</u>	<u>244,311</u>
Loans payable										
RIHEBC Loan	4/30/2009	3.0-5.0%	5/15/2019	4,000,000	185,000	-	185,000	-	-	4,250
RIHEBC Revenue Loan 2018 Series A	5/30/2018	2.0-4.5%	5/15/2038	4,740,000	4,740,000	-	160,000	4,580,000	165,000	179,925
RIHEBC Refunding Loan 2017 Series B	4/11/2017	3.0-5.0%	4/1/2029	2,346,000	2,346,000	-	-	2,346,000	191,000	97,368
Total loans payable				<u>11,086,000</u>	<u>7,271,000</u>	<u>-</u>	<u>345,000</u>	<u>6,926,000</u>	<u>356,000</u>	<u>281,543</u>
Amortized premium on loans					<u>679,060</u>	<u>-</u>	<u>48,373</u>	<u>630,687</u>	<u>48,373</u>	<u>-</u>
Total governmental activities bonds and loans					<u>13,816,060</u>	<u>2,000,000</u>	<u>889,373</u>	<u>14,926,687</u>	<u>970,373</u>	<u>525,854</u>
Accrued expenses										
Compensated absences - Town					566,298	143,216	39,211	670,303	67,030	-
Compensated absences - School Department					554,734	123,101	32,560	645,275	64,528	-
Net pension liability					35,306,487	773,567	-	36,080,054	-	-
Net OPEB liability					8,327,806	(1,234,883)	-	7,092,923	-	-
Total accrued expenses					<u>44,755,325</u>	<u>(194,999)</u>	<u>71,771</u>	<u>44,488,555</u>	<u>131,558</u>	<u>-</u>
Total long-term liabilities - governmental activities					<u>\$ 58,571,385</u>	<u>\$ 1,805,001</u>	<u>\$ 961,144</u>	<u>\$ 59,415,242</u>	<u>\$ 1,101,931</u>	<u>\$ 525,854</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 6 – LONG-TERM LIABILITIES (Continued)

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

GOVERNMENTAL ACTIVITIES - GENERAL OBLIGATION BONDS

Fiscal Year Ended March 31,	Percentage of Maturity	Principal	Interest	Total Debt Service
2021	7.68%	566,000	202,184	768,184
2022	16.58%	656,000	186,860	842,860
2023	25.55%	661,000	171,589	832,589
2024	34.72%	676,000	156,168	832,168
2025	43.96%	681,000	140,309	821,309
2026	53.39%	695,000	119,407	814,407
2027-2040	100.00%	3,435,000	531,545	3,966,545
		\$ 7,370,000	\$ 1,508,062	\$ 8,878,062

GOVERNMENTAL ACTIVITIES - LOANS PAYABLE

Fiscal Year Ended March 31,	Percentage of Maturity	Principal	Interest	Total Debt Service
2021	10.48%	356,000	270,352	626,352
2022	10.48%	370,000	257,612	627,612
2023	16.04%	385,000	243,637	628,637
2024	21.89%	405,000	228,981	633,981
2025	27.95%	420,000	210,776	630,776
2026	34.31%	440,000	192,050	632,050
2027-2039	100.00%	4,550,000	1,032,350	5,582,350
		\$ 6,926,000	\$ 2,435,758	\$ 9,361,758

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 6 – LONG-TERM LIABILITIES (Continued)

SEWER FUND INTER-MUNICIPAL AGREEMENT

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

Fiscal Year Ended	
March 31,	Total
2021	\$ 23,223
2022	23,270
2023	23,301
2024	23,317
2025	23,168
2026	23,168
Thereafter	108,086
TOTALS	\$ 247,533

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 7 – INTERFUND BALANCES AND TRANSFERS

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

	<u>Due from /</u> <u>other funds</u>	<u>Due to/</u> <u>other funds</u>
General Fund	\$ 3,049,417	\$ 3,610,255
Special Revenue Funds:		
Town Special Revenue	288,335	60,497
School Special Revenue	114,809	396,822
Capital Project Funds		
Capital Projects Funds	1,640,821	1,025,808
Totals	<u><u>\$ 5,093,382</u></u>	<u><u>\$ 5,093,382</u></u>

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

<u>Fund / Department</u>	<u>Transfers from</u> <u>other funds</u>	<u>Transfers to</u> <u>other funds</u>
General Fund	\$ 121,300	\$ 698,800
Town Special Revenue Funds	-	-
Capital Projects	1,439,180	861,680
Totals	<u><u>\$ 1,560,480</u></u>	<u><u>\$ 1,560,480</u></u>

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

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

"Total fund balances" of the Towns' governmental funds \$13,340,691 differs from "net position" of governmental activities \$ (12,331,224) reported in the statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. The effect of the differences is illustrated below.

	Balance Sheet/Statement of Net Position			
	Total Governmental Funds	Long-term Assets/ Liabilities (1)	Reclassifications and Eliminations	Statement Net Position Totals
Assets				
Cash and cash equivalents	\$ 8,422,246	\$ -	\$ -	\$ 8,422,246
Receivables:				
Property taxes, net	4,109,127	(295,000)	-	3,814,127
Intergovernmental	611,861	-	-	611,861
Other assets	277,976	104,230	-	382,206
Internal balances	5,093,382	-	(5,089,903)	3,479
Prepaid expenses	4,070,056	-	-	4,070,056
Property, plant and equipment - net	-	17,833,860	-	17,833,860
Assets not being depreciated	-	10,316,404	-	10,316,404
Net pension asset	-	2,752,831	-	2,752,831
Total assets	<u>22,584,648</u>	<u>30,712,325</u>	<u>(5,089,903)</u>	<u>48,207,070</u>
Deferred Outflows of Resources	-	8,295,776	-	8,295,776
LIABILITIES				
Liabilities:				
Accounts payable and accrued expenses	2,379,345	-	-	2,379,345
Accrued interest payable	-	192,635	-	192,635
Internal balances	5,093,382	-	(5,089,903)	3,479
Unearned revenue	140,527	-	-	140,527
Other liabilities	6,905	-	-	6,905
Long-term liabilities				
Due within one year	-	1,101,931	-	1,101,931
Due in more than one year	-	22,233,257	-	22,233,257
Net pension liability	-	36,080,054	-	36,080,054
Total liabilities	<u>7,620,159</u>	<u>59,607,877</u>	<u>(5,089,903)</u>	<u>62,138,133</u>
Deferred Inflows of Resources	1,623,798	5,072,139	-	6,695,937
Fund Balances/Net Position				
Total fund balances/net position	13,340,691	(25,671,915)	-	(12,331,224)
Total liabilities and fund balances/net position	<u>\$ 22,584,648</u>	<u>\$ 39,008,101</u>	<u>\$ (5,089,903)</u>	<u>\$ 56,502,846</u>

(continued)

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

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

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

Cost of capital assets	\$ 65,350,926
Accumulated depreciation	(37,200,662)
	<u>\$ 28,150,264</u>

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

Adjustment of unearned revenue	\$ 1,623,798
Accrued interest receivable	104,230
Accrued interest payable	(192,635)
Allowance for doubtful accounts	(295,000)
Bond premiums	(630,687)
	<u>\$ 609,706</u>

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

Bonds payable	\$ 7,370,000
Loans payable	6,926,000
Accrued compensated absences	1,315,578
Net pension liability	36,080,054
Net OPEB liability	7,092,923
	<u>\$ 58,784,555</u>

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

Net pension asset - TSB	\$ (2,501,309)
Net pension asset - MERS Police COLA	(24,036)
Net pension asset - MERS Police employees	(227,486)
	<u>\$ (2,752,831)</u>

Deferred inflows and outflows of resources are amounts used under GASB 68 in developing the annual pension expense. Deferred inflows and outflows arise with differences between expected and actual experiences; such as changes of assumptions or differences in expected and actual investment returns. These amounts will be recognized in future periods.

Deferred inflows of resources - pensions	\$ (6,695,937)
Deferred outflows of resources - pensions	8,172,928
Deferred outflow on refunding of debt	122,848
	<u>\$ 1,599,839</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

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

The "net change in the fund balances" for governmental funds (\$5,276,125) differs from the "change in net position" for governmental activities \$(423,293) reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

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

	Total Governmental Funds	Long-term Revenues/ Expenses (1)	Capital- related Items (2)	Long-term Debt Transactions (3)	Statement of Activities Totals
Revenues					
General property tax	\$ 30,557,038	\$ 278,490	\$ -	\$ -	\$ 30,835,528
Intergovernmental and departmental revenues	6,340,885	-	-	-	6,340,885
License and permits	1,401,793	-	-	-	1,401,793
Fines and penalties	64,683	-	-	-	64,683
Interest on investments	254,127	(12,673)	-	-	241,454
Tuitions	21,784	-	-	-	21,784
Other revenues	747,005	-	-	-	747,005
Total revenues	<u>39,387,315</u>	<u>265,817</u>	<u>-</u>	<u>-</u>	<u>39,653,132</u>
Expenditures					
Current:					
General government	1,177,203	95,909	(3,354)	(493,678)	776,080
Public safety	3,756,744	-	268,699	1,609,532	5,634,975
Public works	2,025,524	-	486,936	-	2,512,460
Social services	1,119,723	-	23,485	-	1,143,208
Education	26,821,729	609,324	455,702	(878,214)	27,008,541
Fixed charges and other	2,557,878	-	-	-	2,557,878
Debt Service					
Principal	841,000	-	-	(841,000)	-
Interest	520,770	(77,487)	-	-	443,283
Capital	7,842,869	-	(7,842,869)	-	-
Total expenditures	<u>46,663,440</u>	<u>627,746</u>	<u>(6,611,401)</u>	<u>(603,360)</u>	<u>40,076,425</u>
Other financing sources (uses)					
Issuance of refunding bonds	2,000,000	-	-	(2,000,000)	-
Transfers from other funds	1,560,480	-	-	-	1,560,480
Transfers to other funds	(1,560,480)	-	-	-	(1,560,480)
Total other financing sources (uses)	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>(2,000,000)</u>	<u>-</u>
Net change for the year	<u>\$ (5,276,125)</u>	<u>\$ (361,929)</u>	<u>\$ 6,611,401</u>	<u>\$ (1,396,640)</u>	<u>\$ (423,293)</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

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

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

Unearned revenue property tax	\$ 278,490
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Interest expense in the statement of activities differs from the amount reported in the governmental funds for two reasons. Accrued interest was reduced on the calculation for bonds payable and bond issuance costs and premiums are reported as expenditures in governmental funds while in the government-wide financial statements they are capitalized and amortized over the life of the bond.

Accrued interest payable	\$ 41,399
Accrued interest receivable	(12,673)
Deferred amount of refunding	(12,285)
Amortization bond premium costs	48,373
Total expenditure adjustment	\$ 64,814

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

Capital outlay	\$ 7,989,083
Depreciation expense	(1,377,682)
Difference	\$ 6,611,401

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

Principal payments made	496,000
New bond proceeds	(2,000,000)
Loan payments made	345,000
Difference	\$ (1,159,000)

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

Net (increase) decrease the OPEB liability	\$ 1,234,883
Net (increase) in compensated absences	(194,546)
Net (increase) decrease in the net pension liability	(773,567)
Net increase (decrease) in the net pension asset	535,927
Net increase (decrease) in deferred outflows	(68,920)
Net (increase) decrease in deferred inflows	(1,676,650)
Change	\$ (942,873)

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 10 – NET POSITIONS/FUND BALANCES

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

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

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

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

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

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

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

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 10 – NET POSITION/FUND BALANCES (Continued)

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

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

NOTE 11 – DISAGGREGATION OF RECEIVABLE AND PAYABLE BALANCES

A. ACCOUNTS RECEIVABLE

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

B. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The accounts payable and accrued liabilities at March 31, 2020, were as follows:

	<i>Vendors</i>	<i>Salaries and Benefits</i>	<i>Other</i>	<i>Total</i>
Governmental Activities				
General Fund	\$ 1,160,714	\$ 555,054	\$ 192,635	\$ 1,908,403
Other Governmental Funds	663,577	-	-	663,577
	<u>\$ 1,824,291</u>	<u>\$ 555,054</u>	<u>\$ 192,635</u>	<u>\$ 2,571,980</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 12 – POST-EMPLOYMENT BENEFITS

Plan Description

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

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

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

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

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

The plan provides the following benefits based on employee group:

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 12 – POST-EMPLOYMENT BENEFITS (continued)

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

Plan Description

Funding Policy

Contribution requirements are negotiated between the Town and the respective unions or are stated in the Town Human Resource Policy Manual for non-union employees. The Town is required to contribute the cost of medical and dental benefits, less the amount of any applicable employee share of medical or dental premiums. For the year ended March 31, 2020, the plan operated on a pay as you go basis. During fiscal year 2016 the Town created a new OPEB Trust fund with the understanding that the trust fund will eventually be used to fund future benefits to be provided to plan members. For the fiscal year ended March 31, 2020, the Town contributed \$100,000 to the plan. The town continues to current year plan benefits on a pay as you go basis while making contributions to the trust.

Classes of Employees Covered

As of April 1, 2020, membership data was as follows:

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

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

Actuarial Methods and Assumptions

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Methods and Assumptions

Summary of Actuarial Assumptions Used in the Valuations to determine the Net OPEB Liability at the April 1, 2020 measurement date (April 1, 2019 valuation rolled forward to March 31, 2020)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Actuarial Assumptions	
Long term rate of return	7.50%
Discount rate	3.34% as of 3/31/2019; 3.02% as of 3/31/2020
Index rate	3.29% as of 3/31/2019; 2.94% as of 3/31/2020
Health Care Cost Trend Rates	Health: 5.5% per year graded down by the Getzen model to an ultimate rate of 4.04% per year.
	Dental: 4.00% per year
Inflation	2.50% annually
Participation Rate	Police & Town: 80% of eligible future retirees are assumed to participate. School: 45% of eligible future retirees are assumed to participate.
Mortality	2010 Public sector Retirement Plans Mortality tabel for total Teacher, total Public Safety and total General employee populations with MP-2019.

Investments

Investment policy: The Board’s policy in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The Board’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board’s adopted asset allocation policy as of March 31, 2020:

Asset Class	March 31, 2020 Asset Allocation	Target Allocation	Long-term Expected Real Rate of Return
Equity	69%	69%	8.5%
Fixed Income	23%	23%	4.5%
Real Estate	8%	8%	7.0%
	<u>100%</u>	<u>100%</u>	

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

Investments

Rate of Return: For the year ended March 31, 2020, the annual money-weighted rate of return on investments, net of investment expense, was -8.49%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability of the Town

The components of the net OPEB liability of the Town at March 31, 2020, were as follows:

Total OPEB liability	\$ 7,965,837
Plan fiduciary net positioning	<u>(872,914)</u>
Town's net OPEB liability	<u><u>\$ 7,092,923</u></u>

Plan fiduciary net positioning as a percentage of the total OPEB liability	10.96%
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Sensitivity of the net OPEB liability to changes in the discount rate: The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.02%) or 1 percentage point higher (4.02%) than the current discount rate:

Net OPEB Liability		
1.00% Decrease (2.02%)	Current Discount Rate (3.34%)	1.00% Increase (4.02%)
\$ 8,423,053	\$ 7,092,923	\$ 6,032,840

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates: The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (4.50% decreasing to 3.04%) or 1 percentage point higher (6.5% decreasing to 5.04%) than the current healthcare trend rates:

Health Care Cost		
1% Decrease (4.50% decreasing to 3.04%)	Current Trend Rate (5.5% decreasing to 4.04%)	1% Increase (6.5% decreasing to 5.04%)
\$ 5,850,419	\$ 7,092,923	\$ 8,701,461

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

Changes in Net OPEB Liability (Asset)

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances as of April 1, 2019	\$ 9,177,113	\$ 849,307	\$ 8,327,806
Changes for the Year			
Service Cost	414,797	-	414,797
Interest on the total OPEB liability	302,106	-	302,106
Difference between expected and actual experience	(2,038,778)	-	(2,038,778)
Changes in assumptions discount rate	253,557	-	253,557
Employer contributions	-	242,958	(242,958)
Employee contributions	65,096	65,096	-
Net investment income	-	(76,393)	76,393
Benefit payments, including employee refunds	(208,054)	(208,054)	-
Other changes	-	-	-
Net changes	<u>(1,211,276)</u>	<u>23,607</u>	<u>(1,234,883)</u>
Balances as of March 31, 2020	<u>\$ 7,965,837</u>	<u>\$ 872,914</u>	<u>\$ 7,092,923</u>

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

For the year ended March 31, 2020, the Town recognized OPEB expense of \$520,944. On March 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	OPEB Liability	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (2,135,027)
Changes of assumptions	723,163	(138,827)
Changes of assumptions	-	-
Net difference between projected and actual earnings	114,742	-
Total	<u>\$ 837,905</u>	<u>\$ (2,273,854)</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 12 – POST-EMPLOYMENT BENEFITS (Continued)

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

	Net Deferred Inflows/Outflows of Resources
Year ended March 31:	
2021	\$ (129,274)
2022	(129,274)
2023	(125,725)
2024	(128,185)
2025	(156,800)
Thereafter	(766,691)
Net Total	<u>\$ (1,435,949)</u>

NOTE 13 – SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. LITIGATION

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

B. FEDERALLY ASSISTED PROGRAMS – COMPLIANCE AUDITS

The Town participates in several federal awards programs. These programs through the year ended March 31, 2020 were audited in connection with the accompanying financial statements under the Single Audit Concept and the auditors' reports thereon are presented in the Single Audit Section of this report. The amount, if any, of expenditures that may be disallowed will not be material to the financial position of the Town.

NOTE 14 – RISK MANAGEMENT

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 14 – RISK MANAGEMENT (continued)

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

Self-insurance:

Both the Town and the School Department participate in a multi-employer cost reimbursement healthcare self-insurance risk pool managed by WB Community Health (WBCH). The Town & School pay WBCH monthly premiums based upon "working rates" that are periodically adjusted to reflect changes in actual costs. Funds on deposit with WBCH are made available to pay claims, claim reserves and administrative costs. As of March 31, 2020, the reported premium deposits exceeded expenditures on deposit by \$250,273 for the Town and premium deposits exceeded expenditures by \$226,840 for the School Department. Additionally, there was a cash deposit balance of \$1,061,305 on the Town side and \$2,946,581 with the School Department.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for IBNR claims. The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, including retroactive assessments for hospital costs and other settlements occurring after the end of the fiscal year and not determinable at the end of the fiscal year. An excess coverage insurance policy covers individual claims exceeding \$150,000.

	Town Year ended March 31, 2020	School Year ended March 31, 2020
Beginning cumulative surplus (deficit)	\$ 811,207	\$ 2,597,462
Premium deposits	906,099	2,521,527
Incurred claims (excluding IBNR)	(630,190)	(2,070,456)
Administrative fees	(25,811)	(101,952)
	<u>1,061,305</u>	<u>2,946,581</u>
Ending cash deposit balance	1,061,305	2,946,581
Estimated IBNR (three month estimate)	175	61,995
Net adjusted reserve	<u>\$ 1,061,480</u>	<u>\$ 3,008,576</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS

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

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

Plan description - Certain employees of the Scituate School Department participate in a cost-sharing multiple-employer defined benefit pension plan - the Employees' Retirement System plan - administered by the Employees' Retirement System of the State of Rhode Island (System). Under a cost-sharing plan, pension obligations for employees of all employers are pooled and plan assets are available to pay the benefits of the employees of any participating employer providing pension benefits through the plan, regardless of the status of the employers' payment of its pension obligation to the plan. The plan provides retirement and disability benefits and death benefits to plan members and beneficiaries. The System issues a publicly available financial report that includes financial statements and required supplementary information for the plans. The report may be obtained at <http://www.ersri.org>.

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

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

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

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

Contributions - The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2020, Scituate School Department teachers were required to contribute 3.75% of their annual covered salary, except for teachers with twenty or more years of service as of June 30, 2012 must contribute 11% of their annual covered salary. The state and the Scituate School Department are required to contribute at an actuarially determined rate, 40% of which is to be paid by the state and the remaining 60% is to be paid by Scituate School Department; the rates were 10.49% and 13.45% of annual covered payroll for the fiscal year ended March 31, 2020 for the state and Scituate School Department, respectively.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS

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

The Scituate School Department contributed \$1,595,411, \$1,579,575, and \$1,522,791 for the fiscal years ended March 31, 2020, 2019 and 2018, respectively, equal to 100% of the required contributions for each year. The State's share of contribution for fiscal 2020 was \$1,187,476 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At March 31, 2020, the Scituate School Department reported a liability of \$19,618,280 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the Scituate School Department as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with Scituate School Department were as follows:

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

Scituate School Dept's proportionate share of the net pension liability	\$ 19,618,280
State's proportionate share of the net pension liability associated with the Scituate School Dept.	<u>14,696,124</u>
Total net pension liability	<u><u>\$ 34,314,404</u></u>

The net pension liability was measured as of June 30, 2019, 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, 2018 rolled forward to June 30, 2019. The Scituate School Department's proportion of the net pension liability was based on a projection of the Scituate School Department's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the state, actuarially determined. At June 30, 2019 the Scituate School Department proportion was 0.61484495%.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

For the year ended March 31, 2020 the Scituate School Department recognized gross pension expense of \$3,195,604 and revenue of \$1,630,347 for support provided by the State. At March 31, 2020 the Scituate School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred outflows of resources:

Contributions made subsequent to the measurement date	\$ 1,595,411
Difference between expected and actual experience	238,900
Changes in assumptions	<u>1,147,979</u>

Deferred inflows of resources:

Difference between expected and actual experience	\$ 327,625
Change of Assumptions	154,835
Net difference between projected and actual investment earnings	30,870
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>1,921,670</u>
Total	<u><u>\$ 1,048,121</u></u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

\$1,595,411 reported as deferred outflows of resources related to pensions resulting from the Scituate School Department's contributions in fiscal 2020 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the subsequent period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	Net Deferred (outflows)/inflows of resources
2021	\$ (214,066)
2022	(554,202)
2023	(244,058)
2024	30,987
2025	(8,936)
thereafter	(57,846)
	<u>\$ (1,048,121)</u>

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

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

Mortality – variants of the RP-2014 mortality tables – for the improvement scale, updated to the ultimate rates of the MP-2016 projection scale.

The actuarial assumptions used in the June 30, 2018 valuation rolled forward to June 30, 2019 and the calculation of the total pension liability at June 30, 2019 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

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 34 sources. The June 30, 2019 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

Asset Class	Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
GROWTH		
<i>Global Equity</i>		
US Equity	22.10%	6.16%
International Development Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
Sub-total	40.00%	
<i>Private Growth</i>		
Private Equity	11.25%	9.81%
Non-Core Real Estate	2.25%	5.51%
Opportunistic Private Credit	1.50%	9.81%
Sub-total	15.00%	
INCOME		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
Sub-total	8.00%	
STABILITY		
<i>Crisis Protection Class</i>		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
Sub-total	8.00%	
<i>Inflation Protection</i>		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIP's	1.00%	1.37%
Natural Resources	1.00%	3.76%
Sub-total	8.00%	
<i>Volatility Protection</i>		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
Sub-total	21.00%	
TOTAL	100.00%	

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ 24,244,860	\$ 19,618,280	\$ 15,830,959

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

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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

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

General employees

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

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

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

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

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

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

The annual benefit is equal to 2.00% of the member's monthly FAC for each year of service prior to July 1, 2012 and 1.00% of the member's monthly FAC for each year of service from July 1, 2012 through June 30, 2015. For all service after June 30, 2015, the annual benefit is equal to 1.0% per year unless the member had 20 or more years of service as of June 30, 2012 in which case the benefit accrual is 2.0% per year for

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

service after June 30, 2015. The benefit cannot exceed 75% of the member's FAC. Benefits are paid monthly.

Police and Fire employees

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

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

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

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

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

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Other benefit provisions

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

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

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

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Employees covered by benefit terms

At the June 30, 2019 valuation date, the following employees were covered by the benefit terms:

	Town General Employees	Police Employees	Police COLA
Retirees and Beneficiaries	61	1	0
Inactive, Nonretired Members	120	0	0
Active Members	77	0	5
Total	258	1	5

Contributions - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012 are required to contribute 1% (2% if the employer opted to provide a COLA) of their salaries. General employees with more than 20 years of service as of June 30, 2012 are required to contribute 8.25%. Public safety employees are required to contribute 9% (10% if employer opted to provide a COLA) of their salaries. The Town of Scituate contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The Town of Scituate contributed \$574,533 in the year ended March 31, 2020 which averaged out to 16.67% of the annual payroll for the MERS Town employees plan and \$33,270 for the MERS Police COLA Plan which was 8.85% of its annual payroll. No contributions were required for the Police Plan.

Net Pension Liability (Asset) - The total pension liability was determined by actuarial valuations performed as of June 30, 2018 and rolled forward to June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the June 30, 2019 measurement date (June 30, 2018 valuation rolled forward to June 30, 2019)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Actuarial Assumptions	
Investment Rate of Return	7.00%
Projected Salary Increases	General Employees - 3.50% to 7.50% ; Police & Fire Employees - 4.00% to 14.00%
Inflation	2.50%
Mortality	Mortality - variants of the RP-2014 mortality tables - for the improvement scale, update to the ultimate rates of the MP-2016 projection scale.
Cost of Living Adjustments	A 2% COLA is assumed after January 1, 2014.

The actuarial assumptions used in the June 30, 2018 valuation rolled forward to June 30, 2019 and the calculation of the total pension liability at June 30, 2019 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

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 34 sources. The June 30, 2019 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Asset Class	Target Asset Allocation	Long-Term Expected Arithmetic Real Rate of Return
GROWTH		
<i>Global Equity</i>		
US Equity	22.10%	6.16%
International Development Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
Sub-total	40.00%	
<i>Private Growth</i>		
Private Equity	11.25%	9.81%
Non-Core Real Estate	2.25%	5.51%
Opportunistic Private Credit	1.50%	9.81%
Sub-total	15.00%	
INCOME		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
Sub-total	8.00%	
STABILITY		
<i>Crisis Protection Class</i>		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
Sub-total	8.00%	
<i>Inflation Protection</i>		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIP's	1.00%	1.37%
Natural Resources	1.00%	3.76%
Sub-total	8.00%	
<i>Volatility Protection</i>		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
Sub-total	21.00%	
TOTAL	100.00%	

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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

Changes in Net Pension Liability - Town Employees

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2018	<u>\$ 14,978,784</u>	<u>\$ 10,396,293</u>	<u>\$ 4,582,491</u>
Changes for the year:			
Service cost	290,356		290,356
Interest on total pension liability	1,027,454		1,027,454
Difference between expected and actual experience	(354,456)		(354,456)
Effect of assumptions changes or inputs	-		-
Benefit payments	(892,102)	(892,102)	-
Employer contributions		484,355	(484,355)
Member contributions		89,060	(89,060)
Net investment income		678,700	(678,700)
Administrative expenses		(10,606)	10,606
Other charges		215,523	(215,523)
Net changes	<u>71,252</u>	<u>564,930</u>	<u>(493,678)</u>
Balance as of June 30, 2019	<u><u>\$ 15,050,036</u></u>	<u><u>\$ 10,961,223</u></u>	<u><u>\$ 4,088,813</u></u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

Changes in Net Pension Liability (Asset) - Police Employees

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2018	<u>\$ 17,002</u>	<u>\$ 232,242</u>	<u>\$ (215,240)</u>
Changes for the year:			
Service cost	-	-	-
Interest on total pension liability	1,064	-	1,064
Difference between expected and actual experience	1,532	-	1,532
Effect of assumptions changes or inputs	-	-	-
Benefit payments	(3,609)	(3,609)	-
Employer contributions	-	-	-
Member contributions	-	-	-
Net investment income	-	15,076	(15,076)
Administrative expenses	-	(236)	236
Other charges	-	2	(2)
Net changes	<u>(1,013)</u>	<u>11,233</u>	<u>(12,246)</u>
Balance as of June 30, 2019	<u><u>\$ 15,989</u></u>	<u><u>\$ 243,475</u></u>	<u><u>\$ (227,486)</u></u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of June 30, 2018	<u>\$ 85,675</u>	<u>\$ 92,128</u>	<u>\$ (6,453)</u>
Changes for the year:			
Service cost	67,652	-	67,652
Interest on total pension liability	8,365	-	8,365
Difference between expected and actual experience	(4,951)	-	(4,951)
Employer contributions	-	29,966	(29,966)
Member contributions	-	35,254	(35,254)
Net investment income	-	11,207	(11,207)
Administrative expenses	-	12,222	(12,222)
Net changes	<u>71,066</u>	<u>88,649</u>	<u>(17,583)</u>
Balance as of June 30, 2019	<u><u>\$ 156,741</u></u>	<u><u>\$ 180,777</u></u>	<u><u>\$ (24,036)</u></u>

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

Sensitivity Summary for Net Pension Liability/(Asset)

	1.00% Decrease (6.0%)	Current Discount (7.0%)	1.00% Increase (8.0%)
Plan:			
Town Employees	5,686,144	4,088,813	2,781,363
Police Employees	(225,503)	(227,486)	(229,111)
Police COLA	(8,069)	(24,036)	(37,096)

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

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

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

For the year ended March 31, 2020 the employer recognized pension expense of \$627,586 for Town Employees, a credit of \$10,097 for Police Employees and expense of \$17,686 for Police COLA employees. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Town Employees MERS Plan	Police Employees MERS Plan	Police COLA Employees MERS Plan
Deferred Outflows of Resources:			
Contributions subsequent to measurement date	\$ 574,533	\$ -	\$ 33,270
Net difference between projected and actual earnings	-	-	-
Changes in assumptions	136,750	-	-
Difference between expected and actual experience	40,683	-	-
Total Deferred Outflows of Resources:	\$ 751,966	\$ -	\$ 33,270
Deferred Inflows of Resources:			
Difference between actual and expected experience	244,394	-	4,704
Net Difference between projected and actual earnings	14,606	799	4,257
Total Deferred Inflows of Resources:	\$ 259,000	\$ 799	\$ 8,961

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

B. MUNICIPAL EMPLOYEES RETIREMENT PLAN

\$607,803 reported as deferred outflows of resources related to pensions resulting from the Town of Scituate's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period.

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

Town Employees		Police Employees		Police COLA Employees	
Year Ending	Net Deferred	Year Ending	Net Deferred	Year Ending June	Net Deferred
June 30	(outflows)/inflows	June 30	(outflows)/inflows	30	(outflows)/inflows
	of resources		of resources		of resources
2021	\$ 127,881	2021	\$ 1,132	2021	\$ (1,696)
2022	(185,267)	2022	(1,911)	2022	(1,695)
2023	(33,192)	2023	(230)	2023	(1,202)
2024	9,011	2024	210	2024	(656)
2025	-	2025	-	2025	(248)
Thereafter	-	Thereafter	-	Thereafter	(3,464)
Total	<u>\$ (81,567)</u>	Total	<u>\$ (799)</u>	Total	<u>\$ (8,961)</u>

C. POLICE PENSION PLAN

Plan Description

The Town of Scituate participates in a single-employer defined benefit pension plan established by the Town to provide pension benefits for its police officers as of October 1, 1981. The Pension Plan is being administered by Wilmington Trust Company. For financial reporting purposes, the plan is included as a pension trust fund in the Town's financial statements. A separate, audited pension plan report is not available for the Police Pension Plan. The Town's payroll for employees covered by the Plan for the year ended March 31, 2020 was \$836,162.

At April 1, 2020, employee membership related to the plan was as follows:

Retired	10
Terminated Vested	1
Vested Disabled	4
Active	<u>21</u>
Total	<u>36</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

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

Funding Policy

Effective July 1, 2015, the members of the plan shall each contribute 12% of Compensation and the Town of Scituate shall contribute 10% of Compensation earned by each member. The Town has an actuarial calculation to determine the actuarially required contribution but does not fund the plan based on the calculation. The Town contribution for the year ended March 31, 2020 was \$932,428.

Summary of Significant Accounting Policies

Basis of Accounting

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

Method Used to Value Investments

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Investments

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Police Pension Board by a majority vote of its members. It is the policy of the Police Pension Board to pursue an investment strategy that emphasizes long-term appreciation as a primary source of return with current income as a secondary objective. The plan implies a willingness to risk significant principal loss so long as the Portfolio is positioned to earn a significantly greater rate of return than the market over the long-term. The following was the Board's adopted asset allocation policy as of March 31, 2020:

<u>Asset Class</u>	<u>March 31, 2020 Asset Allocation</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Large Cap Equity	29.00%	27.00%	6.55%
Dom Smid Cap Value Equity	5.50%	5.00%	7.10%
International Equity	23.50%	23.00%	7.25%
Emerging Markets	0.00%	0.00%	0.00%
Investment Grade Bonds	33.50%	34.00%	3.05%
Real Estate	5.00%	5.00%	6.20%
Cash & Equivalents	3.50%	6.00%	2.25%
Total allocation	<u>100.00%</u>	<u>100.00%</u>	

Projected Rate of Return

5.27%

Rate of return: For the year ended March 31, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -8.07%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

The components of the net position liability of the Police Pension Plan at March 31, 2020 were as follows:

Net Pension Liability of the Police Pension Plan

	<u>March 31, 2020</u>
Total pension liability	\$ 18,069,964
Plan fiduciary net position	<u>(5,697,003)</u>
Town's net pension liability	<u><u>\$ 12,372,961</u></u>

Plan fiduciary net position as a percentage of the total pension liability	31.53%
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Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Town, calculated using the discount rate of 7.00%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current 7.00%.

	1% Decrease <u>6.00%</u>	Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Plan's Net Pension Liability as of March 31, 2020	<u>\$ 14,884,269</u>	<u>\$ 12,372,961</u>	<u>\$ 10,335,604</u>

Discount rate: The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Actuarial Assumptions

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

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the March 31, 2020 measurement date (April 1, 2019 valuation date)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Equivalent Single Remaining Amortization Period	17 years at April 1, 2020
Actuarial Assumptions	
Amortized Growth Rate	3.00%
Investment Rate of Return	7.00%
Projected Salary Increases	Based on service with an ultimate rate of 3.00%
Inflation	3.00%
Mortality	PubS-2010 Employee/Healthy Retiree/Disabled Retiree with Scale MP-2019 Generational Improvements (Male/Female)
Cost of Living Adjustments	A 3% non-compounded COLA for active members who retire on or after July 1, 2003. For members who retired before July 1, 2003, 30% of the negotiated salary increase, compounded annually. For retirees on or after July 1, 2003, who were hired on or before July 1, 2012, the COLA is equal to 3% of the initial retirement benefit (non-compounded). This COLA is deferred for 3 years for any member who retires after June 30, 2015.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

Summary of Significant Accounting Policies

Discount rate: The discount rate used to measure the total pension liability was 7.00%.

Changes in Net Pension Liability
Scituate Police Plan

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of April 1, 2019	<u>\$ 16,808,761</u>	<u>\$ 6,075,161</u>	<u>\$ 10,733,600</u>
Changes for the year:			
Service cost	209,941	-	209,941
Interest on total pension liability	1,153,591	-	1,153,591
Difference between expected & actual experience	174,342	-	174,342
Effect of assumptions changes or inputs	623,649	-	623,649
Benefit payments	(900,320)	(900,320)	-
Employer contributions	-	932,428	(932,428)
Member contributions	-	121,937	(121,937)
Net investment income	-	(498,213)	498,213
Administrative expenses	-	(33,990)	33,990
Net changes	<u>1,261,203</u>	<u>(378,158)</u>	<u>1,639,361</u>
Balance as of March 31, 2020	<u><u>\$ 18,069,964</u></u>	<u><u>\$ 5,697,003</u></u>	<u><u>\$ 12,372,961</u></u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

C. POLICE PENSION PLAN

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

For the year ended March 31, 2020 the Town recognized pension expense of \$1,640,962. At March 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Police Pension Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Inflows/Outflows		
Differences between expected and actual experience	\$ 340,086	\$ (64,658)
Changes of assumptions	852,391	(81,909)
Net difference between projected and actual earnings	844,779	-
Total	<u>\$ 2,037,256</u>	<u>\$ (146,567)</u>

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

	Net Deferred Inflows/Outflows of Resources
Year ended March 31:	
2021	\$ 725,577
2022	646,070
2023	333,039
2024	186,003
2025	-
Net Total	<u>\$ 1,890,689</u>

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

Plan description - Certain employees of the Scituate School Department participate in a cost-sharing multiple-employer defined benefit pension plan - the Teachers' Survivors Benefit plan - administered by the Employees' Retirement System of the State of Rhode Island (System). Under a cost-sharing plan, pension obligations for employees of all employers are pooled and plan assets are available to pay the benefits of the employees of any participating employer providing pension benefits through the plan, regardless of the status of the employers' payment of its pension obligation to the plan. The plan provides a survivor benefit to public school teachers in lieu of Social Security since not all school districts participate in Social Security. The System issues a publicly available financial report that includes financial statements and required supplementary information for the plans. The report may be obtained at <http://www.ersri.org>.

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

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

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

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

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

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

The Scituate School Department contributed \$16,515, \$16,445, and \$16,637 for the fiscal years ended March 31, 2020, 2019 and 2018, 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, 2020 the Scituate School Department reported an asset of \$2,501,309 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, 2019, 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, 2018 rolled forward to June 30, 2019. The Scituate School Department's proportion of the net pension asset was based on its share of contributions to the TSB for fiscal year 2019 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2019 the Scituate School Department's proportion was 2.20484860%.

For the year ended June 30, 2020 the Scituate School Department recognized a pension credit of \$4,690 – an increase in the net pension asset. At June 30, 2020 the Scituate School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

Deferred Outflows of resources

Contributions subsequent to the measurement date	\$ 16,515
Difference between expected and actual experience	272,586
Changes in assumptions	217,951
Changes in Proportion and differences between employer contributions and proportionate share of contributions	105,503
Total deferred outflows	<u><u>\$ 612,555</u></u>

Deferred inflows of resources

Difference between expected and actual experience	\$ 664,300
Difference between projected and actual earnings on pension plan investments	24,632
Changes in proportion and differences between employer contributions and proportionate share of contributions	76,997
Total deferred inflows	<u><u>\$ 765,929</u></u>

\$16,515 reported as deferred outflows of resources related to pensions resulting from the Scituate School Department's contributions in fiscal year 2020 subsequent to the measurement date will be recognized as an addition to the net pension asset in the subsequent period. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

Year ended June 30:	
2021	39,456
2022	(56,738)
2023	(3,454)
2024	9,864
2025	(44,159)
thereafter	<u>(114,858)</u>
	<u><u>(169,889)</u></u>

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

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

Mortality – variants of the RP – 2014 mortality tables – for the improvement scale, updated to the ultimate rates of the MP – 2016 projection scale.

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, 2018 valuation and the calculation of the total pension liability at June 30, 2019 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

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 34 sources. The June 30, 2019 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 Arithmetic Real Rate of Return
GROWTH		
<i>Global Equity</i>		
US Equity	22.10%	6.16%
International Development Equity	13.20%	6.83%
Emerging Markets Equity	4.70%	8.90%
<i>Sub-total</i>	<u>40.00%</u>	
<i>Private Growth</i>		
Private Equity	11.25%	9.81%
Non-Core Real Estate	2.25%	5.51%
Opportunistic Private Credit	1.50%	9.81%
<i>Sub-total</i>	<u>15.00%</u>	
INCOME		
High Yield Infrastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
<i>Sub-total</i>	<u>8.00%</u>	
STABILITY		
<i>Crisis Protection Class</i>		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
<i>Sub-total</i>	<u>8.00%</u>	
<i>Inflation Protection</i>		
Core Real Estate	3.60%	5.51%
Private Infrastructure	2.40%	5.85%
TIP's	1.00%	1.37%
Natural Resources	1.00%	3.76%
<i>Sub-total</i>	<u>8.00%</u>	
<i>Volatility Protection</i>		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
<i>Sub-total</i>	<u>21.00%</u>	
TOTAL	<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.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

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

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ (1,927,488)	\$ (2,501,309)	\$ (2,928,562)

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

E. DEFINED CONTRIBUTION PLAN

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

E. DEFINED CONTRIBUTION PLAN

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

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

The Scituate School Department recognized pension expense of \$289,786 for the fiscal year ended March 31, 2020.

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2020

NOTE 15 – PENSION PLANS (continued)

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

The Town recognized the following amounts related to pension and OPEB plans as of and for the year ended March 31, 2020.

	Deferred Outflows of Resources Pension/OPEB Amounts	Deferred Inflows of Resources Pension/OPEB Amounts	Net Pension/OPEB Liability	Net Pension/OPEB Asset	Pension/OPEB Expense
Employees' Retirement System of RI	\$ 5,243,100	\$ 4,220,849	\$ 4,088,813	\$ 2,752,831	\$ 3,826,089
OPEB	845,003	2,280,952	7,092,923	-	520,944
Police Plan	<u>2,084,825</u>	<u>194,136</u>	<u>12,372,961</u>	<u>-</u>	<u>1,640,962</u>
Total	<u>\$ 8,172,928</u>	<u>\$ 6,695,937</u>	<u>\$ 23,554,697</u>	<u>\$ 2,752,831</u>	<u>\$ 5,987,995</u>

NOTE 16 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 15, 2020 the date the financial statements were available to be issued. As a result of this review material items are noted below.

NOTE 17 – PRIOR PERIOD RESTATEMENT

Government – Wide Financial Statements – Net Position

A project that was started in fiscal year 2019 was included in construction in progress. During fiscal year 2020 this contract was voided, and the deposit was returned to Scituate. A new vendor was found, and the project commenced in 2020 with a new deposit being paid during the year. The cancellation of the original project resulted in net position being overstated by \$100,000 as of 3/31/2019. This was reversed out to ensure proper accounting of 2020 construction in progress.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF SCITUATE, RHODE ISLAND
Required Supplementary Information
Budgetary Comparison Schedule - General Fund
Schedule of Revenues - Non-GAAP Budgetary Basis
For the Fiscal Year Ended March 31, 2020

	<u>Original Budget Revenues</u>	<u>Revised Budget Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>
General property tax				
Property Taxes	\$ 30,891,953	\$ 30,891,953	\$ 30,557,038	\$ (334,915)
Total general property taxes	<u>30,891,953</u>	<u>30,891,953</u>	<u>30,557,038</u>	<u>(334,915)</u>
Federal and State Aid and Grants				
Police Grants	18,000	18,000	18,000	-
Telephone tax	132,283	132,283	132,708	425
Motor vehicle phase out	295,623	295,623	330,743	35,120
Hotel and meal tax	77,154	77,154	73,526	(3,628)
School housing	233,452	233,452	167,362	(66,090)
State library aid	103,534	103,534	79,118	(24,416)
Total federal and state aid grants	<u>860,046</u>	<u>860,046</u>	<u>801,457</u>	<u>(58,589)</u>
Charges for service				
Town clerk	245,886	245,886	279,837	33,951
Dog licenses	16,800	16,800	15,044	(1,756)
Tax collector	9,000	9,000	10,253	1,253
Building inspector	110,000	110,000	131,106	21,106
Town properties	20,000	20,000	5,200	(14,800)
Planning and zoning	6,700	6,700	2,998	(3,702)
Recreation	42,000	42,000	70,120	28,120
Emergency medical services	435,000	435,000	448,078	13,078
Police	55,000	55,000	78,894	23,894
Highway	24,800	24,800	21,931	(2,869)
Communications tower rental	70,000	70,000	70,742	742
Total charges for service	<u>1,035,186</u>	<u>1,035,186</u>	<u>1,134,203</u>	<u>99,017</u>
Fines and Penalties	<u>50,000</u>	<u>50,000</u>	<u>64,683</u>	<u>14,683</u>
Investment and interest income				
Interest on taxes	160,000	160,000	149,609	(10,391)
Interest on investments	50,000	50,000	59,303	9,303
Total investment and interest income	<u>210,000</u>	<u>210,000</u>	<u>208,912</u>	<u>(1,088)</u>
Miscellaneous Revenue	120,700	120,700	137,618	16,918
Prior Year Budgeted Surplus	126,250	126,250	126,250	-
Total revenues	<u>\$ 33,294,135</u>	<u>\$ 33,294,135</u>	<u>\$ 33,030,161</u>	<u>\$ (263,974)</u>

TOWN OF SCITUATE, RHODE ISLAND
Required Supplementary Information
Budgetary Comparison Schedule - General Fund
Schedule of Expenditures - Non-GAAP Budgetary Basis
For the Fiscal Year Ended March 31, 2020

	Original Budgeted Expenditures	Revised Budgeted Expenditures	Actual Expenditures	Variance
General Government				
Town council	\$ 14,500	\$ 14,500	\$ 12,500	\$ 2,000
Town treasurer	222,923	221,722	225,852	(4,130)
Town clerk	225,438	219,837	208,272	11,565
Town solicitor	382,000	382,000	210,749	171,251
Probate judge	5,150	5,150	3,093	2,057
Tax assessor	166,697	165,097	108,912	56,185
Tax collector	134,526	133,529	127,459	6,070
Board of canvassers	14,125	14,125	9,631	4,494
Building and zoning	307,572	306,132	195,947	110,185
Total general government	<u>1,472,931</u>	<u>1,462,092</u>	<u>1,102,415</u>	<u>359,677</u>
Public Safety				
Fire department	1,239,180	1,276,552	1,247,446	29,106
Animal control	131,079	131,079	128,147	2,932
Street lights	45,000	45,000	28,072	16,928
Emergency management	83,200	83,200	78,305	4,895
Police department	2,277,456	2,290,708	2,219,597	71,111
Total public safety	<u>3,775,915</u>	<u>3,826,539</u>	<u>3,701,567</u>	<u>124,972</u>
Public works				
Town properties	397,909	331,709	301,345	30,364
Highway	1,065,936	1,163,283	906,892	256,391
Solid waste disposal	722,300	722,300	732,837	(10,537)
Care of trees	12,000	12,000	3,650	8,350
Pawtuxet River Authority	5,000	5,000	5,000	-
Cemetery care	13,000	13,000	12,040	960
Total public works	<u>2,216,145</u>	<u>2,247,292</u>	<u>1,961,764</u>	<u>285,528</u>
Social services				
Recreation department	206,581	206,581	233,517	(26,936)
Libraries	608,034	608,034	583,618	24,416
Human service	16,382	16,382	12,338	4,044
Memorial and Veterans' Day	1,000	1,000	1,000	-
Senior services	182,626	200,942	198,896	2,046
Municipal telephone	-	21,524	33,027	(11,503)
Total social services	<u>1,014,623</u>	<u>1,054,463</u>	<u>1,062,396</u>	<u>(7,933)</u>
Fixed charges and other				
Audit	40,000	43,000	42,975	25
Officers' bonds	1,660	1,660	691	969
Employee benefits	1,834,545	1,955,949	1,678,865	277,084
RI League of Cities & Towns	4,533	4,533	4,533	-
Police supplemental pension contribution	830,814	830,814	830,814	-
Total fixed charges and other	<u>2,711,552</u>	<u>2,835,956</u>	<u>2,557,878</u>	<u>278,078</u>
Debt service				
Principal	841,000	841,000	841,000	-
Interest	604,592	601,592	520,770	80,822
Total debt service	<u>1,445,592</u>	<u>1,442,592</u>	<u>1,361,770</u>	<u>80,822</u>
Capital projects	789,548	557,372	-	557,372
School Appropriation	<u>19,867,829</u>	<u>19,867,829</u>	<u>19,867,829</u>	<u>-</u>
Total Expenditures	<u>33,294,135</u>	<u>33,294,135</u>	<u>31,615,619</u>	<u>1,121,144</u>
Excess of revenues over expenditures before other financing sources/uses	<u>-</u>	<u>-</u>	<u>1,414,542</u>	<u>1,414,542</u>
Other Financing Uses				
Transfers to other funds	-	-	698,800	(698,800)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>698,800</u>	<u>(698,800)</u>
Total Expenditures	<u>\$ 33,294,135</u>	<u>\$ 33,294,135</u>	<u>\$ 32,314,419</u>	<u>\$ 979,716</u>
Net change in fund balance - budgetary basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 715,742</u>	<u>\$ 715,742</u>

TOWN OF SCITUATE, RHODE ISLAND
Notes to Required Supplementary Information
March 31, 2020

NOTE 1- BUDGETARY DATA AND BUDGETARY COMPLIANCE

The Town has formally established budgetary accounting control for its General Fund. It is the responsibility of the Town Budget Committee to submit to the Town Council and make available to the general public a proposed General Fund budget, including the School Department appropriation for the fiscal year. The Town Council may then revise and adopt a recommended General Fund budget including changes to the School Department appropriation. At least two public hearings are conducted on the recommended General Fund budget and the final recommended budget is approved by the voters and legally enacted through an ordinance of the Town Council at the Annual Financial Town Meeting. The General Fund annual operating budget amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary.

The budget approved and adopted at the Annual Financial Town Meeting reports the amount budgeted for each department. Therefore, the legal level of control for the General Fund is at the departmental level. Transfers between departments must be approved by the Town Council. Amendments that would change the total appropriation must be approved by the voters and Town Council at a Financial Town Meeting. There were no supplemental budgetary appropriations in fiscal year 2020. Appropriations which are not expended or encumbered lapse at year end.

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

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

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

	Revenues and Transfers	Expenditures and Transfers
General Fund:		
Schedule of Revenues, Expenditures and Other Financing Sources		
(Non-GAAP Budgetary Basis) Budget and Actual	\$ 33,030,161	\$ 32,314,419
Adjustment for pension contribution made by State of Rhode Island on behalf of employees.....	1,187,476	1,187,476
Appropriation of Fund Balance Non-GAAP.....	(126,250)	-
Encumbrances.....	-	-
Unbudgeted Items.....	3,521,525	4,256,275
Statement of Revenues, Expenditures and Changes in Fund		
Balances	\$ 37,612,912	\$ 37,758,170

TOWN OF SCITUATE, RHODE ISLAND
Notes to Required Supplementary Information
March 31, 2020

NOTE 2 – PENSOIN PLAN ASSUMPTION CHANGES AS OF 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.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

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

	Measurement Date Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
A. Total Pension Liability										
1. Service Cost	\$ 290,356	\$ 263,446	\$ 249,689	\$ 249,344	\$ 234,254	\$ 251,017	-	-	-	-
2. Interest on Total Pension Liability	1,027,454	994,951	976,275	956,309	940,351	922,096	-	-	-	-
3. Effect of Benefit Changes	-	-	-	-	245,831	-	-	-	-	-
4. Difference Between Expected and Actual Experience	(354,456)	86,092	45,331	(24,977)	(315,663)	-	-	-	-	-
5. Effect of Assumption Changes or Inputs	-	-	823,012	-	-	(54,007)	-	-	-	-
6. Benefit Payments	(892,102)	(895,133)	(914,069)	(915,212)	(883,872)	(850,773)	-	-	-	-
7. Net Change in Total Pension Liability	71,252	449,356	1,180,238	265,464	220,901	268,333	-	-	-	-
8. Total Pension Liability, beginning	14,978,784	14,529,428	13,349,190	13,083,726	12,862,825	12,594,492	-	-	-	-
9. Total Pension Liability, ending (a)	\$ 15,050,036	\$ 14,978,784	\$ 14,529,428	\$ 13,349,190	\$ 13,083,726	\$ 12,862,825	-	-	-	-
B. Fiduciary Net Position										
1. Employer Contributions	\$ 484,355	\$ 422,438	\$ 418,948	\$ 406,352	\$ 393,072	\$ 382,765	-	-	-	-
2. Member Contributions	89,060	84,155	87,512	82,476	53,708	53,046	-	-	-	-
3. Investment Income Net of Investment Expenses	678,700	777,934	1,066,911	1,691	238,599	1,388,236	-	-	-	-
4. Benefit Expenses	(892,102)	(895,133)	(914,069)	(915,212)	(883,872)	(850,773)	-	-	-	-
5. Administrative Expenses	(10,606)	(10,356)	(10,080)	(14,170)	(9,685)	(8,693)	-	-	-	-
6. Other Changes	215,523	(29,312)	(345,135)	87	(33,631)	(47,727)	-	-	-	-
7. Net Change in Fiduciary net Position	564,930	349,726	304,087	(438,776)	(241,809)	916,854	-	-	-	-
8. Fiduciary Net Position, beginning	10,396,293	10,046,567	9,742,480	10,181,256	10,423,065	9,506,211	-	-	-	-
9. Fiduciary net Position, ending (b)	\$ 10,961,223	\$ 10,396,293	\$ 10,046,567	\$ 9,742,480	\$ 10,181,256	\$ 10,423,065	-	-	-	-
C. Net Pension Liability, ending - (a) - (b)	4,088,813	4,582,491	4,482,861	3,606,710	2,902,470	2,439,760	-	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	72.83%	69.41%	69.15%	72.98%	77.82%	81.03%	0.00%	0.00%	0.00%	0.00%
E. Covered Payroll	3,269,771	2,895,015	2,808,654	2,758,231	\$ 2,629,117	\$ 2,601,216	-	-	-	-
F. Net Pension Liability as a % of Covered Payroll	125.05%	158.29%	159.61%	130.76%	110.40%	93.79%	0.00%	0.00%	0.00%	0.00%

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

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 574,533	\$ 484,355	\$ 422,438	\$ 418,948	\$ 406,352	\$ 393,072	\$ 382,765	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	574,533	484,355	422,438	418,948	406,352	393,072	382,765	-	-	-
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	3,446,505	3,269,771	2,895,015	2,808,654	2,758,231	2,629,117	2,601,216	-	-	-
Contributions as a percentage of covered employee payroll	16.67%	14.81%	14.59%	14.92%	14.73%	14.95%	14.71%	0.00%	0.00%	0.00%

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

Town of Scituate, Rhode Island Municipal Employee's Retirement System - Police Employees
Schedule of Changes in Town of Scituate Employees Net Pension Liability (Asset) and Related Ratios
Last 10 Fiscal Years

	Measurement Date Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
A. Total Pension Liability										
1. Service Cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on Total Pension Liability	1,064	1,126	1,250	1,253	1,349	1,507	-	-	-	-
3. Effect of Benefit Changes	-	-	-	-	-	-	-	-	-	-
4. Difference Between Expected and Actual Experience	1,532	1,596	876	2,809	1,236	-	-	-	-	-
5. Effect of Assumption Changes or Inputs	-	-	1,155	-	-	-	-	-	-	-
6. Benefit Payments	(3,609)	(3,609)	(4,109)	(4,109)	(3,609)	(3,615)	-	-	-	-
7. Net Change in Total Pension Liability	(1,013)	(887)	(828)	(47)	(1,024)	(2,108)	-	-	-	-
8. Total Pension Liability, beginning	17,002	17,889	18,717	18,764	19,788	21,896	-	-	-	-
9. Total Pension Liability, ending (a)	\$ 15,989	\$ 17,002	\$ 17,889	\$ 18,717	\$ 18,764	\$ 19,788	-	-	-	-
B. Fiduciary Net Position										
1. Employer Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Member Contributions	-	-	-	-	-	-	-	-	-	-
3. Investment Income Net of Investment Expenses	15,076	17,378	23,226	(69)	4,785	27,063	-	-	-	-
4. Benefit Expenses	(3,609)	(3,609)	(4,109)	(4,109)	(3,609)	(3,615)	-	-	-	-
5. Administrative Expenses	(234)	(231)	(222)	(186)	(192)	(170)	-	-	-	-
6. Net Change in Fiduciary net Position	11,233	13,538	18,895	(4,364)	984	23,278	-	-	-	-
7. Fiduciary Net Position, beginning	232,242	218,704	199,809	204,173	203,189	179,911	-	-	-	-
8. Fiduciary net Position, ending (b)	\$ 243,475	\$ 232,242	\$ 218,704	\$ 199,809	\$ 204,173	\$ 203,189	\$ -	\$ -	\$ -	\$ -
C. Net Pension Liability, (Asset) ending = (a) - (b)	(227,486)	(215,240)	(200,815)	(181,092)	(185,409)	(183,401)	-	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	1522.77%	1365.97%	1222.56%	1067.53%	1088.11%	1026.83%	0.00%	0.00%	0.00%	0.00%
E. Covered Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
F. Net Pension Liability as a % of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	-	-	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	-	-	-	-	-	-	-	-	-	-
Contributions as a percentage of covered employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

Town of Scituate, Rhode Island Municipal Employee's Retirement System - Police COLA Employees
Schedule of Changes in Town of Scituate Employees Net Pension Liability (Asset) and Related Ratios
Last 10 Fiscal Years

	Measurement Date Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
A. Total Pension Liability										
1. Service Cost	\$ 67,652	\$ 53,139	\$ 27,635	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on Total Pension Liability	8,365	3,867	1,036	-	-	-	-	-	-	-
3. Effect of Benefit Changes	-	-	-	-	-	-	-	-	-	-
4. Difference Between Expected and Actual Experience	(4,951)	(2)	-	-	-	-	-	-	-	-
5. Effect of Assumption Changes or Inputs	-	-	-	-	-	-	-	-	-	-
6. Benefit Payments	-	-	-	-	-	-	-	-	-	-
7. Net Change in Total Pension Liability	71,066	57,004	28,671	-	-	-	-	-	-	-
8. Total Pension Liability, beginning	85,675	28,671	-	-	-	-	-	-	-	-
9. Total Pension Liability, ending (a)	<u>\$ 156,741</u>	<u>\$ 85,675</u>	<u>\$ 28,671</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
B. Fiduciary Net Position										
1. Employer Contributions	\$ 29,966	\$ 23,624	\$ 13,941	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Member Contributions	35,254	27,793	16,401	-	-	-	-	-	-	-
3. Investment Income Net of Investment Expenses	11,207	6,894	3,601	-	-	-	-	-	-	-
4. Benefit Expenses	(175)	(92)	-	-	-	-	-	-	-	-
5. Administrative Expenses	12,397	-	(34)	-	-	-	-	-	-	-
6. Net Change in Fiduciary net Position	88,649	58,219	33,909	-	-	-	-	-	-	-
7. Fiduciary Net Position, beginning	92,128	33,909	-	-	-	-	-	-	-	-
8. Fiduciary net Position, ending (b)	<u>\$ 180,777</u>	<u>\$ 92,128</u>	<u>\$ 33,909</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
C. Net Pension Liability, (Asset) ending = (a) - (b)	(24,036)	(6,453)	(5,238)	-	-	-	-	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	115.33%	107.53%	118.27%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
E. Covered Payroll	\$ 352,539	\$ 277,925	\$ 164,006	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
F. Net Pension Liability as a % of Covered Payroll	-6.82%	-2.32%	-3.19%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 33,270	\$ 29,966	\$ 23,624	\$ 13,941	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	33,270	29,966	23,624	13,941	-	-	-	-	-	-
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	375,931	352,539	277,925	164,006	-	-	-	-	-	-
Contributions as a percentage of covered employee payroll	8.85%	8.50%	8.50%	8.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

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

	Measurement Date Fiscal Year Ending March 31,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
A. Total Pension Liability										
1. Service Cost	\$ 209,941	\$ 201,808	\$ 183,866	\$ 203,864	\$ 203,864	\$ 191,506	-	-	-	-
2. Interest on Total Pension Liability	1,153,591	1,140,969	1,092,957	1,029,716	970,057	899,460	-	-	-	-
3. Differences between exp and actual experience	174,342	(61,260)	432,238	448,363	(409,813)	392,571	-	-	-	-
4. Changes of assumptions	623,649	873,746	(199,966)	-	(179,601)	152,290	-	-	-	-
5. Changes in benefit terms	-	-	-	-	923,914	-	-	-	-	-
6. Benefit Payments	(900,320)	(888,558)	(868,346)	(796,428)	(712,962)	(671,686)	-	-	-	-
7. Net Change in Total Pension Liability	1,261,203	1,266,705	640,749	885,515	795,459	964,141	-	-	-	-
8. Total Pension Liability, beginning	16,808,761	15,542,056	14,901,307	14,015,792	13,220,333	12,256,192	-	-	-	-
9. Total Pension Liability, ending (a)	\$ 18,069,964	\$ 16,808,761	\$ 15,542,056	\$ 14,901,307	\$ 14,015,792	\$ 13,220,333	-	-	-	-
B. Fiduciary Net Position										
1. Employer Contributions	\$ 932,428	\$ 847,392	\$ 856,215	\$ 750,786	\$ 791,829	\$ 728,868	-	-	-	-
2. Member Contributions	121,937	113,246	116,018	117,991	144,719	111,747	-	-	-	-
3. Investment Income Net of Investment Expenses	(498,213)	194,521	477,960	448,169	(174,131)	344,110	-	-	-	-
4. Benefit Expenses	(900,320)	(888,558)	(868,346)	(796,428)	(712,962)	(671,686)	-	-	-	-
5. Administrative Expenses	(33,990)	(31,257)	(30,534)	(27,345)	(25,311)	(24,170)	-	-	-	-
6. Net Change in Fiduciary net Position	(378,158)	235,344	551,313	493,173	24,144	488,869	-	-	-	-
7. Fiduciary Net Position, beginning	6,075,161	5,839,817	5,288,504	4,795,331	4,771,187	4,282,318	-	-	-	-
8. Fiduciary net Position, ending (b)	\$ 5,697,003	\$ 6,075,161	\$ 5,839,817	\$ 5,288,504	\$ 4,795,331	\$ 4,771,187	-	-	-	-
C. Net Pension Liability, ending - (a) - (b)	12,372,961	10,733,600	9,702,239	9,612,803	9,220,461	8,449,146	-	-	-	-
D. Fiduciary Net Position as a % of Total Pension Liability	31.53%	36.14%	37.57%	35.49%	34.21%	36.09%	-	-	-	-
E. Covered Payroll	\$ 836,162	\$ 911,172	\$ 935,534	\$ 934,546	\$ 1,111,367	\$ 821,754	-	-	-	-
F. Net Pension Liability as a % of Covered Payroll	1479.7%	1178.0%	1037.1%	1028.6%	829.7%	1028.2%	-	-	-	-

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

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

	Measureemnt Date Fiscal Year Ending March 31,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Valuation Date	04/01/2019	04/01/2018	04/01/2017	04/01/2016	04/01/2015	04/01/2014	04/01/2013	04/01/2012	04/01/2011	04/01/2010
Actuarially determined contribution	\$ 932,125	\$ 942,550	\$ 821,810	\$ 767,944	\$ 716,189	\$ 637,901	\$ 638,018	\$ 629,958	\$ 632,116	\$ 576,686
Contributions in relation to the actuarially determined contribution	932,428	847,392	856,215	750,786	791,829	728,868	758,709	637,460	356,593	357,144
Contribution deficiency/(excess)	(303)	95,158	(34,405)	17,158	(75,640)	(90,967)	(120,691)	(7,502)	275,523	219,542
Covered payroll	836,162	911,172	935,534	934,546	1,111,367	821,754	916,057	N/A	917,936	N/A
Contributions as a percentage of covered-payroll	111.51%	93.00%	91.52%	80.34%	71.25%	88.70%	82.82%	N/A	38.85%	N/A

Notes:

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

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

	Measureemnt Date Fiscal Year Ending March 31,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Annual money-weighted rate of return, net of investment expense	-8.07%	3.32%	8.92%	9.23%	-3.57%	7.80%	N/A	N/A	N/A	N/A

Notes:

- 1.) The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of time they are available to earn a return during that period.
- 2.) This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

Schedule of Town Contributions
Last 10 Fiscal Years
State of Rhode Island Employees Retirement System

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 1,595,411	\$ 1,579,572	\$ 1,522,791	\$ 1,491,891	1,551,729	-	-	-	-	-
Contributions in relation to the actuarially determined contribution	1,595,411	1,579,572	1,522,791	1,491,891	1,551,729	-	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	11,298,932	10,957,861	11,171,174	11,615,927	10,057,492	-	-	-	-	-
Contributions as a percentage of covered-payroll	14.12%	14.41%	13.63%	12.84%	15.43%	N/A	N/A	N/A	N/A	N/A

Notes:

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

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

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015					
Scituate proportion of the net pension liability	0.61484495%	0.62917327%	0.63018617%	0.68083108%	0.71801611%	-	-	-	-	-
Scituate proportionate share of the net pension liability	19,618,280	19,990,396	19,876,617	20,313,123	19,767,003	-	-	-	-	-
State's proportionate share of the net pension liability associated with the school district	14,696,124	14,911,400	15,021,947	13,911,507	13,504,196	-	-	-	-	-
Scituate covered payroll	10,957,861	11,171,174	11,615,927	10,057,492	10,115,257	-	-	-	-	-
Scituate proportionate share of the net pension liability as a percentage of it's covered payroll	179.03%	178.95%	171.12%	201.97%	195.42%	-	-	-	-	-
Plan fiduciary net position as a % of the total pension liability	54.60%	54.30%	54.00%	54.06%	57.55%	-	-	-	-	-

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

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

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Statutorily determined contribution	\$ 16,515	\$ 16,445	\$ 16,637	\$ 12,835	14,553	-	-	-	-	-
Contributions in relation to the actuarially determined contribution	16,515	16,445	16,637	12,835	14,553	-	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered payroll	11,298,932	10,957,861	11,171,174	11,615,927	10,057,492	-	-	-	-	-
Contributions as a percentage of covered-payroll	0.15%	0.15%	0.15%	0.11%	0.14%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

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

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

	Fiscal Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015					
Scituate proportion of the net pension asset	2.20484860%	2.23604955%	2.17586888%	2.26579953%	2.21739025%	0.00%	0.00%	0.00%	0.00%	0.00%
Scituate proportionate share of the net pension asset	2,501,309	1,995,211	1,800,018	2,256,099	2,070,058	-	-	-	-	-
Scituate covered payroll	10,957,861	11,171,174	11,615,927	10,057,492	10,115,257	-	-	-	-	-
Scituate proportionate share of the net pension liability as a percentage of it's covered payroll	22.83%	17.86%	15.50%	22.43%	20.46%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a % of the total pension liability	150.20%	137.40%	136.10%	153.30%	146.60%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

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

		Fiscal Year Ending March 31,									
		2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
A. Total OPEB liability											
1. Service Cost	\$	414,797	\$ 384,761	\$ 275,269	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on the Total OPEB Liability		302,106	285,368	239,646	-	-	-	-	-	-	-
3. Changes of benefit terms		-	-	563,508	-	-	-	-	-	-	-
4. Difference between expected and actual experience of the Total OPEB Liability		(2,038,778)	(63,017)	(309,232)	-	-	-	-	-	-	-
5. Changes of assumptions		253,557	591,414	(198,952)	-	-	-	-	-	-	-
6. Benefit payments, including refunds of employee contributions		(142,958)	(151,904)	(173,226)	-	-	-	-	-	-	-
7. Net change in total OPEB liability		(1,211,276)	1,046,622	397,013	-	-	-	-	-	-	-
8. Total OPEB liability – beginning		9,177,113	8,130,491	7,733,478	-	-	-	-	-	-	-
9. Total OPEB liability – ending (a)	\$	7,965,837	\$ 9,177,113	\$ 8,130,491	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
B. Plan fiduciary net position											
1. Contributions – employer	\$	242,958	\$ 251,904	\$ 273,226	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Contributions – employee		65,096	75,125	54,967	-	-	-	-	-	-	-
3. Net investment income		(76,393)	43,715	55,950	-	-	-	-	-	-	-
4. Benefit payments, including refunds of employee contributions		(208,054)	(227,029)	(228,193)	-	-	-	-	-	-	-
5. OPEB Plan Administrative Expense		-	-	-	-	-	-	-	-	-	-
6. Other		-	-	-	-	-	-	-	-	-	-
7. Net change in plan fiduciary net position		23,607	143,715	155,950	-	-	-	-	-	-	-
8. Plan fiduciary net position – beginning		849,307	705,592	549,642	-	-	-	-	-	-	-
9. Plan fiduciary net position – ending (b)	\$	872,914	\$ 849,307	\$ 705,592	-	-	-	-	-	-	-
C. Net OPEB liability - ending (a) - (b)		7,092,923	8,327,806	7,424,899	-	-	-	-	-	-	-
D. Plan fiduciary net position as a percentage of the total OPEB liability		10.96%	9.25%	8.68%	-	-	-	-	-	-	-
E. Covered payroll	\$	14,007,764	\$ 13,936,000	\$ 13,596,099	-	-	-	-	-	-	-
F. Net OPEB liability as a percentage of covered payroll		50.64%	59.76%	54.61%	-	-	-	-	-	-	-

Notes:

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

TOWN OF SCITUATE, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2020

Schedule of Plan Contributions
Last 10 Fiscal Years
Scituate OPEB Plan

	Fiscal Year Ending March 31,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Valuation Date	4/1/2020	4/1/2019	4/1/2018							
Actuarially determined contribution	\$ 858,561	\$ 791,504	\$ 649,403	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	242,958	251,904	273,226	-	-	-	-	-	-	-
Contribution deficiency/(excess)	615,603	539,600	376,177	-	-	-	-	-	-	-
Covered payroll	14,007,764	13,936,000	13,596,099	-	-	-	-	-	-	-
Contributions as a percentage of covered-payroll	1.73%	1.81%	2.01%	-	-	-	-	-	-	-

Notes:

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

Notes to Schedule:

Measurement date: April 1, 2019
Actuarial valuation date: April 1, 2020
Actuarial Cost Method: Entry Age Normal - individual entry age actuarial cost method
Asset valuation: Market value
Discount rate: 3.34% as of 3/31/2019; 3.02% as of 3/31/2020
Health care cost trend rates: 5.5% per year graded down by the Getzen model to an ultimate rate of 4.04%
Asset valuation method: Market value of assets
Long-term rate of return: 7.50%
Participation rate: Police & Town: it is assumed 80% of eligible retirees will participate. School: it is assumed 45% of eligible retirees will participate.
Mortality: 2010 Public sector Retirement Plans Mortality table for Teacher, total Public Safety and total General employees populations.

Schedule of Investment Returns
Last 10 Fiscal Years
Scituate OPEB Plan

	Fiscal Year Ending March 31,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Annual money-weighted rate of return, net of investment expense	-8.49%	5.79%	9.33%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

SUPPLEMENTARY INFORMATION

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures - Non-GAAP Budgetary Basis
For the Fiscal Year Ended March 31, 2020

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues				
General property tax	\$ 30,891,953	\$ 30,891,953	\$ 30,557,038	\$ (334,915)
Federal and state aid grants	860,046	860,046	801,457	(58,589)
Charges for services	1,035,186	1,035,186	1,134,203	99,017
Fines and penalties	50,000	50,000	64,683	14,683
Investment and interest income	210,000	210,000	208,912	(1,088)
Miscellaneous revenue	120,700	120,700	137,618	16,918
Total Revenues	<u>33,167,885</u>	<u>33,167,885</u>	<u>32,903,911</u>	<u>(263,974)</u>
Expenditures				
General government	1,472,931	1,462,092	1,102,415	359,677
Public Safety	3,775,915	3,826,539	3,701,567	124,972
Public works	2,216,145	2,247,292	1,961,764	285,528
Social services	1,014,623	1,054,463	1,062,396	(7,933)
Fixed charges and other	2,711,552	2,835,956	2,557,878	278,078
Debt service:				
Principal	841,000	841,000	841,000	-
Interest	604,592	601,592	520,770	80,822
School appropriation	19,867,829	19,867,829	19,867,829	-
Capital	789,548	557,372	-	557,372
Total expenditures	<u>33,294,135</u>	<u>33,294,135</u>	<u>31,615,619</u>	<u>1,678,516</u>
Excess of revenues over expenditures before operating transfers	<u>(126,250)</u>	<u>(126,250)</u>	<u>1,288,292</u>	<u>1,414,542</u>
Other financing sources and uses				
Transfers to other funds	-	-	(698,800)	(698,800)
Prior year budgeted surplus	126,250	126,250	126,250	-
Total operating transfers	<u>126,250</u>	<u>126,250</u>	<u>(572,550)</u>	<u>(698,800)</u>
Excess of revenues over (under) expenditures and operating transfers	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 715,742</u>	<u>\$ 715,742</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Town Special Revenue Funds	School Special Revenue Funds	Capital Projects Funds	Town Permanent Funds	Total Non-Major Governmental Funds
ASSETS					
Cash and cash equivalents (overdraft)	\$ 319,732	\$ 46,086	\$ 253,962	\$ 154,796	\$ 774,576
Internal balances	288,335	114,809	1,640,821	-	2,043,965
Due from other governments	11,472	375,184	-	-	386,656
Other receivables	140,527	-	-	-	140,527
TOTAL ASSETS	<u>\$ 760,066</u>	<u>\$ 536,079</u>	<u>\$ 1,894,783</u>	<u>\$ 154,796</u>	<u>\$ 3,345,724</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable and accrued expenses	\$ 52,538	\$ -	\$ 268,889	\$ -	\$ 321,427
Internal balances	60,497	396,822	142,808	-	600,127
Unearned revenue	140,527	-	-	-	140,527
Total liabilities	<u>253,562</u>	<u>396,822</u>	<u>411,697</u>	<u>-</u>	<u>1,062,081</u>
Fund balances					
<i>Nonspendable:</i>					
Cemetery perpetual care	-	-	-	120,834	120,834
<i>Restricted for:</i>					
Educational programs	39,862	142,033	-	-	181,895
Public safety programs	132,290	-	-	-	132,290
Social service programs	179,085	-	-	-	179,085
Records preservation	129,348	-	-	-	129,348
Other programs	556	-	-	33,962	34,518
<i>Committed for:</i>					
Open space, park & recreational facilities	78,499	-	-	-	78,499
Other programs	7,361	-	-	-	7,361
<i>Assigned for:</i>					
Capital projects	-	-	1,666,897	-	1,666,897
<i>Unassigned</i>	(60,497)	(2,776)	(183,811)	-	(247,084)
Total fund balances (deficits)	<u>506,504</u>	<u>139,257</u>	<u>1,483,086</u>	<u>154,796</u>	<u>2,283,643</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 760,066</u>	<u>\$ 536,079</u>	<u>\$ 1,894,783</u>	<u>\$ 154,796</u>	<u>\$ 3,345,724</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	Town Special Revenue Funds	School Special Revenue Funds	Capital Projects Funds	Town Permanent Funds	Total Non-Major Governmental Funds
Revenues					
Intergovernmental revenue	\$ 126,735	\$ 1,153,639	\$ 129,849	\$ -	\$ 1,410,223
Charges for service	266,857	-	-	-	266,857
Investment income	21	-	19	18	58
Contributions and private grants	20,714	-	1,070	-	21,784
Other income	18,326	65,944	67,364	-	151,634
Total revenues	<u>432,653</u>	<u>1,219,583</u>	<u>198,302</u>	<u>18</u>	<u>1,850,556</u>
Expenditures					
General government	13,477	-	13,019	370	26,866
Public safety	24,976	-	30,126	-	55,102
Public works	-	-	63,760	-	63,760
Social services	57,327	-	-	-	57,327
Education	327,300	1,207,846	-	-	1,535,146
Capital	50,575	10,413	3,891,764	-	3,952,752
Total expenditures	<u>473,655</u>	<u>1,218,259</u>	<u>3,998,669</u>	<u>370</u>	<u>5,690,953</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	(41,002)	1,324	(3,800,367)	(352)	(3,840,397)
Other financing sources (uses)					
Transfers from other funds	-	-	1,439,180	-	1,439,180
Transfers to other funds	-	-	(1,680)	-	(1,680)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>1,437,500</u>	<u>-</u>	<u>1,437,500</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(41,002)</u>	<u>1,324</u>	<u>(2,362,867)</u>	<u>(352)</u>	<u>(2,402,897)</u>
Fund balances - beginning	547,506	137,933	3,845,953	155,148	4,686,540
Fund balances - ending	<u>\$ 506,504</u>	<u>\$ 139,257</u>	<u>\$ 1,483,086</u>	<u>\$ 154,796</u>	<u>\$ 2,283,643</u>

COMBINING FUND FINANCIAL STATEMENTS - NONMAJOR GOVERNMENTAL FUNDS

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Senior Donation 2019 – established to provided various services for seniors.

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Vital Statistics Surcharge Fund	Food Service Fund	Community Development Block Grant	Sub. Abuse Fund	Highway Equipment	State Asset Forfeiture Fund	Animal Adoption Fund
ASSETS							
Cash and cash equivalents	\$ 674	\$ 80,928	\$ 20	\$ 185	\$ -	\$ 2,241	\$ 11,445
Due from other governments	-	11,472	-	-	-	-	-
Internal balances	-	-	83,472	22,961	6,310	-	-
Other receivables	-	-	140,527	-	-	-	-
TOTAL ASSETS	<u>\$ 674</u>	<u>\$ 92,400</u>	<u>\$ 224,019</u>	<u>\$ 23,146</u>	<u>\$ 6,310</u>	<u>\$ 2,241</u>	<u>\$ 11,445</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ 52,538	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Unearned revenue	-	-	140,527	-	-	-	-
Total liabilities	<u>-</u>	<u>52,538</u>	<u>140,527</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	39,862	-	-	-	-	-
Public safety programs	-	-	-	-	6,310	2,241	11,445
Social service programs	-	-	83,492	23,146	-	-	-
Records preservation	674	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Committed for:</i>							
Open space, park & recreational facilities	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Assigned for:</i>							
Capital projects	-	-	-	-	-	-	-
<i>Unassigned</i>	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>674</u>	<u>39,862</u>	<u>83,492</u>	<u>23,146</u>	<u>6,310</u>	<u>2,241</u>	<u>11,445</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 674</u>	<u>\$ 92,400</u>	<u>\$ 224,019</u>	<u>\$ 23,146</u>	<u>\$ 6,310</u>	<u>\$ 2,241</u>	<u>\$ 11,445</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Historical Land Records	Recreation Camperships Fund	Probate Filing Records	Federal Asset Drug Forfeiture Fund	Animal Health Fund	State Police Computer Grant	Police Substance Abuse Fund
ASSETS							
Cash and cash equivalents	\$ 9,163	\$ 731	\$ 2,013	\$ 20,948	\$ 15,660	\$ 4,213	\$ 4,771
Due from other governments	-	-	-	-	-	-	-
Internal balances	-	25	-	-	-	2,195	-
Other receivables	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 9,163</u>	<u>\$ 756</u>	<u>\$ 2,013</u>	<u>\$ 20,948</u>	<u>\$ 15,660</u>	<u>\$ 6,408</u>	<u>\$ 4,771</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	-	-	-
Public safety programs	-	-	-	20,948	15,660	6,408	4,771
Social service programs	-	756	-	-	-	-	-
Records preservation	9,163	-	2,013	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Committed for:</i>	-	-	-	-	-	-	-
Open space, park & recreational facilities	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Assigned for:</i>	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
<i>Unassigned</i>	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>9,163</u>	<u>756</u>	<u>2,013</u>	<u>20,948</u>	<u>15,660</u>	<u>6,408</u>	<u>4,771</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 9,163</u>	<u>\$ 756</u>	<u>\$ 2,013</u>	<u>\$ 20,948</u>	<u>\$ 15,660</u>	<u>\$ 6,408</u>	<u>\$ 4,771</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Police Unclaimed Property	Senior Center Donations	Human Service Legislative Grant	Food Pantry Donations	Senior Center Grants	Emergency Management Grants	Congregational Church Restoration
ASSETS							
Cash and cash equivalents	\$ 1,416	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5
Due from other governments	-	-	-	-	-	-	-
Internal balances	-	9,524	2,489	1,537	18,736	45,274	-
Other receivables	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 1,416</u>	<u>\$ 9,524</u>	<u>\$ 2,489</u>	<u>\$ 1,537</u>	<u>\$ 18,736</u>	<u>\$ 45,274</u>	<u>\$ 5</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	-	-	-
Public safety programs	1,416	-	-	-	-	45,274	-
Social service programs	-	9,524	2,489	1,537	18,736	-	-
Records preservation	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	5
<i>Committed for:</i>							
Open space, park & recreational facilities	-	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-
<i>Assigned for:</i>							
Capital projects	-	-	-	-	-	-	-
<i>Unassigned</i>	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>1,416</u>	<u>9,524</u>	<u>2,489</u>	<u>1,537</u>	<u>18,736</u>	<u>45,274</u>	<u>5</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,416</u>	<u>\$ 9,524</u>	<u>\$ 2,489</u>	<u>\$ 1,537</u>	<u>\$ 18,736</u>	<u>\$ 45,274</u>	<u>\$ 5</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Land Dedication Recreation Fund	Green Area Beautification	Main Street Project	Cemetery Capital Fee Fund	Recording Technical Scanning Fund	Citizens Police Academy Fund	Hazard Mitigation Grant
ASSETS							
Cash and cash equivalents	\$ 504	\$ 551	\$ -	\$ 7,361	\$ 117,498	\$ -	\$ -
Due from other governments	-	-	-	-	-	-	-
Internal balances	77,995	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 78,499</u>	<u>\$ 551</u>	<u>\$ -</u>	<u>\$ 7,361</u>	<u>\$ 117,498</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	39,010	-	-	402	2,777
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>39,010</u>	<u>-</u>	<u>-</u>	<u>402</u>	<u>2,777</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Social service programs	-	-	-	-	-	-	-
Records preservation	-	-	-	-	117,498	-	-
Other programs	-	551	-	-	-	-	-
<i>Committed for:</i>							
Open space, park & recreational facilities	78,499	-	-	-	-	-	-
Other programs	-	-	-	7,361	-	-	-
<i>Unassigned</i>	-	-	(39,010)	-	-	(402)	(2,777)
Total fund balances (deficits)	<u>78,499</u>	<u>551</u>	<u>(39,010)</u>	<u>7,361</u>	<u>117,498</u>	<u>(402)</u>	<u>(2,777)</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 78,499</u>	<u>\$ 551</u>	<u>\$ -</u>	<u>\$ 7,361</u>	<u>\$ 117,498</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Partnership for Success	Misc. Police Grants	Police Homeland Security	Animal Shelter Donations	Senior Donation 2019	Totals
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 34,405	\$ 5,000	\$ 319,732
Due from other governments	-	-	-	-	-	11,472
Internal balances	9,351	8,466	-	-	-	288,335
Other receivables	-	-	-	-	-	140,527
TOTAL ASSETS	<u>\$ 9,351</u>	<u>\$ 8,466</u>	<u>\$ -</u>	<u>\$ 34,405</u>	<u>\$ 5,000</u>	<u>\$ 760,066</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 52,538
Internal balances	-	-	18,308	-	-	60,497
Unearned revenue	-	-	-	-	-	140,527
Total liabilities	<u>-</u>	<u>-</u>	<u>18,308</u>	<u>-</u>	<u>-</u>	<u>253,562</u>
Fund balances						
<i>Restricted for:</i>						
Educational programs	-	-	-	-	-	39,862
Public safety programs	9,351	8,466	-	-	-	132,290
Social service programs	-	-	-	34,405	5,000	179,085
Records preservation	-	-	-	-	-	129,348
Other programs	-	-	-	-	-	556
<i>Committed for:</i>						
Open space, park & recreational facilities	-	-	-	-	-	78,499
Other programs	-	-	-	-	-	7,361
<i>Unassigned</i>	-	-	(18,308)	-	-	(60,497)
Total fund balances (deficits)	<u>9,351</u>	<u>8,466</u>	<u>(18,308)</u>	<u>34,405</u>	<u>5,000</u>	<u>506,504</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 9,351</u>	<u>\$ 8,466</u>	<u>\$ -</u>	<u>\$ 34,405</u>	<u>\$ 5,000</u>	<u>\$ 760,066</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	Vital Statistics Surcharge Fund	Food Service Fund	Community Development Block Grant	Sub. Abuse Fund	Highway Equipment	State Asset Forfeiture Fund	Animal Adoption Fund
Revenues							
Intergovernmental revenue	\$ -	\$ 82,789	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	247,695	-	-	-	-	-
Investment income	-	-	-	-	-	-	1
Contributions and private grants	-	-	-	-	-	-	8,671
Other income	-	-	11,012	-	-	827	-
Total revenues	-	330,484	11,012	-	-	827	8,672
Expenditures							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	100	5,257
Social services	-	-	-	-	-	-	-
Education	-	327,300	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	-	327,300	-	-	-	100	5,257
Excess (deficiency) of revenues over (under)							
expenditures before other financing sources (uses)	-	3,184	11,012	-	-	727	3,415
Other financing sources (uses)							
Transfers from (to) other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess of revenues and other sources							
over (under) expenditures	-	3,184	11,012	-	-	727	3,415
Fund balances - beginning	674	36,678	72,480	23,146	6,310	1,514	8,030
Fund balances - ending	\$ 674	\$ 39,862	\$ 83,492	\$ 23,146	\$ 6,310	\$ 2,241	\$ 11,445

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	Historical Land Records	Recreation Camperships Fund	Probate Filing Records	Federal Asset Drug Forfeiture Fund	Animal Health Fund	State Police Computer Grant	Police Substance Abuse Fund
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	2,873	-	-	-	4,765	-	-
Investment income	1	-	-	-	1	2	-
Contributions and private grants	-	250	-	-	-	-	-
Other income	-	-	71	-	-	-	-
Total revenues	<u>2,874</u>	<u>250</u>	<u>71</u>	<u>-</u>	<u>4,766</u>	<u>2</u>	<u>-</u>
Expenditures							
General government	5,551	-	-	-	-	-	-
Public safety	-	-	-	1,284	2,290	-	-
Social services	-	1,260	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>5,551</u>	<u>1,260</u>	<u>-</u>	<u>1,284</u>	<u>2,290</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under)							
expenditures before other financing sources (uses)	(2,677)	(1,010)	71	(1,284)	2,476	2	-
Other financing sources (uses)							
Transfers from (to) other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources							
over (under) expenditures	(2,677)	(1,010)	71	(1,284)	2,476	2	-
Fund balances - beginning	11,840	1,766	1,942	22,232	13,184	6,406	4,771
Fund balances - ending	<u>\$ 9,163</u>	<u>\$ 756</u>	<u>\$ 2,013</u>	<u>\$ 20,948</u>	<u>\$ 15,660</u>	<u>\$ 6,408</u>	<u>\$ 4,771</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	Police Unclaimed Property	Senior Center Donations	Human Service Legislative Grant	Food Pantry Donations	Senior Center Grants	Emergency Management Grants	Congregational Church Restoration
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ 3,000	\$ -	\$ 14,904	\$ 9,565	\$ -
Charges for service	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	6,011	-	4,604	1,178	-	-
Other income	1,416	-	-	-	-	-	-
Total revenues	<u>1,416</u>	<u>6,011</u>	<u>3,000</u>	<u>4,604</u>	<u>16,082</u>	<u>9,565</u>	<u>-</u>
Expenditures							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	11,553	-
Social services	-	1,223	1,459	6,115	20,775	-	-
Education	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>1,223</u>	<u>1,459</u>	<u>6,115</u>	<u>20,775</u>	<u>11,553</u>	<u>-</u>
Excess (deficiency) of revenues over (under)							
expenditures before other financing sources (uses)	1,416	4,788	1,541	(1,511)	(4,693)	(1,988)	-
Other financing sources (uses)							
Transfers from (to) other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources							
over (under) expenditures	1,416	4,788	1,541	(1,511)	(4,693)	(1,988)	-
Fund balances - beginning	-	4,736	948	3,048	23,429	47,262	5
Fund balances - ending	<u>\$ 1,416</u>	<u>\$ 9,524</u>	<u>\$ 2,489</u>	<u>\$ 1,537</u>	<u>\$ 18,736</u>	<u>\$ 45,274</u>	<u>\$ 5</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	Land Dedication Recreation Fund	Green Area Beautification	Main Street Project	Cemetery Capital Fee Fund	Recording Technical Scanning Fund	Citizens Police Academy Fund	Hazard Mitigation Grant
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	11,524	-	-
Investment income	-	-	-	1	12	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
Total revenues	-	-	-	1	11,536	-	-
Expenditures							
General government	-	-	1,797	-	6,129	-	-
Public safety	-	-	-	-	-	-	-
Social services	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital	-	-	50,575	-	-	-	-
Total expenditures	-	-	52,372	-	6,129	-	-
Excess (deficiency) of revenues over (under)							
expenditures before other financing sources (uses)	-	-	(52,372)	1	5,407	-	-
Other financing sources (uses)							
Transfers from (to) other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess of revenues and other sources							
over (under) expenditures	-	-	(52,372)	1	5,407	-	-
Fund balances - beginning	78,499	551	13,362	7,360	112,091	(402)	(2,777)
Fund balances - ending	<u>\$ 78,499</u>	<u>\$ 551</u>	<u>\$ (39,010)</u>	<u>\$ 7,361</u>	<u>\$ 117,498</u>	<u>\$ (402)</u>	<u>\$ (2,777)</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	Partnership for Success	Misc. Police Grants	Police Homeland Security	Animal Shelter Donations	Senior Donation 2019	Totals
Revenues						
Intergovernmental revenue	\$ 16,477	\$ -	\$ -	\$ -	\$ -	\$ 126,735
Charges for service	-	-	-	-	-	266,857
Investment income	-	-	-	3	-	21
Contributions and private grants	-	-	-	-	-	20,714
Other income	5,000	-	-	-	-	18,326
Total revenues	<u>21,477</u>	<u>-</u>	<u>-</u>	<u>3</u>	<u>-</u>	<u>432,653</u>
Expenditures						
General government	-	-	-	-	-	13,477
Public safety	-	4,492	-	-	-	24,976
Social services	26,495	-	-	-	-	57,327
Education	-	-	-	-	-	327,300
Capital	-	-	-	-	-	50,575
Total expenditures	<u>26,495</u>	<u>4,492</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>473,655</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	(5,018)	(4,492)	-	3	-	(41,002)
Other financing sources (uses)						
Transfers from (to) other funds	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	(5,018)	(4,492)	-	3	-	(41,002)
Fund balances - beginning	14,369	12,958	(18,308)	34,402	5,000	547,506
Fund balances - ending	<u>\$ 9,351</u>	<u>\$ 8,466</u>	<u>\$ (18,308)</u>	<u>\$ 34,405</u>	<u>\$ 5,000</u>	<u>\$ 506,504</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	IDEA Preschool	IDEA Part B	Title I	Title II	Art Festival	Spark Grant	Language Assistance
ASSETS							
Cash and cash equivalents (overdraft)	\$ -	\$ -	\$ -	\$ -	\$ 934	\$ 3,431	\$ 3,075
Due from other governments	8,243	234,027	62,940	69,974	-	-	-
Internal balances	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 8,243</u>	<u>\$ 234,027</u>	<u>\$ 62,940</u>	<u>\$ 69,974</u>	<u>\$ 934</u>	<u>\$ 3,431</u>	<u>\$ 3,075</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	8,243	234,027	65,340	69,974	-	3,431	-
Total liabilities	<u>8,243</u>	<u>234,027</u>	<u>65,340</u>	<u>69,974</u>	<u>-</u>	<u>3,431</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	-	-	-	-	934	-	3,075
<i>Unassigned</i>	-	-	(2,400)	-	-	-	-
Total fund balances (deficit)	<u>-</u>	<u>-</u>	<u>(2,400)</u>	<u>-</u>	<u>934</u>	<u>-</u>	<u>3,075</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 8,243</u>	<u>\$ 234,027</u>	<u>\$ 62,940</u>	<u>\$ 69,974</u>	<u>\$ 934</u>	<u>\$ 3,431</u>	<u>\$ 3,075</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	<u>Prevention Partnership</u>	<u>Champlin Grant</u>	<u>CTE 2019 Fund</u>	<u>RI Learning</u>	<u>Amica</u>	<u>Civics Grant</u>	<u>RI Foundation Scholarship</u>
ASSETS							
Cash and cash equivalents (overdraft)	\$ 992	\$ 10,037	\$ 24,931	\$ -	\$ 1,672	\$ 14	\$ -
Due from other governments	-	-	-	-	-	-	-
Internal balances	1,041	-	-	7	-	-	113,761
TOTAL ASSETS	<u>\$ 2,033</u>	<u>\$ 10,037</u>	<u>\$ 24,931</u>	<u>\$ 7</u>	<u>\$ 1,672</u>	<u>\$ 14</u>	<u>\$ 113,761</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	10,413	5,394	-	-	-	-
Total liabilities	<u>-</u>	<u>10,413</u>	<u>5,394</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
<i>Restricted for:</i>							
Educational programs	2,033	-	19,537	7	1,672	14	113,761
<i>Unassigned</i>	-	(376)	-	-	-	-	-
Total fund balances (deficit)	<u>2,033</u>	<u>(376)</u>	<u>19,537</u>	<u>7</u>	<u>1,672</u>	<u>14</u>	<u>113,761</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,033</u>	<u>\$ 10,037</u>	<u>\$ 24,931</u>	<u>\$ 7</u>	<u>\$ 1,672</u>	<u>\$ 14</u>	<u>\$ 113,761</u>

(Continued)

**SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020**

	<u>Title IV</u>	<u>FAA Gentian</u>	<u>Totals</u>
ASSETS			
Cash and cash equivalents (overdraft)	\$ -	\$ 1,000	\$ 46,086
Due from other governments	-	-	375,184
Internal balances	-	-	114,809
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 536,079</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenses	\$ -	\$ -	-
Internal balances	-	-	396,822
Total liabilities	<u>-</u>	<u>-</u>	<u>396,822</u>
Fund balances			
<i>Restricted for:</i>			
Educational programs	-	1,000	142,033
<i>Unassigned</i>	-	-	(2,776)
Total fund balances (deficit)	<u>-</u>	<u>1,000</u>	<u>139,257</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 536,079</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	IDEA Preschool	IDEA Part B	Title I	Title II	Art Festival	Spark Grant	Language Assistance
Revenues							
Intergovernmental revenue	\$ 13,132	\$ 649,492	\$ 329,590	\$ 102,912	\$ -	\$ 1,080	\$ -
Other	-	-	-	-	-	-	-
Total revenues	<u>13,132</u>	<u>649,492</u>	<u>329,590</u>	<u>102,912</u>	<u>-</u>	<u>1,080</u>	<u>-</u>
Expenditures							
Education	13,132	649,492	331,990	102,912	-	6,090	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>13,132</u>	<u>649,492</u>	<u>331,990</u>	<u>102,912</u>	<u>-</u>	<u>6,090</u>	<u>-</u>
Excess revenues over (under) expenditures	-	-	(2,400)	-	-	(5,010)	-
Fund balances - beginning	-	-	-	-	934	5,010	3,075
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,400)</u>	<u>\$ -</u>	<u>\$ 934</u>	<u>\$ -</u>	<u>\$ 3,075</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	<u>Prevention Partnership</u>	<u>Champlin Grant</u>	<u>CTE 2019 Fund</u>	<u>RI Learning Grant</u>	<u>Amica</u>	<u>Civics Grant</u>	<u>RI Foundation Scholarship</u>
Revenues							
Intergovernmental revenue	\$ -	\$ -	\$ 42,215	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	65,944
Total revenues	<u>-</u>	<u>-</u>	<u>42,215</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>65,944</u>
Expenditures							
Education	4,730	-	26,434	-	-	-	57,848
Capital	-	10,413	-	-	-	-	-
Total expenditures	<u>4,730</u>	<u>10,413</u>	<u>26,434</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,848</u>
Excess revenues over (under) expenditures	(4,730)	(10,413)	15,781	-	-	-	8,096
Fund balances - beginning	<u>6,763</u>	<u>10,037</u>	<u>3,756</u>	<u>7</u>	<u>1,672</u>	<u>14</u>	<u>105,665</u>
Fund balances - ending	<u>\$ 2,033</u>	<u>\$ (376)</u>	<u>\$ 19,537</u>	<u>\$ 7</u>	<u>\$ 1,672</u>	<u>\$ 14</u>	<u>\$ 113,761</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Special Revenue Restricted Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	<u>Title IV</u>	<u>FAA Gentian</u>	<u>Totals</u>
Revenues			
Intergovernmental revenue	\$ 15,218	\$ -	\$ 1,153,639
Other	-	-	65,944
Total revenues	<u>15,218</u>	<u>-</u>	<u>1,219,583</u>
Expenditures			
Education	15,218	-	1,207,846
Capital	-	-	10,413
Total expenditures	<u>15,218</u>	<u>-</u>	<u>1,218,259</u>
Excess revenues over (under) expenditures	-	-	1,324
Fund balances - beginning	<u>-</u>	<u>1,000</u>	<u>137,933</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ 1,000</u></u>	<u><u>\$ 139,257</u></u>
(Concluded)			(Concluded)

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

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

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

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

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

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

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

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

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

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

School Land Fund – established to account for the purchase of land by the School Department.

School 2008/2009/2010 Capital Funds – established to account for non-bonded school construction costs.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Highway Department Capital Escrow	School Ball Field Fund	School Capital Construction Fund	Highway Bridges Special Projects Fund	Police Vehicles Capital Fund	Open Space	Chopmist Hill Renovation Fund
ASSETS							
Cash and cash equivalents	\$ 119,695	\$ 636	\$ 306	\$ 12,169	\$ -	\$ 96,826	\$ -
Internal balances	192,600	-	-	-	16,770	-	22
TOTAL ASSETS	<u>\$ 312,295</u>	<u>\$ 636</u>	<u>\$ 306</u>	<u>\$ 12,169</u>	<u>\$ 16,770</u>	<u>\$ 96,826</u>	<u>\$ 22</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Assigned for:							
Capital projects	312,295	636	306	12,169	16,770	96,826	22
Unassigned for:	-	-	-	-	-	-	-
Total fund balances (deficit)	<u>312,295</u>	<u>636</u>	<u>306</u>	<u>12,169</u>	<u>16,770</u>	<u>96,826</u>	<u>22</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 312,295</u>	<u>\$ 636</u>	<u>\$ 306</u>	<u>\$ 12,169</u>	<u>\$ 16,770</u>	<u>\$ 96,826</u>	<u>\$ 22</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Public Works / Safety Bond Fund	School Bond Fund	School Land Fund	School 2008 Capital Fund	School 2009 Capital Fund	School 2010 Capital Fund	2009 School Loan Fund
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	1,049	-	-	-	-	-	38,953
TOTAL ASSETS	<u>\$ 1,049</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,953</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	133,669	-	-	-	-	-
Total liabilities	<u>-</u>	<u>133,669</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Assigned for:							
Capital projects	1,049	-	-	-	-	-	38,953
Unassigned for:	-	(133,669)	-	-	-	-	-
Total fund balances (deficit)	<u>1,049</u>	<u>(133,669)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,953</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 1,049</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 38,953</u></u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Computer Upgrade Fund	Recreation Capital Fund	K-9 Capital Fund	Police Vehicle Fund	Capital Assets Fund	Police Station Fund	Fire Department Capital Fund
ASSETS							
Cash and cash equivalents	\$ 1	\$ 11,559	\$ 124	\$ 113	\$ 11,638	\$ -	\$ 895
Internal balances	1,020	16,097	-	-	8,400	16,353	163,563
TOTAL ASSETS	<u>\$ 1,021</u>	<u>\$ 27,656</u>	<u>\$ 124</u>	<u>\$ 113</u>	<u>\$ 20,038</u>	<u>\$ 16,353</u>	<u>\$ 164,458</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Assigned for:							
Capital projects	1,021	27,656	124	113	20,038	16,353	164,458
Unassigned for:	-	-	-	-	-	-	-
Total fund balances (deficit)	<u>1,021</u>	<u>27,656</u>	<u>124</u>	<u>113</u>	<u>20,038</u>	<u>16,353</u>	<u>164,458</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,021</u>	<u>\$ 27,656</u>	<u>\$ 124</u>	<u>\$ 113</u>	<u>\$ 20,038</u>	<u>\$ 16,353</u>	<u>\$ 164,458</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Fire Department Communication Equipment Fund	Town Hall IT Fund	Police Vehicle Capital Fund	2018 Highway/Fire Bond Fund	New Police Station Bond Fund	School Housing Aid	\$2.8M Bond Fund
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	58,617	200,000	78,054	578,691	218,918	-	42,839
TOTAL ASSETS	<u>\$ 58,617</u>	<u>\$ 200,000</u>	<u>\$ 78,054</u>	<u>\$ 578,691</u>	<u>\$ 218,918</u>	<u>\$ -</u>	<u>\$ 42,839</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ 8,968	\$ 259,921	\$ -	\$ -
Internal balances	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,968</u>	<u>259,921</u>	<u>-</u>	<u>-</u>
Fund balances							
Assigned for:							
Capital projects	58,617	200,000	78,054	569,723	-	-	42,839
Unassigned for:	-	-	-	-	(41,003)	-	-
Total fund balances (deficit)	<u>58,617</u>	<u>200,000</u>	<u>78,054</u>	<u>569,723</u>	<u>(41,003)</u>	<u>-</u>	<u>42,839</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 58,617</u>	<u>\$ 200,000</u>	<u>\$ 78,054</u>	<u>\$ 578,691</u>	<u>\$ 218,918</u>	<u>\$ -</u>	<u>\$ 42,839</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Building Inspector Vehicle Fund	Animal Shelter Bond Fund	Town Properties Building Fund	Congregational Church Restoration Fund	Total Capital Projects Funds
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 253,962
Internal balances	7,500	-	1,375	-	1,640,821
TOTAL ASSETS	<u>\$ 7,500</u>	<u>\$ -</u>	<u>\$ 1,375</u>	<u>\$ -</u>	<u>\$ 1,894,783</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 268,889
Internal balances	-	8,450	-	689	142,808
Total liabilities	<u>-</u>	<u>8,450</u>	<u>-</u>	<u>689</u>	<u>411,697</u>
Fund balances					
Assigned for:					
Capital projects	7,500	-	1,375	-	1,666,897
Unassigned for:	-	(8,450)	-	(689)	(183,811)
Total fund balances (deficit)	<u>7,500</u>	<u>(8,450)</u>	<u>1,375</u>	<u>(689)</u>	<u>1,483,086</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 7,500</u>	<u>\$ -</u>	<u>\$ 1,375</u>	<u>\$ -</u>	<u>\$ 1,894,783</u>

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2020

	Highway Department Capital Escrow	School Ball Field Fund	School Capital Construction Fund	Highway Bridges Special Projects Fund	Police Vehicles Capital Fund	Open Space	Chopmist Hill Renovation Fund
Revenues							
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	5	-	-	2	-	9	-
Contributions and private grants	-	-	-	-	1,070	-	-
Other income	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 1,070</u>	<u>\$ 9</u>	<u>\$ -</u>
Expenditures							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	676	-	-
Public works	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>676</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	5	-	-	2	394	9	-
Other financing sources (uses)							
Transfers from other funds	235,600	-	-	-	-	8,000	-
Transfers to other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>235,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,000</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	235,605	-	-	2	394	8,009	-
Fund balances - beginning	76,690	636	306	12,167	16,376	88,817	22
Fund balances - ending	<u>\$ 312,295</u>	<u>\$ 636</u>	<u>\$ 306</u>	<u>\$ 12,169</u>	<u>\$ 16,770</u>	<u>\$ 96,826</u>	<u>\$ 22</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2020

	<u>Public Works / Safety Bond Fund</u>	<u>School Bond Fund</u>	<u>School Land Fund</u>	<u>School 2008 Capital Fund</u>	<u>School 2009 Capital Fund</u>	<u>School 2010 Capital Fund</u>	<u>2009 School Loan Fund</u>
Revenues							
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital	-	136,131	3,787	1,298	5,709	2,336	618,551
Total expenditures	<u>-</u>	<u>136,131</u>	<u>3,787</u>	<u>1,298</u>	<u>5,709</u>	<u>2,336</u>	<u>618,551</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	-	(136,131)	(3,787)	(1,298)	(5,709)	(2,336)	(618,551)
Other financing sources (uses)							
Transfers from other funds	-	-	-	-	-	-	200,000
Transfers to other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>200,000</u>
Excess of revenues and other sources over (under) expenditures	-	(136,131)	(3,787)	(1,298)	(5,709)	(2,336)	(418,551)
Fund balances - beginning	<u>1,049</u>	<u>2,462</u>	<u>3,787</u>	<u>1,298</u>	<u>5,709</u>	<u>2,336</u>	<u>457,504</u>
Fund balances - ending	<u>\$ 1,049</u>	<u>\$ (133,669)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,953</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2020

	Computer Upgrade Fund	Recreation Capital Fund	K-9 Capital Fund	Police Vehicle Fund	Capital Assets Fund	Police Station Fund	Fire Department Capital Fund
Revenues							
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	1	1	-	-	1	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures							
General government	\$ -	\$ 2,403	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	3,195
Public works	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital	20,234	-	-	-	-	-	158,288
Total expenditures	<u>20,234</u>	<u>2,403</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>161,483</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	(20,233)	(2,402)	-	-	1	-	(161,483)
Other financing sources (uses)							
Transfers from other funds	-	-	-	-	-	-	126,400
Transfers to other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>126,400</u>
Excess of revenues and other sources over (under) expenditures	(20,233)	(2,402)	-	-	1	-	(35,083)
Fund balances - beginning	21,254	30,058	124	113	20,037	16,353	199,541
Fund balances - ending	<u>\$ 1,021</u>	<u>\$ 27,656</u>	<u>\$ 124</u>	<u>\$ 113</u>	<u>\$ 20,038</u>	<u>\$ 16,353</u>	<u>\$ 164,458</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2020

	Fire Department Communication Equipment Fund	Town Hall IT Fund	Police Vehicle Capital Fund	2018 Highway/Fire Bond	New Police Station Bond Fund	School Housing Aid	\$2.8M Bond Fund
Revenues							
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 129,849	\$ -
Investment income	-	-	-	-	-	-	-
Contributions and private grants	-	-	-	-	-	-	-
Other income	-	-	67,364	-	-	-	-
TOTAL REVENUES	\$ -	\$ -	\$ 67,364	\$ -	\$ -	\$ 129,849	\$ -
Expenditures							
General government	\$ -	\$ -	\$ -	\$ 10,616	\$ -	\$ -	\$ -
Public safety	1,680	-	16,088	8,487	-	-	-
Public works	-	-	-	63,760	-	-	-
Education	-	-	-	-	-	-	-
Capital	28,454	-	-	379,714	1,738,173	189,921	609,168
Total expenditures	30,134	-	16,088	462,577	1,738,173	189,921	609,168
Excess (deficiency) of revenues over (under) expenditures before other financing sources	(30,134)	-	51,276	(462,577)	(1,738,173)	(60,072)	(609,168)
Other financing sources (uses)							
Transfers from other funds	1,680	-	-	-	860,000	-	-
Transfers to other funds	-	-	-	(1,680)	-	-	-
Total other financing sources (uses)	1,680	-	-	(1,680)	860,000	-	-
Excess of revenues and other sources over (under) expenditures	(28,454)	-	51,276	(464,257)	(878,173)	(60,072)	(609,168)
Fund balances - beginning	87,071	200,000	26,778	1,033,980	837,170	60,072	652,007
Fund balances - ending	\$ 58,617	\$ 200,000	\$ 78,054	\$ 569,723	\$ (41,003)	\$ -	\$ 42,839

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
March 31, 2020

	Building Inspector Vehicle Fund	Animal Shelter Bond Fund	Town Properties Building Fund	Congregational Church Restoration Fund	Total Capital Projects Funds
Revenues					
State aid and grants	\$ -	\$ -	\$ -	\$ -	\$ 129,849
Investment income	-	-	-	-	19
Contributions and private grants	-	-	-	-	1,070
Other income	-	-	-	-	67,364
TOTAL REVENUES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 198,302</u>
Expenditures					
General government	\$ -	\$ -	\$ -	\$ -	13,019
Public safety	-	-	-	-	30,126
Public works	-	-	-	-	63,760
Education	-	-	-	-	-
Capital	-	-	-	-	3,891,764
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,998,669</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources	-	-	-	-	(3,800,367)
Other financing sources (uses)					
Transfers from other funds	7,500	-	-	-	1,439,180
Transfers to other funds	-	-	-	-	(1,680)
Total other financing sources (uses)	<u>7,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,437,500</u>
Excess of revenues and other sources over (under) expenditures	<u>7,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,362,867)</u>
Fund balances - beginning	<u>-</u>	<u>(8,450)</u>	<u>1,375</u>	<u>(689)</u>	<u>3,845,953</u>
Fund balances - ending	<u>\$ 7,500</u>	<u>\$ (8,450)</u>	<u>\$ 1,375</u>	<u>\$ (689)</u>	<u>\$ 1,483,086</u>

(concluded)

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

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

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

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

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

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

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Permanent Funds
Combining Balance Sheet - Non-Major Governmental Funds
March 31, 2020

	Sam Tourtellot & Leslie Davis Fund	Elsie Gleason Fund	Glenford Cemetery Fund	Smithfield Cemetery Fund	Cemetery Fund	Totals
ASSETS						
Cash and cash equivalents	\$ 7,270	\$ 2,583	\$ 26,806	\$ 24,109	\$ 94,028	\$ 154,796
TOTAL ASSETS	<u>\$ 7,270</u>	<u>\$ 2,583</u>	<u>\$ 26,806</u>	<u>\$ 24,109</u>	<u>\$ 94,028</u>	<u>\$ 154,796</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Other liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances						
Nonspendable	-	-	26,806	-	94,028	120,834
Restricted	7,270	2,583	-	24,109	-	33,962
Total fund balances (deficit)	<u>7,270</u>	<u>2,583</u>	<u>26,806</u>	<u>24,109</u>	<u>94,028</u>	<u>154,796</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 7,270</u>	<u>\$ 2,583</u>	<u>\$ 26,806</u>	<u>\$ 24,109</u>	<u>\$ 94,028</u>	<u>\$ 154,796</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town Permanent Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended March 31, 2020

	Sam Tourtellot & Leslie Davis Fund	Elsie Gleason Fund	Glenford Cemetery Fund	Smithfield Cemetery Fund	Cemetery Fund	Totals
Revenues						
Earnings on investments	\$ 1	\$ 1	\$ 3	\$ 3	\$ 10	\$ 18
Donations	-	-	-	-	-	-
Total revenues	<u>1</u>	<u>1</u>	<u>3</u>	<u>3</u>	<u>10</u>	<u>18</u>
Expenditures						
Net decrease in FMV of investment	-	-	370	-	-	370
Total expenditures	<u>-</u>	<u>-</u>	<u>370</u>	<u>-</u>	<u>-</u>	<u>370</u>
Excess (deficiency) of revenues over (under)						
expenditures before other financing sources	<u>1</u>	<u>1</u>	<u>(367)</u>	<u>3</u>	<u>10</u>	<u>(352)</u>
Fund balances - beginning	<u>7,269</u>	<u>2,582</u>	<u>27,173</u>	<u>24,106</u>	<u>94,018</u>	<u>155,148</u>
Fund balances - ending	<u><u>\$ 7,270</u></u>	<u><u>\$ 2,583</u></u>	<u><u>\$ 26,806</u></u>	<u><u>\$ 24,109</u></u>	<u><u>\$ 94,028</u></u>	<u><u>\$ 154,796</u></u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Statement of Net Position
Trust Funds
March 31, 2020

	<u>Pension Trust Fund</u>	<u>OPEB Trust Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 243,981	\$ -	\$ 243,981
Investments:			
Collective funds - equity	3,291,864	602,311	3,894,175
Collective funds - fixed income	2,161,157	200,770	2,361,927
Collective funds - real estate investment trust	-	69,833	69,833
Total Investments:	<u>5,453,021</u>	<u>872,914</u>	<u>6,325,935</u>
Total Assets	<u>5,697,002</u>	<u>872,914</u>	<u>6,569,916</u>
NET POSITION			
Restricted for:			
Employees' pension benefits	5,697,002	-	5,697,002
Employees' OPEB benefits	-	872,914	872,914
TOTAL NET POSITION	<u>\$ 5,697,002</u>	<u>\$ 872,914</u>	<u>\$ 6,569,916</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Combining Statement of Revenues, Expenses and Changes in Net Position
Trust Funds
For the Fiscal Year Ended March 31, 2020

	<u>Pension Trust Fund</u>	<u>OPEB Trust Fund</u>	<u>Total</u>
Additions:			
Contributions:			
Employer	\$ 928,533	\$ 242,958	\$ 1,171,491
Plan member	127,923	65,096	193,019
Total contributions;	<u>1,056,456</u>	<u>308,054</u>	<u>1,364,510</u>
Investment income:			
Interest and dividend income	4,695	-	4,695
Net appreciation (depreciation) in fair value of investments	(473,568)	(74,085)	(547,653)
Less: investment expense	<u>(63,334)</u>	<u>(2,308)</u>	<u>(65,642)</u>
Net investment income	<u>(532,207)</u>	<u>(76,393)</u>	<u>(608,600)</u>
Total Additions	<u>524,249</u>	<u>231,661</u>	<u>755,910</u>
Deductions			
Benefits Paid	(838,613)	(208,054)	(1,046,667)
Administrative fees	<u>(63,795)</u>	<u>-</u>	<u>(63,795)</u>
Total Deductions:	<u>(902,408)</u>	<u>(208,054)</u>	<u>(1,110,462)</u>
Change in net position	(378,159)	23,607	(354,552)
Net position - beginning of year	<u>6,075,161</u>	<u>849,307</u>	<u>6,924,468</u>
Net position - end of year	<u><u>\$ 5,697,002</u></u>	<u><u>\$ 872,914</u></u>	<u><u>\$ 6,569,916</u></u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Fiduciary Funds
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended March 31, 2020

	Balance April 1, 2019	Additions	Deductions	Balance March 31, 2020
STUDENT ACTIVITY FUND				
ASSETS				
Cash and cash equivalents	\$ 181,462	\$ 281,254	\$ 296,324	\$ 166,392
TOTAL ASSETS	<u>\$ 181,462</u>	<u>\$ 281,254</u>	<u>\$ 296,324</u>	<u>\$ 166,392</u>
LIABILITIES				
Deposits held in custody for others	\$ 181,462	\$ 281,254	\$ 296,324	\$ 166,392
TOTAL LIABILITIES	<u>\$ 181,462</u>	<u>\$ 281,254</u>	<u>\$ 296,324</u>	<u>\$ 166,392</u>
TOWN COUNCIL SUNSHINE FUND				
ASSETS				
Cash and cash equivalents	\$ 63	\$ -	\$ -	\$ 63
TOTAL ASSETS	<u>\$ 63</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63</u>
LIABILITIES				
Deposits held in custody for others	\$ 63	\$ -	\$ -	\$ 63
TOTAL LIABILITIES	<u>\$ 63</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63</u>
PROBATE FUND				
ASSETS				
Cash and cash equivalents	\$ 8,279	\$ -	\$ -	\$ 8,279
TOTAL ASSETS	<u>\$ 8,279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,279</u>
LIABILITIES				
Deposits held in custody for others	\$ 8,279	\$ -	\$ -	\$ 8,279
TOTAL LIABILITIES	<u>\$ 8,279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,279</u>
TOTAL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 189,804	\$ 281,254	\$ 296,324	\$ 174,734
TOTAL ASSETS	<u>\$ 189,804</u>	<u>\$ 281,254</u>	<u>\$ 296,324</u>	<u>\$ 174,734</u>
LIABILITIES				
Deposits held in custody for others	\$ 189,804	\$ 281,254	\$ 296,324	\$ 174,734
TOTAL LIABILITIES	<u>\$ 189,804</u>	<u>\$ 281,254</u>	<u>\$ 296,324</u>	<u>\$ 174,734</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Fiduciary Funds - Student Activity Funds
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended March 31, 2020

	<u>Cash Balance April 1, 2019</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Cash Balance March 31, 2020</u>
STUDENT ACTIVITY FUNDS				
Hope Elementary School	\$ 13,348	\$ 7,021	\$ 9,736	\$ 10,633
North Scituate Elementary School	10,375	11,937	15,882	6,430
Clayville Elementary School	12,488	12,316	14,363	10,441
Scituate Middle/High School	145,251	249,980	256,343	138,888
TOTALS	<u>\$ 181,462</u>	<u>\$ 281,254</u>	<u>\$ 296,324</u>	<u>\$ 166,392</u>

Funds Combined for GASB 54 Reporting Purposes

General Fund

School Department Operations

Other Fund Activities

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
March 31, 2020

	General Fund	School Unrestricted Fund	TB202 Revaluation Fund	TB 203 Master Plan Fund	TB 210 Fire Dept Insurance	TB 223 Health Ins Reserve	TB 225 Muni Retire. Reserve	TB 234 Spay/Neuter Fund
ASSETS								
Cash and cash equivalents	\$ 5,892,031	\$ 6,983	\$ 65,031	\$ 75,000	\$ 2	\$ 1	\$ -	\$ 7,146
Real estate and personal property tax receivable	4,109,127	-	-	-	-	-	-	-
Due from federal and state governments	-	225,205	-	-	-	-	-	-
Other assets	137,449	-	-	-	-	-	-	-
Internal balances	765,242	2,284,175	-	-	-	-	-	-
Prepaid expenditures	1,061,480	3,008,576	-	-	-	-	-	-
TOTAL ASSETS	\$ 11,965,329	\$ 5,524,939	\$ 65,031	\$ 75,000	\$ 2	\$ 1	\$ -	\$ 7,146
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable and accrued expenses	\$ 389,069	\$ 1,326,699	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal balances	3,627,665	22,429	-	(7,092)	-	-	(1)	-
Other liabilities	6,905	-	-	-	-	-	-	-
Total liabilities	4,023,639	1,349,128	-	(7,092)	-	-	(1)	-
DEFERRED INFLOW OF RESOURCES								
Unavailable tax revenue	1,623,798	-	-	-	-	-	-	-
Fund balances:								
<i>Nonspendable:</i>								
Deposits held for Health and Dental Benefits	811,207	3,008,576	-	-	-	-	-	-
<i>Restricted for:</i>								
Educational programs	-	841,162	-	-	-	-	-	-
Other programs	-	-	-	-	-	-	-	-
<i>Assigned for:</i>								
2021 budget	126,250	326,073	-	-	-	-	-	-
Revaluation	-	-	65,031	82,092	-	-	-	-
<i>Unassigned:</i>	5,380,435	-	-	-	2	1	1	7,146
Total fund balances	6,317,892	4,175,811	65,031	82,092	2	1	1	7,146
TOTAL LIABILITIES AND FUND BALANCES	\$ 11,965,329	\$ 5,524,939	\$ 65,031	\$ 75,000	\$ 2	\$ 1	\$ -	\$ 7,146

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with Town General Fund for GASB 54 Purposes
March 31, 2020

	TB 314	TB 320	TB 330	TB 406	TB 407	TB 410	TB 415	Total
	Hope Sewer	Highway	Recycling	Tax Cert	Unfunded	Muni. Unemploy	Recreation	Governmental
	Prjoect	Donation	Initiative	Fund	Cemetery	Escrow	Fund	Funds
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 61,465	\$ 11,673	\$ 1	\$ -	\$ 6,119,333
Real estate and personal property tax receivable	-	-	-	-	-	-	-	4,109,127
Due from federal and state governments	-	-	-	-	-	-	-	225,205
Other assets	-	-	-	-	-	-	-	137,449
Internal balances	-	-	-	-	-	-	-	3,049,417
Prepaid expenditures	-	-	-	-	-	-	-	4,070,056
TOTAL ASSETS	\$ -	\$ -	\$ -	\$ 61,465	\$ 11,673	\$ 1	\$ -	\$ 17,710,587
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,715,768
Internal balances	(12,500)	(4,262)	(14,417)	-	(1,567)	-	-	3,610,255
Other liabilities	-	-	-	-	-	-	-	6,905
Total liabilities	(12,500)	(4,262)	(14,417)	-	(1,567)	-	-	5,332,928
DEFERRED INFLOW OF RESOURCES								
Unavailable tax revenue	-	-	-	-	-	-	-	1,623,798
Fund balances:								
<i>Nonspendable:</i>								
Deposits held for Health and Dental Benefits	-	-	-	-	-	-	-	3,819,783
<i>Restricted for:</i>								
Educational programs	-	-	-	-	-	-	-	841,162
Other programs	-	-	14,417	-	-	-	-	14,417
<i>Assigned for:</i>								
2020 budget	-	-	-	-	-	-	-	452,323
Revaluation	-	-	-	-	-	-	-	147,123
<i>Unassigned:</i>	12,500	4,262	-	61,465	13,240	1	-	5,479,053
Total fund balances	12,500	4,262	14,417	61,465	13,240	1	-	10,753,861
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ -	\$ 61,465	\$ 11,673	\$ 1	\$ -	\$ 17,710,587

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
March 31, 2020

	General Fund	School Unrestricted Fund	TB202 Revaluation Fund	TB 203 Master Plan Fund	TB 210 Fire Dept Insurance	TB 223 Health Ins Reserve	TB 225 Muni Retire. Reserve	TB 234 Spay/Neuter Fund
Revenues								
General property tax	\$ 30,557,038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal and state aid grants	801,457	4,129,205	-	-	-	-	-	-
Charges for service	1,134,203	-	-	-	-	-	-	733
Fines and penalties	64,683	-	-	-	-	-	-	-
Investment and interest income	208,912	-	2	-	-	-	-	1
Miscellaneous revenue	137,618	457,722	-	-	-	-	-	-
Total revenues	32,903,911	4,586,927	2	-	-	-	-	734
Expenditures								
General government	1,102,415	-	19,469	4,908	-	-	-	-
Public safety	3,701,567	-	-	-	-	-	-	75
Public works	1,961,764	-	-	-	-	-	-	-
Social services	1,062,396	-	-	-	-	-	-	-
Education	-	25,286,583	-	-	-	-	-	-
Fixed charges and other	2,557,878	-	-	-	-	-	-	-
Debt service								
Principal	841,000	-	-	-	-	-	-	-
Interest	520,770	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total expenditures	11,747,790	25,286,583	19,469	4,908	-	-	-	75
Excess of revenues over (under) expenditures before other financing sources (uses)	21,156,121	(20,699,656)	(19,467)	(4,908)	-	-	-	659
Other financing sources (uses)								
Transfers from other funds	-	-	46,300	75,000	-	-	-	-
Transfers to other funds	(698,800)	-	-	-	-	-	-	-
School appropriation	(19,867,829)	19,867,829	-	-	-	-	-	-
Total other financing sources (uses)	(20,566,629)	19,867,829	46,300	75,000	-	-	-	-
Net changes in fund balances	589,492	(831,827)	26,833	70,092	-	-	-	659
Fund balances - beginning	5,728,400	5,007,638	38,198	12,000	2	1	1	6,487
Fund balances - ending	\$ 6,317,892	\$ 4,175,811	\$ 65,031	\$ 82,092	\$ 2	\$ 1	\$ 1	\$ 7,146

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Funds Combined with Town General Fund for GASB 54 Purposes
March 31, 2020

	TB 314 Hope Sewer Project	TB 320 Highway Donations	TB 330 Recycling Initiative	TB 406 Tax Cert Fund	TB 407 Unfunded Cemetery	TB 410 Muni. Unemploy Escrow	TB 415 Recreation Fund	Total Governmental Funds
Revenues								
General property tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,557,038
Federal and state aid grants	-	-	-	-	-	-	-	4,930,662
Charges for service	-	-	-	-	-	-	-	1,134,936
Fines and penalties	-	-	-	-	-	-	-	64,683
Investment and interest income	-	-	-	6	1	-	-	208,922
Miscellaneous revenue	-	-	-	31	-	-	-	595,371
Total revenues	-	-	-	37	1	-	-	37,491,612
Expenditures								
General government	-	-	-	-	-	-	545	1,127,337
Public safety	-	-	-	-	-	-	-	3,701,642
Public works	-	-	-	-	-	-	-	1,961,764
Social services	-	-	-	-	-	-	-	1,062,396
Education	-	-	-	-	-	-	-	25,286,583
Fixed charges and other	-	-	-	-	-	-	-	2,557,878
Debt service								
Principal	-	-	-	-	-	-	-	841,000
Interest	-	-	-	-	-	-	-	520,770
Capital	-	-	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-	545	37,059,370
Excess of revenues over (under) expenditures before other financing sources (uses)	-	-	-	37	1	-	(545)	432,242
Other financing sources (uses)								
Transfers from other funds	-	-	-	-	-	-	-	121,300
Transfers to other funds	-	-	-	-	-	-	-	(698,800)
School appropriation	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	(577,500)
Net changes in fund balances	-	-	-	37	1	-	(545)	(145,258)
Fund balances - beginning	12,500	4,262	14,417	61,428	13,239	1	545	10,899,119
Fund balances - ending	\$ 12,500	\$ 4,262	\$ 14,417	\$ 61,465	\$ 13,240	\$ 1	\$ -	\$ 10,753,861

(concluded)

Scituate School Department Operations

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
School Balance Sheet
School Department Operations
March 31, 2020

	<u>School Unrestricted</u>	<u>NWR</u>	<u>Capital Reserve Fund</u>	<u>Jobs Fund</u>	<u>Total Governmental Funds</u>
ASSETS:					
Cash and cash equivalents	\$ 6,983	\$ -	\$ -	\$ -	\$ 6,983
Receivables:					
Due from federal and state governments	184,954	21,853	-	18,398	225,205
Prepaid expenditures	3,008,576	-	-	-	3,008,576
Due from:					
Other funds	2,284,175	-	-	-	2,284,175
TOTAL ASSETS	<u>\$ 5,484,688</u>	<u>\$ 21,853</u>	<u>\$ -</u>	<u>\$ 18,398</u>	<u>\$ 5,524,939</u>
LIABILITIES AND FUND BALANCES:					
LIABILITIES:					
Accounts payable	\$ 895,672	\$ -	\$ -	\$ -	\$ 895,672
Accrued payroll and benefits	431,027	-	-	-	431,027
Due to:					
Other funds	-	13,698	-	8,731	22,429
TOTAL LIABILITIES	<u>1,326,699</u>	<u>13,698</u>	<u>-</u>	<u>8,731</u>	<u>1,349,128</u>
FUND BALANCE:					
Nonspendable:					
Deposits held for Health and Dental Benefits	3,008,576	-	-	-	3,008,576
Restricted for:					
Education	823,340	8,155	-	9,667	841,162
Assigned for:					
2021 budget	326,073	-	-	-	326,073
Unassigned:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL FUND BALANCE	<u>4,157,989</u>	<u>8,155</u>	<u>-</u>	<u>9,667</u>	<u>4,175,811</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 5,484,688</u>	<u>\$ 21,853</u>	<u>\$ -</u>	<u>\$ 18,398</u>	<u>\$ 5,524,939</u>

SUPPLEMENTARY INFORMATION
TOWN OF SCITUATE, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses)
School Department Operations
March 31, 2020

	<u>School Unrestricted</u>	<u>NWR</u>	<u>Capital Reserve Fund</u>	<u>Jobs Fund</u>	<u>Total Governmental Funds</u>
REVENUES:					
Intergovernmental revenue	\$ 2,941,729	\$ -	\$ -	\$ -	\$ 2,941,729
Other revenue	311,525	115,347	-	30,850	457,722
Intergovernmental - pension contribution	1,187,476	-	-	-	1,187,476
TOTAL REVENUES	<u>4,440,730</u>	<u>115,347</u>	<u>-</u>	<u>30,850</u>	<u>4,586,927</u>
EXPENDITURES:					
Current:					
Education	23,564,320	123,546	384,011	27,230	24,099,107
Intergovernmental - pension contribution	1,187,476	-	-	-	1,187,476
TOTAL EXPENDITURES	<u>24,751,796</u>	<u>123,546</u>	<u>384,011</u>	<u>27,230</u>	<u>25,286,583</u>
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>(20,311,066)</u>	<u>(8,199)</u>	<u>(384,011)</u>	<u>3,620</u>	<u>(20,699,656)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	19,867,829	-	-	-	19,867,829
NET OTHER FINANCING SOURCES (USES)	<u>19,867,829</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,867,829</u>
NET CHANGE IN FUND BALANCE	<u>(443,237)</u>	<u>(8,199)</u>	<u>(384,011)</u>	<u>3,620</u>	<u>(831,827)</u>
FUND BALANCE BEGINNING OF YEAR	<u>4,601,226</u>	<u>16,354</u>	<u>384,011</u>	<u>6,047</u>	<u>5,007,638</u>
FUND BALANCE END OF YEAR	<u>\$ 4,157,989</u>	<u>\$ 8,155</u>	<u>\$ -</u>	<u>\$ 9,667</u>	<u>\$ 4,175,811</u>

TOWN OF SCITUATE
Supplementary Information
School Department Operating Budget
Budgetary Comparison Schedule
For the Fiscal Year Ended March 31, 2020

	<u>Original Budgeted Amount</u>	<u>Revised Budgeted Amount</u>	<u>Actual</u>	<u>Variance</u>
Revenues				
Town appropriation	\$ 19,867,829	\$ 19,867,829	\$ 19,867,829	\$ -
State aid to education	2,894,961	2,894,961	2,941,729	46,768
Other school revenues	365,000	365,000	311,525	(53,475)
School applied fund balance	613,607	613,607	613,607	-
Total revenues	<u>23,741,397</u>	<u>23,741,397</u>	<u>23,734,690</u>	<u>(6,707)</u>
Expenditures				
Education	<u>23,741,397</u>	<u>23,741,397</u>	<u>23,564,320</u>	<u>177,077</u>
Total expenditures	<u>23,741,397</u>	<u>23,741,397</u>	<u>23,564,320</u>	<u>177,077</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 170,370</u>	<u>\$ 170,370</u>

**TOWN OF SCITUATE, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT
FOR THE FISCAL YEAR ENDED MARCH 31, 2020**

Fiscal Year	Balance	Current Year	Additions	Abatements	Refunds/ Adjustments	Amount to be Collected	Collections	Balance	Fiscal Year 2020 Year Cash Collections Summary			
	April 1, 2019	Assessment						March 31, 2020	April - May 2019 Collections Subject to 60- day FY 19 Accrual	June - March 2020 Collections	Total FY 2019 Cash Collections	2020 (FY-21) Cash Collections Subject to 60- day FY 20 Accrual
2020	\$ -	\$ 30,839,911	\$ 85,307	\$ (84,489)	\$ 3,175	\$ 30,843,904	\$ 27,531,742	\$ 3,312,162	\$ -	\$ 27,531,742	\$ 27,531,742	2,403,725
2019	6,375,977	-	1,060	1,318	-	6,378,355	6,210,252	168,103	5,712,534	497,718	6,210,252	82,971
2018	76,451	-	-	-	-	76,451	21,731	54,720	-	21,731	21,731	782
2017	62,923	-	-	(1,311)	-	61,612	7,405	54,207	-	7,405	7,405	106
2016	60,690	-	-	(166)	-	60,524	1,150	59,374	-	1,150	1,150	248
2015	63,130	-	-	(404)	-	62,726	849	61,877	-	849	849	-
2014	56,965	-	-	(119)	-	56,846	514	56,332	-	514	514	-
2013	51,601	-	-	(153)	-	51,448	112	51,336	-	112	112	-
2012	51,556	-	-	(101)	-	51,455	73	51,382	-	73	73	-
2011	55,564	-	-	(93)	-	55,471	-	55,471	-	-	-	-
2010 and prior	186,469	-	-	(145)	-	186,324	2,161	184,163	-	2,161	2,161	-
Total	\$ 7,041,326	\$ 30,839,911	\$ 86,367	\$ (85,663)	\$ 3,175	\$ 37,885,116	\$ 33,775,989	\$ 4,109,127	\$ 5,712,534	\$ 28,063,455	\$ 33,775,989	\$ 2,487,832

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

Description of Property	Valuations	Levy
	December 31, 2018	June 11, 2019
Real property	\$ 935,594,680	\$ 16,732,664
Real property - Commercial	423,579,940	9,403,475
Real property - Frozen	311,635,500	3,974,882
Motor vehicles	103,459,701	3,124,218
Tangible personal	21,644,460	824,888
Total	1,795,914,281	34,060,127
Exemptions:		
Real property	1,601,746	28,655
Real property - Commercial	76,090,395	1,689,207
Real property - Frozen	6,371,811	-
Motor vehicles	49,429,809	1,492,780
Tangible personal	251,225	9,574
Total exemptions	133,744,986	3,220,216
Net assessed value	\$ 1,662,169,295	\$ 30,839,911

Reconciliation of Current Year Property Tax Revenue

Current year collections	\$ 33,775,989
Payment adjustments and transfers	5,751
April - May 2020 Collections Subject to 60 - day FY 2020 Accrual	2,487,832
	36,269,572
April - May 2019 Collections Subject to 60 - day FY 2019 Accrual	(5,712,534)
Current Year Property Tax Revenue	\$ 30,557,038

OTHER SUPPLEMENTARY INFORMATION

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

Annual Supplemental Transparency Report (MTP2) - Revenue

Annual Supplemental Transparency Report (MTP2) – Expenditures

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

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

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

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended March 31, 2020

REVENUE	Municipal	Education Department
Current Year Levy Tax Collection	\$ 29,926,308	\$ -
Last Year's Levy Tax Collection	602,857	-
Prior Years Property Tax Collection	27,875	-
Interest & Penalty	149,609	-
PILOT & Tax Treaty (excluded from levy) Collection	-	-
Other Local Property Taxes	-	-
Licenses and Permits	279,838	-
Fines and Forfeitures	72,183	-
Investment Income	59,313	-
Departmental	208,514	-
Rescue Run Revenue	448,078	-
Police & Fire Detail	78,894	-
Other Local Non-Property Tax Revenues	198,918	-
Tuition	-	164,421
Impact Aid	-	-
Medicaid	-	147,104
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	327,840
CDBG	-	-
COPS Grants	10,092	-
SAFER Grants	21,477	-
Other Federal Aid Funds	58,750	1,219,583
COVID - ESSER	-	-
COVID - CRF	-	-
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	-
MV Excise Tax Reimbursement	330,743	-
State PILOT Program	-	-
Distressed Community Relief Fund	-	-
Library Resource Aid	79,119	-
Library Construction Aid	-	-
Public Service Corporation Tax	132,708	-
Meals & Beverage Tax / Hotel Tax	73,526	-
LEA Aid	-	2,938,912
Group Home	-	-
Housing Aid Capital Projects	-	129,849
Housing Aid Bonded Debt	167,362	-
State Food Service Revenue	-	2,644
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	-	-
Motor Vehicle Phase Out	-	-
Other Revenue	-	149,014
Local Appropriation for Education	-	19,867,829
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
Total Revenue	\$ 32,926,162	\$ 24,947,196
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	121,300	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	-	-
Rounding	-	-
Total Other Financing Sources	\$ 121,300	\$ -

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended March 31, 2020

EXPENDITURES	General Government	Finance	Social Services	Centralized IT	Planning	Libraries	Public Works	Parks and Rec	Police Department
Compensation- Group A	\$ 196,386	\$ 334,452	\$ 119,897	\$ -	\$ 150,415	\$ -	\$ 667,404	\$ 149,212	\$ 1,386,815
Compensation - Group B	-	-	-	-	-	-	-	-	343,342
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	53,524	-	160,492
Overtime - Group B	-	-	-	-	-	-	-	-	39,708
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	(13,578)
Active Medical Insurance - Group A	31,904	52,771	17,569	-	25,798	-	104,047	19,218	207,161
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	50,953
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental Insurance- Group A	2,116	3,500	1,165	-	1,711	-	6,900	1,274	13,738
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	3,379
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	17,025	28,159	9,375	-	13,766	-	55,521	10,255	137,732
Life Insurance	1,333	2,205	734	-	1,078	-	4,348	803	10,786
State Defined Contribution- Group A	1,718	2,842	946	-	1,389	-	5,604	1,035	-
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	2,744
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	3,930	3,551	1,050	-	2,644	-	11,200	-	19,000
Other Benefits- Group B	-	-	-	-	-	-	-	-	15,157
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	27,520	-	928,533
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	27,593	45,639	15,195	-	22,311	-	89,985	16,621	31,963
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	44,067
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	211,026	59,480	7,350	-	5,808	-	74,974	15,189	52,132
Materials/Supplies	9,599	4,314	3,288	-	1,541	-	108,764	58,634	25,513
Software Licenses	17,587	25,364	695	-	-	-	-	-	24,182
Capital Outlays	-	-	19,893	-	-	-	1,890	-	66,632
Insurance	271,046	-	-	-	-	-	-	-	-
Maintenance	-	-	-	-	809	-	64,507	-	-
Vehicle Operations	-	-	8,251	-	1,795	-	104,820	-	78,576
Utilities	8,533	5,790	2,981	-	2,773	-	113,778	-	8,795
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	28,072	-	-
Revaluation	-	23,169	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	35,480	-	-
Trash Removal & Recycling	-	-	-	-	-	-	553,789	-	-
Claims & Settlements	2,729	-	-	-	-	-	-	-	-
Community Support	64,047	-	-	-	-	-	-	-	-
Other Operation Expenditures	37,946	78,578	3,979	-	40,038	583,618	1,200	545	27,989
Tipping Fees	-	-	-	-	-	-	179,048	-	-
Local Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	-	-	-	-	-
Municipal Debt- Interest	-	-	-	-	-	-	-	-	-
School Debt- Principal	-	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 904,517	\$ 669,815	\$ 212,370	\$ -	\$ 271,875	\$ 583,618	\$ 2,292,376	\$ 272,786	\$ 3,665,811

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended March 31, 2020

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	\$ -	\$ -	\$ 108,670	\$ -	\$ -	\$ -	\$ 3,113,250	\$ 10,253,945
Compensation - Group B	-	-	-	-	-	-	343,342	842,363
Compensation - Group C	-	-	-	-	-	-	-	3,077,547
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	-	-	-	-	-	-	214,016	-
Overtime - Group B	-	-	-	-	-	-	39,708	-
Overtime - Group C	-	-	-	-	-	-	-	47,399
Police & Fire Detail	-	-	-	-	-	-	(13,578)	-
Active Medical Insurance - Group A	-	-	19,710	-	-	-	478,179	1,157,981
Active Medical Insurance- Group B	-	-	-	-	-	-	50,953	95,128
Active Medical Insurance- Group C	-	-	-	-	-	-	-	347,548
Active Dental insurance- Group A	-	-	1,307	-	-	-	31,711	95,382
Active Dental Insurance- Group B	-	-	-	-	-	-	3,379	7,835
Active Dental Insurance- Group C	-	-	-	-	-	-	-	28,627
Payroll Taxes	-	-	10,518	-	-	-	282,350	364,632
Life Insurance	-	-	824	-	-	-	22,112	6,543
State Defined Contribution- Group A	-	-	1,062	-	-	-	14,597	1,465,612
State Defined Contribution - Group B	-	-	-	-	-	-	2,744	77,137
State Defined Contribution - Group C	-	-	-	-	-	-	-	253,189
Other Benefits- Group A	-	-	-	-	-	-	41,375	-
Other Benefits- Group B	-	-	-	-	-	-	15,157	-
Other Benefits- Group C	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	956,053	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	17,046	-	-	-	266,354	260,747
State Defined Benefit Pension - Group B	-	-	-	-	-	-	44,067	13,724
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	15,664
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	26,834	-	36,000	-	-	-	488,794	2,825,470
Materials/Supplies	-	-	20,952	-	-	-	232,605	1,395,821
Software Licenses	-	-	-	-	-	-	67,829	111,450
Capital Outlays	48,336	-	-	-	-	-	136,750	-
Insurance	-	-	-	-	-	-	271,046	104,810
Maintenance	22,613	-	8,125	-	-	-	96,055	362,841
Vehicle Operations	99,291	-	3,976	-	-	-	296,709	1,386
Utilities	45,139	-	225	-	-	-	188,015	421,270
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	28,072	-
Revaluation	-	-	-	-	-	-	23,169	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	35,480	-
Trash Removal & Recycling	-	-	-	-	-	-	553,789	-
Claims & Settlements	-	-	-	-	-	-	2,729	-
Community Support	-	-	-	-	-	-	64,047	-
Other Operation Expenditures	878,275	-	28,579	-	-	-	1,680,746	2,200,535
Tipping Fees	-	-	-	-	-	-	179,048	-
Local Appropriation for Education	-	-	-	19,867,829	-	-	19,867,829	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	496,000	-	496,000	-
Municipal Debt- Interest	-	-	-	-	241,398	-	241,398	-
School Debt- Principal	-	-	-	-	345,000	-	345,000	-
School Debt- Interest	-	-	-	-	279,373	-	279,373	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	186,860	186,860	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	\$ 1,120,488	\$ -	\$ 256,993	\$ 19,867,829	\$ 1,361,770	\$ 186,860	\$ 31,667,110	\$ 25,834,587

Financing Uses: Transfer to Capital Funds	\$ 698,800	\$ -
Financing Uses: Transfer to Other Funds	-	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
Total Other Financing Uses	\$ 698,800	\$ -
Net Change in Fund Balance¹	681,552	(887,391)
Fund Balance¹- beginning of year	\$5,905,852	\$5,242,944
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	-	-
Misc. Adjustment	(2)	(623)
Fund Balance¹ - beginning of year adjusted	5,905,850	5,242,321
Rounding	-	-
Fund Balance¹ - end of year	\$ 6,587,402	\$ 4,354,930

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

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended March 31, 2020

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance¹ - per MTP-2 at June 30, 2019						\$ 5,905,852	-	\$ 5,905,852	
<i>No funds added from RGS for fiscal 2019</i>						-		-	
<i>No funds subtracted from RGS for fiscal 2019</i>						-		-	
<i>Misc. adjustments made for fiscal 2019</i>						(2)	-	(2)	
Fund Balance¹ - per MTP-2 at June 30, 2019 adjusted						<u>\$ 5,905,850</u>	<u>-</u>	<u>\$ 5,905,850</u>	
General Fund	\$ 32,904,685	\$ 121,300	\$ 11,772,786	\$ 20,566,629	\$ 686,570	\$ 5,891,481	\$ -	\$ 5,891,481	\$ 6,578,051
Partnership For Success	21,477	-	26,495	-	(5,018)	14,369	-	14,369	9,351
Totals per audited financial statements	<u>\$ 32,926,162</u>	<u>\$ 121,300</u>	<u>\$ 11,799,281</u>	<u>\$ 20,566,629</u>	<u>\$ 681,552</u>	<u>\$ 5,905,850</u>	<u>\$ -</u>	<u>\$ 5,905,850</u>	<u>\$ 6,587,402</u>
<u>Reconciliation from financial statements to MTP2</u>									
Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2	\$ -	\$ -	\$ 19,867,829	\$ (19,867,829)	\$ -	\$ -	\$ -	\$ -	\$ -
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 32,926,162</u>	<u>\$ 121,300</u>	<u>\$ 31,667,110</u>	<u>\$ 698,800</u>	<u>\$ 681,552</u>	<u>\$ 5,905,850</u>	<u>\$ -</u>	<u>\$ 5,905,850</u>	<u>\$ 6,587,402</u>

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

Town of Scituate
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended March 31, 2020

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance¹ - per MTP-2 at June 30, 2019						\$ 5,242,944		\$ 5,242,944	
<i>Misc. adjustments made for fiscal 2020</i>						(623)		(623)	
Fund Balance¹ - per MTP-2 at June 30, 2019 adjusted						<u>\$ 5,242,321</u>	-	<u>\$ 5,242,321</u>	
School Unrestricted Fund	\$ 4,440,730	\$ 19,867,829	\$ 24,751,796	\$ -	\$ (443,237)	\$ 4,601,226		\$ 4,601,226	\$ 4,157,989
NWR	115,347	-	123,546	-	(8,199)	16,354		16,354	8,155
School Lunch Fund	330,484	-	327,300	-	3,184	36,678		36,678	39,862
Capital Reserve	-	-	384,011	-	(384,011)	384,011		384,011	-
Housing Aid Reimbursement	129,849	-	189,921	-	(60,072)	60,072		60,072	-
Special Revenues	1,219,583	-	1,218,259	-	1,324	137,933		137,933	139,257
Jobs Fund	30,850	-	27,230	-	3,620	6,047		6,047	9,667
Totals per audited financial statements	<u>\$ 6,266,843</u>	<u>\$ 19,867,829</u>	<u>\$ 27,022,063</u>	<u>\$ -</u>	<u>\$ (887,391)</u>	<u>\$ 5,242,321</u>	<u>\$ -</u>	<u>\$ 5,242,321</u>	<u>\$ 4,354,930</u>
<u>Reconciliation from financial statements to MTP2</u>									
Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2	19,867,829	\$ (19,867,829)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(1,187,476)	-	(1,187,476)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 24,947,196</u>	<u>\$ -</u>	<u>\$ 25,834,587</u>	<u>\$ -</u>	<u>\$ (887,391)</u>	<u>\$ 5,242,321</u>	<u>\$ -</u>	<u>\$ 5,242,321</u>	<u>\$ 4,354,930</u>
<u>Reconciliation from MTP2 to UCOA</u>									
No reconciling items from MTP2 to UCOA	-		-						
Totals per UCOA Validated Totals Report	<u>\$ 24,947,196</u>		<u>\$ 25,834,587</u>						

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

TOWN OF SCITUATE, RHODE ISLAND
Notes to Supplementary Information
Annual Supplemental Transparency Report (MTP2)
March 30, 2020

NOTE 1. Basis of Presentation

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

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

NOTE 2. Reportable Government Services

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

NOTE 3. Allocations

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

NOTE 4. Employee Groups - Compensation and Benefit Costs

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

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

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

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

TOWN OF SCITUATE, RHODE ISLAND
Notes to Supplementary Information
Annual Supplemental Transparency Report (MTP2)
March 30, 2020

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

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

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

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

NOTE 5. Education Revenue and Expenditures

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

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

Statistical Section

This part of the Town of Scituate's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Economic and Demographic Information

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

Operating Information

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

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

Table 1

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities:										
Net Investment in Capital Assets	\$ 12,104,545	\$ 12,843,119	\$ 13,263,125	\$ 14,823,917	\$ 14,370,296	\$ 14,462,881	9,855,778	16,424,842	13,512,250	14,178,332
Restricted	681,967	2,420,821	2,380,016	2,284,828	2,266,817	2,448,087	2,637,576	2,565,810	5,530,587	1,841,704
Unrestricted	<u>(1,184,613)</u>	<u>(3,352,563)</u>	<u>(2,976,698)</u>	<u>(3,159,137)</u>	<u>(1,641,736)</u>	<u>(27,599,201)</u>	<u>(21,777,171)</u>	<u>(24,511,996)</u>	<u>(30,850,768)</u>	<u>(28,351,260)</u>
Total Governmental Activities Net Position	<u>\$ 11,601,899</u>	<u>\$ 11,911,377</u>	<u>\$ 12,666,443</u>	<u>\$ 13,949,608</u>	<u>\$ 14,995,377</u>	<u>\$ (10,688,233)</u>	<u>\$ (9,283,817)</u>	<u>\$ (5,521,344)</u>	<u>\$ (11,807,931)</u>	<u>\$ (12,331,224)</u>

Source: Town of Scituate's Comprehensive Annual Financial Report

Table 2

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental Activities:										
General Government	\$ 1,485,973	\$ 1,586,381	\$ 1,452,706	\$ 1,211,309	\$ 1,254,876	\$ 1,268,366	\$ 1,205,684	\$ 1,962,014	\$ 1,970,538	\$ 776,080
Public Safety	4,231,458	4,162,851	4,910,264	5,083,824	5,207,677	6,707,907	6,155,268	6,247,493	7,827,885	8,192,853
Public Works	2,407,004	2,251,931	2,304,466	2,278,216	2,592,311	2,623,260	2,399,976	2,638,699	3,247,436	2,512,460
Social Services	891,122	960,148	796,773	1,015,582	1,094,248	1,071,119	1,083,511	1,182,328	1,185,895	1,143,208
Education	22,181,976	22,749,585	22,689,160	23,229,463	23,851,309	25,210,082	23,806,492	25,125,342	25,792,817	27,008,541
Debt Service	529,887	458,123	367,414	345,701	256,113	238,995	301,095	185,842	557,839	443,283
<i>Total Governmental Activities Expenses</i>	<u>31,727,420</u>	<u>32,169,019</u>	<u>32,520,783</u>	<u>33,164,095</u>	<u>34,256,534</u>	<u>37,119,729</u>	<u>34,952,026</u>	<u>37,341,718</u>	<u>40,582,410</u>	<u>40,076,425</u>
Program Revenues										
Governmental Activities:										
Charges for services:										
General Government	454,163	464,224	681,318	659,816	672,028	794,678	755,893	1,361,327	948,447	943,699
Public Safety	373,800	399,664	396,234	347,811	351,820	461,068	441,001	490,352	497,834	527,705
Public Works	17,350	15,481	7,500	7,500	7,500	7,500	7,500	7,500	24,817	21,931
Social Services	43,499	41,829	-	-	-	-	-	-	-	31
Education	444,565	429,062	236,404	247,072	236,916	203,356	209,189	207,264	239,001	247,695
Operating Grants and Contributions	5,650,603	5,556,318	5,887,888	6,446,317	6,725,840	6,679,933	6,613,040	6,536,720	7,066,563	6,435,048
Capital Grants and Contributions	250,000	84,973	-	-	-	-	-	-	-	-
<i>Total Governmental Activities Program Revenues</i>	<u>7,233,980</u>	<u>6,991,551</u>	<u>7,209,344</u>	<u>7,708,516</u>	<u>7,994,104</u>	<u>8,146,535</u>	<u>8,026,623</u>	<u>8,603,163</u>	<u>8,776,662</u>	<u>8,176,109</u>
<i>Net (Expense) Revenue Governmental Activities</i>	<u>(24,493,440)</u>	<u>(25,177,468)</u>	<u>(25,311,439)</u>	<u>(25,455,579)</u>	<u>(26,262,430)</u>	<u>(28,973,194)</u>	<u>(26,925,403)</u>	<u>(28,738,555)</u>	<u>(31,805,748)</u>	<u>(31,900,316)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes	\$ 24,834,047	\$ 25,467,030	\$ 25,820,373	\$ 26,311,689	\$ 27,020,591	\$ 27,333,095	\$ 28,021,310	\$ 28,964,152	\$ 29,782,017	\$ 30,835,528
State Aid and in lieu of taxes	455,126	292,411	310,851	327,960	297,446	387,610	255,886	403,462	485,271	536,977
Investment Earnings	8,299	2,782	2,301	2,018	874	446	34,429	32,863	130,217	104,518
Miscellaneous	13,486	30,798	12,469	-	17,112	7,117	2,477	-	240	-
Loss on disposal of equipment	-	-	(30,053)	-	-	-	-	-	-	-
<i>Total Governmental Activities</i>	<u>25,310,958</u>	<u>25,793,021</u>	<u>26,115,941</u>	<u>26,641,667</u>	<u>27,336,023</u>	<u>27,728,268</u>	<u>28,314,102</u>	<u>29,400,477</u>	<u>30,397,745</u>	<u>31,477,023</u>
Current Year										
<i>Change in Net Position Governmental Activities</i>	<u>\$ 817,518</u>	<u>\$ 615,553</u>	<u>\$ 804,502</u>	<u>\$ 1,186,088</u>	<u>\$ 1,073,593</u>	<u>\$ (1,244,926)</u>	<u>\$ 1,388,699</u>	<u>\$ 661,922</u>	<u>\$ (1,408,003)</u>	<u>\$ (423,293)</u>

Source: Town of Scituate's Comprehensive Annual Financial Report

Table 3

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Unreserved	\$ 2,665,483	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	-	274,481	304,753	274,525	291,862	294,401	185,880	3,673,747	3,595,732	3,819,783
Restricted	-	1,719,717	1,684,286	1,720,724	1,707,215	1,767,187	1,853,797	1,716,741	1,623,922	855,579
Committed	-	-	-	200,000	300,000	22,225	-	-	-	-
Assigned	-	755,952	289,721	286,823	1,288,048	1,265,112	1,310,454	879,619	790,056	599,446
Unassigned	-	2,890,714	3,210,193	3,730,150	2,707,133	3,071,913	3,266,066	4,639,727	4,889,409	5,479,053
Total General Fund	\$ 2,665,483	\$ 5,640,864	\$ 5,488,953	\$ 6,212,222	\$ 6,294,258	\$ 6,420,838	\$ 6,616,197	\$ 10,909,834	\$ 10,899,119	\$ 10,753,861
All Other Governmental Funds										
Reserved	\$ 130,443	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved										
Reported in:										
Special Revenue Funds	3,687,027	-	-	-	-	-	-	-	-	-
Capital Projects Funds	819,983	-	-	-	-	-	-	-	-	-
Nonspendable	-	42,095	42,095	120,754	120,766	120,779	42,096	42,109	42,493	120,834
Restricted	-	738,328	565,146	433,504	428,989	550,273	629,037	2,516,294	4,403,524	831,329
Committed	-	108,160	108,164	104,637	105,212	105,214	2,585,014	78,899	99,221	214,854
Assigned	-	637,563	722,330	571,387	677,165	446,149	846,868	-	3,203,085	1,666,897
Unassigned	-	(9,842)	(8,450)	(8,943)	(18,568)	(64,318)	(61,012)	914,883	(30,626)	(247,084)
Total All Other Governmental Funds	4,637,453	1,516,304	1,429,285	1,221,339	1,313,564	1,158,097	4,042,003	3,552,185	7,717,697	2,586,830
Total Governmental Funds	\$ 7,302,936	\$ 7,157,168	\$ 6,918,238	\$ 7,433,561	\$ 7,607,822	\$ 7,578,935	\$ 10,658,200	\$ 14,462,019	\$ 18,616,816	\$ 13,340,691

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

Source: Town of Scituate's Comprehensive Annual Financial Report

Table 4

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
General Property Taxes	\$ 24,698,174	\$ 25,348,302	\$ 25,598,867	\$ 26,413,957	\$ 26,764,120	\$ 27,227,253	\$ 28,071,452	\$ 28,949,367	\$ 30,027,420	\$ 30,557,038
Federal and State Aid and grants	6,332,363	5,854,361	5,982,397	6,456,518	6,518,418	6,719,482	6,391,434	6,354,113	6,444,331	6,340,885
Charges for Services	1,220,792	1,180,529	1,071,778	1,047,058	1,054,033	1,157,380	1,165,290	1,683,068	1,285,378	1,401,793
Fines and penalties	49,698	48,602	38,620	46,782	37,746	39,933	40,354	109,864	76,462	64,683
Investment and interest income	78,242	67,217	86,229	93,142	64,283	87,206	109,742	167,798	330,242	254,127
Contributions and private grants	23,366	79,341	-	-	470,081	462,145	548,522	52,824	97,164	21,784
Other Revenues	65,770	146,065	361,013	418,986	150,671	72,199	57,077	661,616	1,137,033	747,005
Total Revenues	32,468,405	32,724,417	33,138,904	34,476,443	35,059,352	35,765,598	36,383,871	37,978,650	39,398,030	39,387,315
Expenditures										
Current:										
General Government	1,031,577	1,118,115	1,167,313	1,042,246	1,113,149	1,211,486	1,233,579	1,046,908	1,457,775	1,177,203
Public Safety	2,756,086	2,742,352	2,772,947	2,920,141	2,848,826	3,232,451	3,238,991	3,620,939	4,047,475	3,756,744
Public Works	2,059,104	1,954,274	2,101,606	2,062,037	2,379,201	2,175,980	1,938,205	2,375,032	2,788,808	2,025,524
Social Services	862,356	887,277	758,921	980,824	1,126,867	1,077,667	1,049,500	1,146,902	1,169,862	1,119,723
Fixed Charges	1,562,111	1,558,546	1,956,736	2,030,390	2,159,735	2,565,472	2,312,787	2,583,022	2,573,690	2,557,878
Education	22,250,848	22,244,651	22,274,192	22,909,665	23,488,227	23,513,150	24,134,103	24,395,569	25,700,867	26,821,729
Capital Projects	-	-	-	-	-	756,719	893,755	753,253	4,299,478	7,842,869
Debt Service										
Principal	2,005,000	1,882,000	1,936,150	1,765,150	1,476,000	1,016,000	1,016,000	1,066,545	1,045,500	841,000
Interest	508,248	482,970	409,969	350,667	293,086	245,560	279,045	287,212	431,551	520,770
Total Expenditures	33,035,330	32,870,185	33,377,834	34,061,120	34,885,091	35,794,485	36,095,965	37,275,382	43,515,006	46,663,440
Excess of Revenues Over (Under) Expenditures										
Before other financing sources (uses)	(566,925)	(145,768)	(238,930)	415,323	174,261	(28,887)	287,906	703,268	(4,116,976)	(7,276,125)
Other Financing Sources (Uses)										
Issuance of bonds	50,600	-	-	-	-	-	2,846,545	2,346,000	7,800,000	2,000,000
Premium on Bonds	-	-	-	-	-	-	-	276,965	471,773	-
Payment -Bond Refunding Agent	-	-	-	-	-	-	-	(2,574,703)	-	-
Cost of issuance	-	-	-	-	-	-	-	(48,262)	-	-
Transfers In	18,864,067	10,000	21,248	28,151	118,049	219,135	461,845	468,300	569,025	1,560,480
Transfers Out	(18,864,067)	(10,000)	(21,248)	(28,151)	(118,049)	(219,135)	(461,845)	(468,300)	(569,025)	(1,560,480)
Total Other Financing Sources (Uses)	50,600	-	-	-	-	-	2,846,545	-	8,271,773	2,000,000
Net Change in Fund Balances	\$ (516,325)	\$ (145,768)	\$ (238,930)	\$ 415,323	\$ 174,261	\$ (28,887)	\$ 3,134,451	\$ 703,268	\$ 4,154,797	\$ (5,276,125)
Debt Service as a percentage of noncapital expenditures	7.85%	7.34%	7.66%	6.85%	5.52%	3.74%	3.82%	3.85%	3.91%	3.64%

Source: Town of Scituate Comprehensive Annual Financial Report

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

Table 5

	Real Property						Personal Property	
							Tangible	
Fiscal Year	Residential	Commercial	Less Tax-Exempt Property	Total Taxable Assessed Value	Direct Tax Rate	Estimated Actual Value	Tangible Personal Property (net)	Tax Rate Personal Property
2011	555,472,840	209,553,800	62,544,334	702,482,306	32.000	1,530,053,280	23,611,120	38.25
2012	556,253,790	209,606,950	62,601,023	703,259,717	32.726	1,531,721,480	24,067,390	39.12
2013	558,634,860	209,460,780	62,616,523	705,479,117	32.726	1,536,191,280	23,296,080	39.12
2014	491,162,240	208,072,490	60,031,427	639,203,303	37.37	1,398,469,460	22,624,300	39.75
2015	984,881,780	416,459,480	116,298,397	1,285,042,863	18.98	1,401,341,260	23,169,390	40.38
2016	987,977,280	416,615,980	116,480,771	1,288,112,489	19.16	1,404,593,260	24,515,580	40.75
2017	1,080,631,120	418,352,140	103,906,836	1,395,076,424	18.04	1,498,983,260	24,544,100	38.37
2018	834,518,040	419,019,540	249,705,380	1,003,832,200	18.82	1,253,537,580	23,611,800	40.04
2019	1,089,544,050	418,974,710	106,970,807	1,401,547,953	19.39	1,508,518,760	22,936,494	41.24
2020	1,247,230,180	423,579,940	84,063,952	1,586,746,168	17.89	1,670,810,120	21,393,235	38.11

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

Source: Tax Assessor's Office

(Continued)

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

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

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

		Personal Property				Total		
		Motor Vehicle						
Fiscal Year	Motor Vehicles	Less Tax-Exempt Property	Total Motor Vehicle Taxable Assessed Value	Tax Rate Motor Vehicles	Personal Property Estimates Actual Value	Total Assessed Value	Estimated Actual Value	Ratio
2011	107,763,886	57,898,689	49,865,197	30.20	N/A	896,401,646	N/A	N/A
2012	110,568,688	58,650,266	51,918,422	30.20	N/A	900,496,818	N/A	N/A
2013	114,783,937	58,643,027	56,140,910	30.20	N/A	784,916,107	N/A	N/A
2014	116,318,871	58,925,841	57,393,030	30.20	N/A	719,220,633	N/A	N/A
2015	117,276,830	59,298,702	57,978,128	30.20	N/A	1,366,190,381	N/A	N/A
2016	118,393,714	59,419,806	58,973,908	30.20	N/A	1,371,601,977	N/A	N/A
2017	121,652,138	60,033,457	61,618,681	30.20	N/A	1,481,239,205	N/A	N/A
2018	123,232,556	60,116,777	63,115,779	30.20	N/A	1,090,559,779	N/A	N/A
2019	106,518,400	50,508,520	56,009,880	30.20	N/A	1,480,494,327	N/A	N/A
2020	103,459,701	49,429,809	54,029,892	30.20	N/A	1,662,169,295	N/A	N/A

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

Source: Tax Assessor's Office

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

Table 6

Town Direct Rates

<i>Fiscal Year</i>	<i>Basic Rate</i>	<i>MV</i>	<i>PP</i>	<i>Comm Mixed Use</i>
2011	32.000	30.200	38.250	39.400
2012	32.726	30.200	39.117	40.296
2013	32.726	30.200	39.117	40.296
2014	37.370	30.200	39.750	43.200
2015	18.982	30.200	40.379	21.943
2016	19.156	30.200	40.750	22.144
2017	18.040	30.200	38.370	21.650
2018	18.820	30.200	40.040	22.590
2019	19.387	30.200	41.242	23.267
2020	17.890	30.200	38.110	22.200

Notes:

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

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

Table 7

<i>Taxpayer</i>	<i>2020</i>			<i>Taxpayer</i>	<i>2011</i>		
	<i>Taxable Assessed Value</i>	<i>Percentage of Total Taxable Assessed Value</i>	<i>Type of Business</i>		<i>Taxable Assessed Value</i>	<i>Percentage of Total Taxable Assessed Value</i>	<i>Type of Business</i>
Providence Water Supply Board	295,830,952	17.80%	Utility/Watershed	Providence Water Supply Board	128,848,280	16.64%	Utility/Watershed
Narragansett Electric, Co.	10,027,280	0.60%	Utility/Electric	Narragansett Electric, Co.	8,958,760	1.16%	Utility/Electric
Providence Public Build Auth	7,460,818	0.45%	Utility/Watershed	Cox Communications	3,740,340	0.48%	Utility/Cable
Wally Realty LLC	4,068,300	0.24%	Retail Shopping	Wally Realty LLC	3,216,830	0.42%	Utility/Watershed
ACAR Leasing LTD	2,588,551	0.16%	Motor Vehicle Leasing	Scituate Village Shopping Cntr.	1,815,550	0.23%	Retail Shopping
Scituate Commons	2,121,850	0.13%	Residential/Apartments	Cavanagh, Peter A et ux Theresa A	1,155,400	0.15%	Residential
Cavanagh, Peter A et ux Theresa A	1,938,500	0.12%	Residential	New England Development	1,032,250	0.13%	Residential/Mill
Cox Communications	1,653,780	0.10%	Utility/Cable	CAB East LLC	929,247	0.12%	Motor Vehicle Leasing
Toyota Motor Credit	1,543,219	0.09%	Motor Vehicle Leasing	Honda Lease Trust	918,676	0.12%	Motor Vehicle Leasing
New England Development	1,509,800	0.09%	Residential/Mill	Scituate Commons	860,660	0.11%	Residential/Apartments
	<u><u>\$ 328,743,050</u></u>	<u><u>19.78%</u></u>			<u><u>\$ 151,475,993</u></u>	<u><u>19.56%</u></u>	

Sources: Town of Scituate Tax Assessor

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

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

(2) 2019 and 2010 Tax Rolls

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

Table 8

<i>Fiscal Year</i>	<i>Net Adjusted Tax Levy</i>	<i>Current Tax Collections</i>	<i>Percent of Current Taxes Collected</i>	<i>Delinquent Tax Collections</i>	<i>Total Tax Collections</i>	<i>Ratio of Total Tax Collections to Net Tax Levy</i>	<i>Net Outstanding Delinquent Taxes</i>	<i>Ratio of Delinquent Taxes to Net Tax Levy</i>
2011	24,846,056	19,801,247	79.7%	4,988,860	24,790,107	99.8%	55,949	0.2%
2012	25,509,470	20,328,684	79.7%	5,120,590	25,449,274	99.8%	60,196	0.2%
2013	25,759,549	20,421,168	79.3%	5,278,553	25,699,721	99.8%	59,828	0.2%
2014	26,436,480	21,615,018	81.8%	4,761,692	26,376,710	99.8%	59,770	0.2%
2015	26,881,094	21,054,760	78.3%	5,764,748	26,819,508	99.8%	61,586	0.2%
2016	27,368,300	21,560,887	78.8%	5,751,032	27,311,919	99.8%	56,381	0.2%
2017	28,043,533	22,255,088	79.4%	5,735,759	27,990,847	99.8%	52,686	0.2%
2018	29,071,526	24,352,364	83.8%	4,664,442	29,016,806	99.8%	54,720	0.2%
2019	29,795,153	23,416,799	78.6%	6,210,252	29,627,051	99.4%	168,102	0.6%
2020	30,843,904	27,531,742	89.3%	-	27,531,742	89.3%	3,312,162	10.7%

Notes:

(1) Source: Schedule of Tax Collections

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

Table 9

Fiscal Year	Governmental Activities			Capital Lease	Debt Premiums	Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Note Payable	Loan Payable					
2011	9,367,500	-	3,902,950	-	134,747	13,405,197	4.57% (a)	1,297.82
2012	7,625,500	-	3,750,300	-	127,261	11,503,061	3.92% (b)	1,114.21
2013	5,847,000	-	3,592,650	-	119,775	9,559,425	3.30% (b)	925.94
2014	4,295,000	-	3,430,000	454,500	112,289	8,291,789	2.86% (b)	803.16
2015	2,970,197	-	3,275,000	353,500	104,803	6,703,500	2.31% (b)	649.31
2016	2,320,000	-	3,115,000	252,500	97,317	5,784,817	1.39% (b)	548.38
2017	4,416,545	-	2,950,000	151,500	89,831	7,607,876	1.69% (b)	720.03
2018	3,621,000	-	2,711,000	50,500	255,660	6,638,160	1.40% (b)	625.59
2019	5,866,000	-	7,271,000	-	679,060	13,816,060	2.90% (b)	1,296.31
2020	7,370,000	-	6,926,000	-	630,687	14,926,687	2.90% (b)	1,391.12

Notes: - Details regarding the Town's outstanding debt can be found in the notes to the financial statements.
- See Schedule 14 for personal income and population data.

Town of Scituate, Rhode Island
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
"Unaudited"

Fiscal Year	<u>General Bonded Debt Outstanding</u>		<u>Percentage of Actual Taxable Value (a) of Property</u>	<u>Table 10</u>
	<u>General Obligation Bonds</u>	<u>Total</u>		<u>Per Capita (b)</u>
2011	9,367,500	9,367,500	1.21%	906.91
2012	7,625,500	7,625,500	0.98%	738.62
2013	5,847,000	5,847,000	0.75%	566.35
2014	4,295,000	4,295,000	0.60%	416.02
2015	2,970,197	2,970,197	0.22%	287.70
2016	2,222,683	2,222,683	0.16%	210.70
2017	4,416,545	4,416,545	0.30%	418.00
2018	3,621,000	3,621,000	0.24%	341.25
2019	5,866,000	5,866,000	0.40%	550.38
2020	7,370,000	7,370,000	0.44%	686.86

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

Source: Town of Scituate, Rhode Island Audited Financial Statements

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

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

***Town of Scituate, Rhode Island
Direct and Overlapping Governmental Activities Debt
As of March 31, 2019
"Unaudited"***

Table 11

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

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

Table 12

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Debt limit	\$23,236,266	\$23,336,807	\$23,506,925	\$21,548,048	\$40,957,150	\$41,119,495	\$44,416,932	\$44,523,195	\$44,414,830	\$49,865,079
Total net debt applicable to limit	<u>7,532,500</u>	<u>6,225,500</u>	<u>5,847,000</u>	<u>4,295,000</u>	<u>3,075,000</u>	<u>2,320,000</u>	<u>\$ 4,416,545</u>	<u>\$ 3,621,000</u>	<u>\$ 5,866,000</u>	<u>\$ 7,370,000</u>
Legal debt margin	<u>\$15,703,766</u>	<u>\$17,111,307</u>	<u>\$17,659,925</u>	<u>\$17,253,048</u>	<u>\$37,882,150</u>	<u>\$38,799,495</u>	<u>\$40,000,387</u>	<u>\$40,902,195</u>	<u>\$38,548,830</u>	<u>\$42,495,079</u>
Total net debt margin as a percentage of debt limit	67.58%	73.32%	75.13%	80.07%	92.49%	94.36%	90.06%	91.87%	86.79%	85.22%

Note: With certain exceptions, under the General Laws of the State of Rhode Island, the Town may not, without special statutory authorization, incur any debt which would increase its aggregate indebtedness not otherwise excepted by law to an amount greater than 3% of the taxable property of the Town. Deducted from the computation of aggregated indebtedness is the amount of any borrowing in anticipation of taxes authorized by law and the amount of any sinking funds maintained by the Town.

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

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

Table 13

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

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

Table 14

<i>Fiscal Year Ended March</i>	<i>Population (1)</i>	<i>Median Family Income (1)</i>	<i>Per Capita Personal Income (1)</i>	<i>Median Age(1)</i>	<i>School Enrollment (2)</i>	<i>Unemployment Rate (3)</i>
2011	10,329	60,788	28,092	39.7	1,652	11.1%
2012	10,324	60,788	28,092	39.7	1,538	10.0%
2013	10,324	60,788	28,092	39.7	1,502	8.8%
2014	10,324	60,788	28,092	39.7	1,437	7.9%
2015	10,324	60,788	28,092	39.7	1,422	7.7%
2016	10,549	80,802	39,451	39.7	1,368	7.1%
2017	10,566	79,102	42,668	39.7	1,301	4.2%
2018	10,611	81,975	44,590	40.0	1,254	5.6%
2019	10,658	83,728	44,660	40.0	1,253	2.2%
2020	10,730	93,456	48,035	40.6	1,226	3.5%

Sources:

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

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

Table 15

<u>Employer</u>	2020		<u>Percentage of Total Town Employment</u>
	<u>Employees</u>	<u>Rank</u>	
Town of Scituate Municipal /School	356	1	53.70%
Atlas Insulation Co.	64	2	9.65%
Providence Water Supply Board	59	3	8.90%
Totrama Supermarkets DBA The Village IGA	42	4	6.33%
Scituate Lumber	28	5	4.22%
102 Scituate Corp DBA Dunkin Donuts	22	6	3.32%
Maxi Drug South Lp DBA Rite - Aid	18	7	2.71%
Well one	17	8	2.56%
Corner Bristo LLL	15	9	2.26%
Charming Treasurers	13	10	1.96%
Moose Trackers	11	11	1.66%
Navigant Credit Union	8	12	1.21%
Rufinos	7	13	1.06%
Chinese	3	14	0.45%
Total	<u>663</u>		<u>100.00%</u>

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

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

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

Table 16

<u>Function/Program</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Central Administration										
Town Council	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Town Clerk	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Board of Canvassers	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Probate Court	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Building/Zoning Planning	3.0	3.0	3.0	3.0	3.0	3.0	1.5	1.5	1.5	1.5
Wastewater										
Planning Board	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Zoning Board	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Land Trust	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Historic District										
Town Sergeant	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Financial Administration										
Treasurer	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Treasurer's Office	2.0	2.0	2.0	3.0	2.0	2.0	2.0	2.0	2.0	2.8
Tax Collection	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Tax Assessor	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Public Safety										
Police										
Officers	16.0	17.0	17.0	17.0	15.0	15.0	16.0	17.0	17.0	14.0
Civilians	6.0	6.0	6.0	7.0	6.5	6.5	6.5	6.5	6.5	6.5
Animal Control										
Animal Control Officer	1	1	1	1.0	1.0	1.0	1.0	1.0	1.0	2.0
Civilians	0.5	0.5	0.5	0.5	0.5	0.5	0.5	1.0	1.0	2.0
Emergency Management	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	2.0
Public Works Department										
Director	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Asst. Director	0.5	0.0	0.0	-		0.0	0.0	0.0	0.0	0.0
Highway										
Driver/Laborer/ Building/Grounds	6.0	7.0	7.0	8.0	8.0	8.0	9.0	7.0	7.0	6.0
Forman Driver/Laborer	3.0	3.0	3.0	3.0	3.0	3.0	3.0	2.0	2.0	2.0
Maintenance										
Custodial	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Vehicles & Equipment	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0
Recreation Department										
Director	*0.4	*0.4	*0.4	0.4	0.4	0.4	0.4	1.0	1.0	1.0
Summer Programs	93.0	93.0	84.0	97.0	90.0	90.0	66.0	64.0	64.0	24.0
Human Services Department	1.0									
Director	1.5	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Meal site	0.8	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
Senior Van Driver	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8

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

Town of Scituate, Rhode Island
Operating Indicators by Function/Program
Last Ten Fiscal Years
"Unaudited"

Table 17

<i>Function/Program</i>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Public Safety (1)										
Police										
Calls	18,010	16,344	10,442	15,982	13,666	13,753	7,424	10,086	10,010	7,417
Physical Arrests	236	316	129	237	221	213	128	125	102	80
Citations	594	1,340	690	1,885	1,555	1,367	1,394	1,835	1,043	425
Accidents	388	273	181	276	317	319	131	217	18	148
Animal Control										
Dog Licenses Issued	576	600	510	540	585	551	401	464	466	425
Building/Zoning (1)										
Commercial Construction Permits	-	2	-	-	3	2	1	0	0	0
Residential Construction Permits	20	16	8	10	13	9	7	5	6	10
2 -Family	-	-	-	-	-	-	1	0	0	0

Sources: Various Town departments.

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

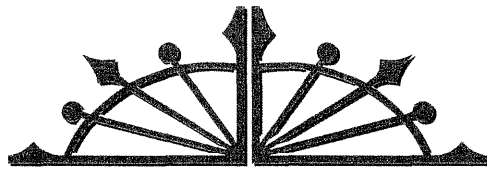
Town of Scituate, Rhode Island
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
"Unaudited"

Table 18

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	7	7	7	7	7	7	7	7	7	7
Fire Stations	4	4	4	2	2	2	2	4	4	4
Animal Control										
Animal Shelters	1	1	1	1	1	1	1	1	1	1
Public Works										
Stations/Garage	1	1	1	1	1	1	1	1	1	1
Streets and Highways										
Street (miles - state paved)	56.7	56.7	56.7	56.7	56.7	56.7	56.7	56.7	56.7	56.7
Street (miles- local paved)	86.7	87.4	87.4	87.4	87.4	87.4	87.4	87.4	87.4	87.4
Parks and Recreation										
Playgrounds	4	4	4	4	4	4	4	4	4	5
Tennis Courts	8	8	8	8	8	8	8	8	8	6
Beaches	1	1	1	1	1	1	1	1	1	1
Baseball/Softball diamonds	5	5	5	5	5	5	5	5	5	7
Baseball/Hardball diamonds	6	6	6	6	6	6	6	6	6	1
Soccer/Football fields	6	6	6	6	6	6	6	6	6	2
Basketball Courts/Outdoor	2	2	2	2	2	2	2	2	2	2
Basketball Courts/ Indoor	4	4	4	4	4	4	4	4	4	5
Undeveloped Sites	2	2	2	2	2	2	2	2	2	2
Human Services										
Transit mini-bus	3	3	3	3	3	3	3	3	3	3
Senior Center	1	1	1	1	1	1	1	1	1	1
Buildings										
Town Hall	1	1	1	1	1	1	1	1	1	1
Community House	1	1	1	1	1	1	1	1	1	1
Congregational Church	1	1	1	1	1	1	1	1	1	1
Potterville School House	1	1	1	1	1	1	1	1	1	1
Clayville School House	1	1	1	1	1	1	1	1	1	1
Old Towne House	1	1	1	1	1	1	1	1	1	1

Sources: Various Town Departments
Financial Report Miscellaneous Statistics

***TOWN OF SCITUATE, RHODE ISLAND
SINGLE AUDIT
FOR THE YEAR ENDED MARCH 31, 2020***



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

Partners

William J. Baxter, Jr., CPA

Paul L. Dansereau, CPA

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Scituate, Rhode Island as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise the Town of Scituate's basic financial statements, and have issued our report thereon dated December 15, 2020.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Town of Scituate's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an

objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

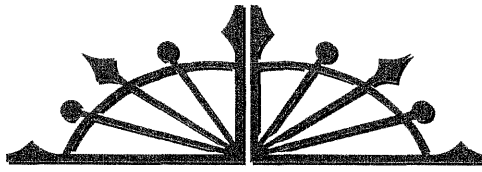
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in 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 black ink, appearing to read "Baxter, Dansereau & Associates, LLP", is written over the printed name of the firm.

Baxter, Dansereau & Associates, LLP

West Warwick, Rhode Island

December 15, 2020



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

Partners

William J. Baxter, Jr., CPA

Paul L. Dansereau, CPA

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY UNIFORM GUIDANCE**

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for the Major Federal Program

We have audited the Town of Scituate's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town of Scituate, Rhode Island's major federal programs for the year ended March 31, 2020. The Town of Scituate's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Town of Scituate, Rhode Island's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town of Scituate, Rhode Island's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Town of Scituate, Rhode Island's compliance.

Opinion on Each Major Federal Program

In our opinion, the Town of Scituate, Rhode Island, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended March 31, 2020.

Report on Internal Control Over Compliance

Management of the Town of Scituate, Rhode Island, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town of Scituate, Rhode Island's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Scituate, Rhode Island's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Baxter, Dansereau & Associates, LLP

West Warwick, Rhode Island

December 15, 2020

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended March 31, 2020

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture				
Passed through the State of Rhode Island Department of Education				
<i>Child Nutrition Cluster:</i>				
National School Breakfast Program	10.553	N/A	\$ -	\$ 6,388
National School Lunch Program	10.555	N/A	-	76,401
Total Child Nutrition Cluster			<u>\$ -</u>	<u>82,789</u>
Non-Cash Assistance Food Commodities (Note 4)	10.555	N/A	-	27,032
Total US Department of Agriculture			<u>\$ -</u>	<u>\$ 109,821</u>
U.S. Department of Justice				
Passed through the State of Rhode Island				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	\$ -	\$ 7,612
Total U.S. Department of Justice			<u>\$ -</u>	<u>\$ 7,612</u>
U.S. Department of Transportation				
Passed through the State of Rhode Island Department of Highway Safety				
National Priority Safety Programs	20.616	N/A	-	2,480
Total U.S. Department of Transportation			<u>\$ -</u>	<u>\$ 2,480</u>
U.S. Department of Education				
Passed-through the State of Rhode Island Department of Education				
Title I Grants to Local Education Agencies	84.010	2725-11702-001	\$ -	\$ 331,990
<i>Special Education Cluster:</i>				
Special Education - Grants to States	84.027	2725-13202-001	-	649,492
Special Education - Preschool Grants	84.173	2725-13502-001	-	13,132
Total Special Education Cluster			<u>\$ -</u>	<u>\$ 662,624</u>
Student Support and Academic Enrichment Program	84.424	2725-20802-001	-	15,218
Improving Teacher Quality State Grants	84.367	2725-16402-001	-	102,912
Total U.S. Department of Education			<u>\$ -</u>	<u>\$ 1,112,744</u>
U.S. Department of Health & Human Services				
Passed Through the State of Rhode Island Department of Health				
Substance Abuse & Mental Health Services	93.243	N/A	\$ -	\$ 19,200
Total U.S. Department of Health & Human Services			<u>\$ -</u>	<u>\$ 19,200</u>
U.S. Department of Homeland Security				
Passed Through the State of Rhode Island Emergency Management Agency				
Emergency Management Performance Grants	97.042	EMB-2018-EP0002	\$ -	\$ 18,000
Homeland Security Grant Program	97.067	33-04-2016 SHSP	-	3,550
Total U.S. Department of Homeland Security			<u>\$ -</u>	<u>\$ 21,550</u>
Total Expenditures of Federal Awards			<u>\$ -</u>	<u>\$ 1,273,407</u>

The accompanying notes are an integral part of this schedule

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended March 31, 2020

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

Material weakness (es) identified?

___ yes X no

Significant deficiency (ies) identified?

___ yes X none reported

Noncompliance material to financial statements noted?

___ yes X no

Federal Awards

Internal control over major federal programs:

Material weakness (es) identified?

___ yes X no

Significant deficiency (ies) identified?

___ yes X none reported

Type of auditor's report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in
accordance with 2 CFR 200.516(a)?

___ yes X no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
-----------------------	---

84.027	Special Education Grants to States
84.173	Special Education Preschool Grants

Dollar threshold used to distinguish between Type A and Type B
programs:

\$ 750,000

Auditee qualified as low risk auditee?

X yes ___ no

SECTION II – FINANCIAL STATEMENT FINDINGS

___ yes X none

**SECTION III – FEDERAL AWARDS FINDINGS AND
QUESTIONED COSTS**

___ yes X none

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Findings and Questioned Costs
For The Year Ended March 31, 2020
(continued)

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

A. Significant Deficiency in Internal Control

None Reported.

B. Compliance

None Reported.

SECTION III – FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Finding

None Reported

B. Questioned Costs

None Reported

TOWN OF SCITUATE, RHODE ISLAND
Schedule of Prior Year Findings and Questioned Costs
For the Year Ended March 31, 2020

PRIOR YEAR FINDINGS AND QUESTIONED COST FOR FEDERAL AWARDS

A. Findings

None Reported

B. Questioned Costs

None Reported

TOWN OF SCITUATE, RHODE ISLAND
Notes to Schedule of Expenditures of Federal Awards
March 31, 2020

NOTE 1 - *BASIS OF PRESENTATION*

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of the Town of Scituate, Rhode Island under programs of the federal government for the year ended March 31, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of the Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Town of Scituate, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Town of Scituate, Rhode Island.

NOTE 2 - *SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES*

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of the Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - *Indirect Cost Rates*

The Town of Scituate has elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance when applicable.

NOTE 4 - *Non-Cash Assistance*

U.S.D.A. Contributions: The United States Department of Agriculture makes available commodities for donations to schools. The amount of \$27,032 represents the market value of such commodities used during the period.